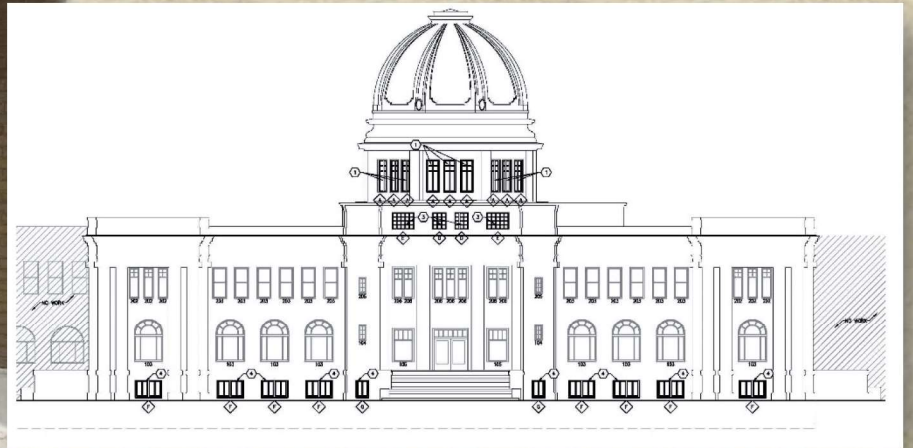
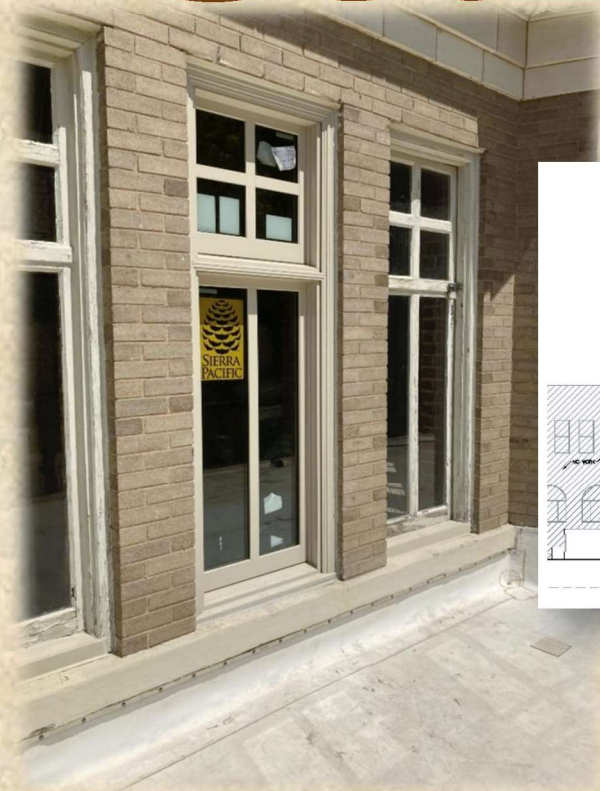




# Chaves County

*#1 St. Mary's Place  
Roswell, NM 88203*



*Chaves County Courthouse  
Preservation Window Project*

*Annual Comprehensive Financial Report*

*Year Ended June 30, 2022*

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JUNE 30, 2022

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# LIST OF PRINCIPAL OFFICIALS

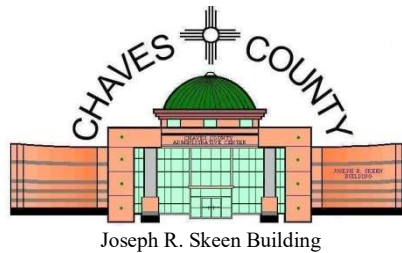
JUNE 30, 2022

<u>Name</u>	<u>Title</u>
<u>County Commissioners</u>	
Dara A. Dana	District 1 Commissioner
T. Calder Ezzell, Jr.	District 2 Commissioner
Jeff Bilberry	District 3 Commissioner
Richard “Dick” Taylor	District 4 Commissioner
William E. Cavin	District 5 Commissioner
<u>Elected Officials</u>	
Sandra Stewart	County Assessor
Cindy Fuller	County Clerk
Mike Herrington	County Sheriff
Charlotte Andrade	County Treasurer
<u>Administrative Officials</u>	
William B. Williams	County Manager
Anabel Barraza	Chief Financial Officer
Mac Rogers	Public Services Director
Andrew Rey	IT Director
Louis Jaramillo	Planning and Zoning Director
Richard “Dick” Smith	Flood Control Superintendent
Justin Porter	Adult and Juvenile Detention Administrator



**FINANCE  
DEPARTMENT**

P.O. Box 1597  
Roswell, NM 88202-1597  
Phone 575-624-6620  
Fax 575-624-6576  
e-mail  
anabel.barraza@chavescounty.go  
v



**COMMISSIONERS**

Dara A. Dana - District 1  
T Calder Ezzell Jr. - District 2  
Jeff Bilberry – District 3  
Richard “Dick” Taylor - District 4  
William E. Cavin – District 5

**County Manager**

William B. Williams

**Chief Financial Officer**

Anabel Barraza

November 30, 2022

County Commissioners of  
Chaves County, New Mexico

County Manager and the Citizens of  
Chaves County, New Mexico

We are pleased to submit to you the Comprehensive Annual Financial Report of Chaves County for the fiscal year ended June 30, 2022. New Mexico state law, Section 12-6-3 NMSA 1978, requires that an annual audit of Chaves County's financial records and Comprehensive Annual Financial Report be performed by independent public accountants.

This report consists of management's representations concerning the finances of Chaves County. County management assumes full responsibility for the completeness and reliability of the information presented in this report, based on a comprehensive framework of internal controls that were established for this purpose. Chaves County has established a comprehensive internal control framework that is intended to provide reasonable assurance that assets are safeguarded against loss or unauthorized use, and that financial records can be relied upon to produce financial statements according to generally accepted accounting principles. "Reasonable assurance" is intended to recognize that the cost of maintaining the system of internal accounting controls should not exceed the benefits derived. The County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. The County's management team asserts that, to the best of our knowledge, this financial report is complete and reliable on all material respects.

The report consists of an Introductory Section, the Financial Section which includes the auditor's opinion from Jaramillo Accounting Group, LLC. The Introductory Section includes this transmittal letter, the County's organization chart and a list of County Officials and administrative staff. Please also see Management's Discussion and Analysis (pages 12-19)

***The Reporting Entity and Its Services***

Chaves County is in southeast New Mexico and was created by Territorial Legislature on February 25, 1889, out of land from Lincoln County. The County comprises an area of 6,075 square miles and is the fourth largest county in the state. The County seat is Roswell, situated in the center of the County. The 2010 census lists the County's population as 65,778 people (as compared to 61,382 in 2000). The 2020 population numbers for Chaves County are 65,157. The County's population has



decreased by .01% between 2010 and 2020. In 2022 the County had a median income of \$43,615 and 74% of the County's population live within the County seat of Roswell, which has a population of 47,551, and a population density of 1,619 individuals per square mile. Roswell is a center for irrigated farms, farming, dairy production, ranching, manufacturing, distribution and petroleum production. Other small towns, all of which lie south of Roswell, include Dexter, with an area of 0.8 square mile and a population of 1,074; Hagerman with an area of 1.4 square miles and population of 975; and Lake Arthur of 0.6 square mile and a population of 378.

The governance is established by a five-member Board of Commissioners operating with commissioner-manager relationship. The executive function is further divided to five elected county officials-Assessor, Treasurer, Clerk, Sheriff and Probate Judge. Services provided include roads, sanitation, health and social services, public safety, (sheriff, fire, emergency communications, corrections and detention) public improvement projects, planning and zoning, administrative services and economic development.

Chaves County maintains a budgetary structure which is systematically scrutinized by management for planning and control. The County utilizes a 'zero-base' budgeting process in which line items are considered and approved. Zero based budgeting requires that line item requests be justified. The budgets are subsequently scrutinized by the Budget and Finance Committee.

### ***Economic Condition and Outlook***

Residential property values for assessment purposes on a county wide basis have grown at an average of 3.00% over the past three years. A similar level of growth will continue indefinitely into the future barring a change in statute removing the 3% cap. The market value of residential properties appears to be increasing. According to the Roswell Association of Realtors, the average sales price for residential property in 2021 was \$205,362.00, up from \$180,390.00 in 2020. As of November 15, 2022, the average sales price for residential property in 2022 is \$211,497.00. That said, with interest rates rising and rumors of recession, the frenzy that occurred in the local real estate market a few months ago has certainly calmed down.

A composite of all non-residential properties, which are not capped, shows a small increase in value. This is attributable to a decrease in dairy property values and a continued decline in livestock values. State Assessed properties, which include utilities, railroads, pipelines and communication systems jumped from \$233,164,519 in 2021 to \$285,425,064 in 2022. This includes the new wind project that is finally fully online with a construction cost of just under \$300,000,000. The project was not funded by Industrial Revenue Bonds, making it taxable for property tax purposes. It was still considered under construction in January 2021, so was only taxed at 50% of its value. For 2022 the current taxes due are \$1,882,770.26.

Gross Receipts Tax produced an increase in tax received of 9.97% over the previous year fiscal year to date. Retail trade was the one among the categories that had the biggest increase. This was mostly due to the State of New Mexico implementing new procedures to have all online sales get taxed by local gross receipt rates at the destination-based zip code.

Oil and gas – Production plays an important role in the economy. The industry, however, is prone to heavy fluctuations and is difficult to gage over the long range. It, nevertheless, is an important economic player in Southeast New Mexico. The WTI, (West Texas Intermediate), index has fluctuated \$47-84 per barrel over the course of a year, giving an average of \$68.17 per barrel for the year 2021.

Manufacturing - The largest manufacturing companies which contribute to the overall strength of our economy are Dean Baldwin (aircraft painting), AerSale (aircraft overhaul and repair), Ascent aviation

has announced that they will be building a large hanger in Roswell. They plan to overhaul large aircraft with upwards of 350 people. Cavu Aerospace (airplane parts), General Air Frame Support and Leprino Foods (cheese processing plant).

Agriculture and Dairy - Chaves County is number two agriculture producing county in the State of New Mexico; ranking in the top three categories: volume of milk produced; agriculture products sold (livestock, sheep); and total acres of production (pecans, hay, corn, silage and sorghum). Chaves County is still first in total acres of production (pecans, hay, corn, silage and sorghum; they are also, by far, the largest producer of hay in the state; number one in average farm income; and easily produce more pounds of pecans per acre than any other county.

### ***Long-Term Financial Planning***

Chaves County had been positively impacted in gross receipts consequently from the online sale getting local tax charged. In budget year 2023, Chaves County focused on giving their employees an increase to adjust for the cost of living and to increase the minimum wage for our organization to \$15.00/hr. The long-term objective going forward will be to stay out of debt as and using current federal funding to claim revenue loss the County endured during the pandemic, COVID-19. Chaves County has fully paid all debt associated with the Court House bonds and will be paying the principal outstanding for the Detention Center expansion. There are some projects planned like building a new health department and enhancing the broadband throughout Chaves County, but these long-term projects will be using County reserves and American Rescue Plan funding. Other intermediate projects like the Courthouse Elevator and Hobson Road project were completed this past fiscal year. The preservation of historical windows at the courthouse are planned and budgeted for the second phase of the project. Chaves County continues to play a major role in renewable energy with the completed construction of the Oso Grande wind project, construed of 32 wind turbines and the also the expansion of solar farm with NextEra Energy.

### ***Relevant Financial Policies***

Chaves County has developed and strengthened policies in areas of procurement, fraud prevention, budget, and internal controls. The budget cycle begins in mid-March with a target of an interim budget by the end of May. The departmental process involves the setting of goals and objectives by each of the County's departments. Zero based budgeting is adhered to as a basis for the fiscal year, and line item justification is a requirement stipulated by management. Flat budgets have been adhered to by the departments and approved by the governance of Chaves County.

### ***Major Initiatives***

Chaves County has engaged in several initiatives and projects as listed below:

Historic Window replacement--. Design and install window replacements acceptable to the NM State Historical Preservation Department. First phase was completed, the second phase is scheduled and budgeted for fiscal year 2022. This project is currently being funded by State funds. Estimated cost is \$950,000.

West Brasher Road Bridge – This bridge currently can hold one vehicle passing the bridge at one time. The project is intended to expand the bridge to accommodate two vehicles. This bridge had presented dangerous passings and is going to be funded by State funds and County reserves. Estimated cost is \$1,750,000.

New Dispatch Center (Area D) – The current 911 dispatch center for Chaves County, Pecos Valley Regional Communications Center, is currently housed in the administrative building for Chaves

County. It will be relocated to a different area of the administrative building with more space and functional space for the center. This dispatch center will be funded with State funds and County reserves. Estimated cost is \$950,000.

Health Department Building – Chaves County’s Health Clinic is currently needing a new building to have the room to complete their services to the community. This building will be between 10,000-12,000 sq ft and will have several departments inside the facility that provide health and other needs that are free to the public. Estimated cost is currently \$7,000,000.

## **AWARDS AND ACKNOWLEDGMENT**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended June 30, 2021. In order to be awarded this certificate, the County published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

This certificate is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs’ requirements and we are submitting it to GFOA to determine its eligibility for the fiscal year ended June 30, 2022 certificate.

Chaves County also underwent an interview with Moody’s for issuer rating. The County has upgraded from an A1 to Aa3. It was reported that the County has increased their financial performance over the last three fiscal years, which is expected to continue over the near term. Although the County does plan to have debt in the future, the County wanted to maintain the issuer rating in the event of seeking other avenues for future projects.

**Acknowledgments.** The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the County. Each member of the County has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the County Manager and the members of the Board of County Commissioners, preparation of this report would not have been possible.

Respectfully submitted,



William B. Williams  
County Manager



Anabel Barraza  
Finance Director





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Chaves County  
New Mexico**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

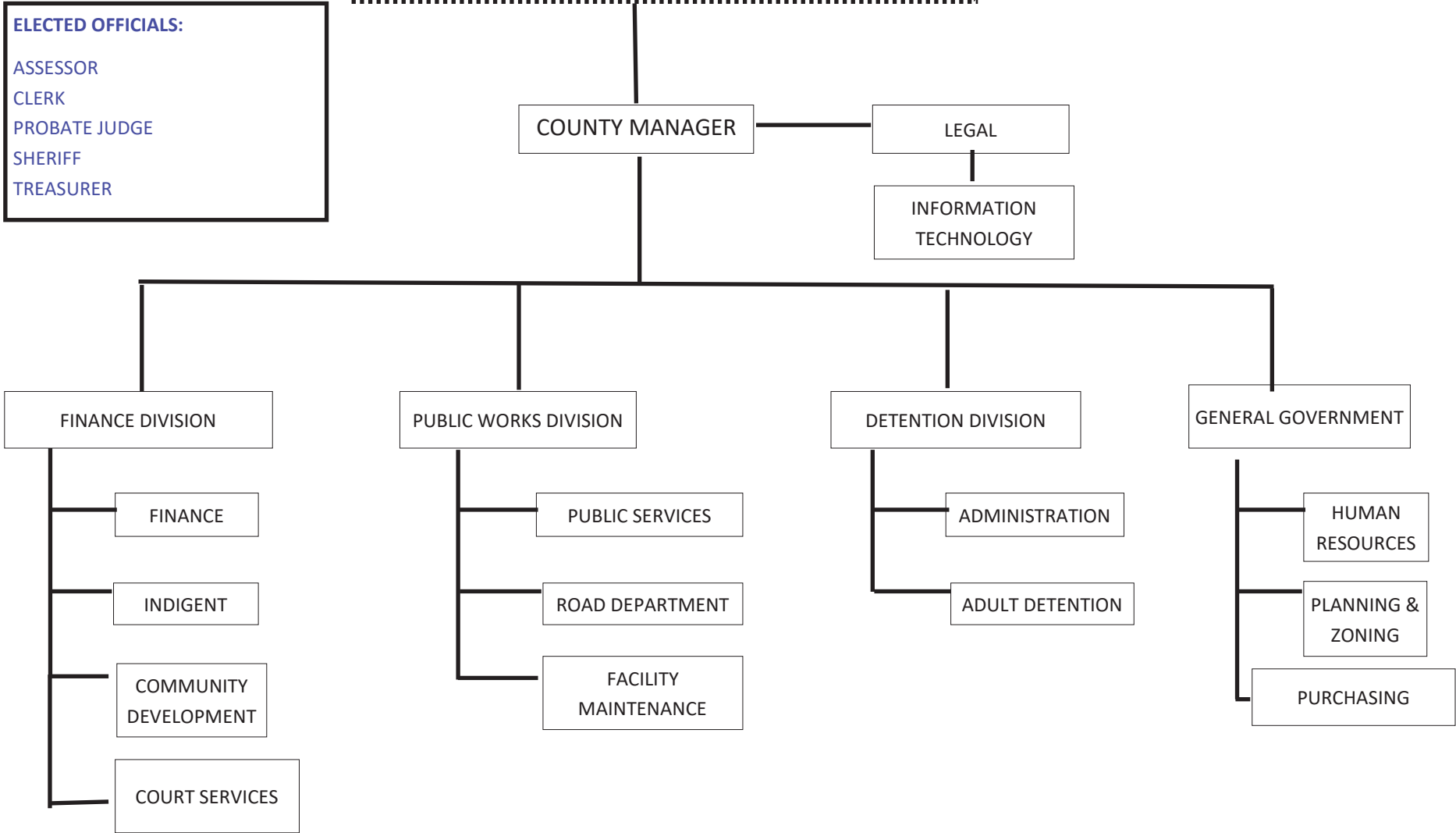
*Christopher P. Morill*

Executive Director/CEO

CHAVES COUNTY ORGANIZATIONAL CHART

**BOARD OF COMMISSIONERS**

**ELECTED OFFICIALS:**  
ASSESSOR  
CLERK  
PROBATE JUDGE  
SHERIFF  
TREASURER



# CHAVES

COUNTY | NM

## FINANCIAL SECTION INDEPENDENT AUDITOR'S REPORT







## INDEPENDENT AUDITOR'S REPORT

**County Commissioners**  
**Chaves County**  
Roswell, New Mexico and

**Mr. Brian Colón, Esq.**  
New Mexico State Auditor  
Santa Fe, New Mexico

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### *OPINIONS*

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 the major funds of Chaves County, New Mexico (the County), as of and for the year ended June 30, 2022, and the related notes to financial statements, which collectively comprise the County's basic financial statements as listed in the Table of Contents.

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 and the respective budgetary comparisons for the major funds of the County as of June 30, 2022, and the respective changes in financial position, and where applicable, cash flows thereof 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 the internal service fund of the County as of June 30, 2022 in accordance with accounting principles generally accepted in the United States of America.

#### *BASIS FOR OPINIONS*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### **REQUIRED SUPPLEMENTARY INFORMATION**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis presented on pages 12 – 19, the Infrastructure Assets Reported Using the Modified Approach (on pages 69 - 71), Schedule of the County's Proportionate Share of the Net Pension Liability-PERA Pension Plan, Schedule of the County's Pension Contributions-PERA Pension Plan, Schedule of the County's Proportionate Share of the Net OPEB Liability-NM RHCA Plan, Schedule of the County's OPEB Contributions-NM RHCA Plan, and the Notes to Required Information (on pages 72 – 78) be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

#### **SUPPLEMENTARY INFORMATION**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the budgetary comparison schedules, Combining Statement of Fiduciary Net Position – Custodial Funds, Combining Statement of Changes in Fiduciary Net Position – Custodial Funds, Schedule of Deposit and Investment Accounts, Schedule of Collateral Pledged, Tax Roll Reconciliation of Changes in the County Treasurer's Property Tax Receivable, Property Tax Schedule, Schedule of Expenditures of State Appropriations, Schedule of Joint Powers Agreements, and Combining Balance Sheet and Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (for Nonmajor Governmental Funds, Nonmajor Special Revenue Governmental Funds, and Nonmajor Debt Service Governmental Fund) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the budgetary comparison schedules, Combining Statement of Fiduciary Net Position – Custodial Funds, Combining Statement of Changes in Fiduciary Net Position – Custodial Funds, Schedule of Deposit and Investment Accounts, Schedule of Collateral Pledged, Tax Roll Reconciliation of Changes in the County Treasurer's Property Tax Receivable, Property Tax Schedule, Schedule of Expenditures of State Appropriations, Schedule of Joint Powers Agreements, and Combining Balance Sheet and Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (for Nonmajor Governmental Funds, Nonmajor Special Revenue Governmental Funds, and Nonmajor Debt Service Governmental Fund) are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

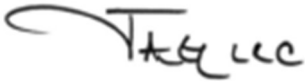
#### **OTHER INFORMATION**

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the information included in the Annual Comprehensive Financial Report but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



**OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2022 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "JAG LLC". The signature is stylized and cursive.

Jaramillo Accounting Group LLC (JAG)  
Albuquerque, New Mexico  
November 30, 2022

# Management's Discussion and Analysis (Unaudited)

**JUNE 30, 2022**

As management of the Chaves County, New Mexico (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2022. The Management's Discussion and Analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the Introductory Section of this report.

## **FINANCIAL HIGHLIGHTS**

- The County's change in net position of governmental activities increased \$7.8 million over the previous year primarily due to an increase of \$3.1 million in gross receipts tax and \$.7 million in property taxes, an increase in state and federal grants of \$9.7 million, offset by a decrease in investment income of \$1.8 million and an increase in expenses of \$4.1 million.
- General revenues from governmental activities accounted for \$36.7 million in revenue, or 67% of all revenues from governmental activities. Program specific revenues in the form of charges for services, grants and contributions, and capital grants and capital contributions accounted for \$17.7 million, or 33% of total governmental activities revenues.
- The County had \$36.6 million in expenses related to governmental activities, an increase of 9.8% from the prior fiscal year.
- The General Fund had \$19.5 million in revenues, which primarily consisted of property tax and intergovernmental revenues. The total expenditures of the General Fund were \$15.9 million. The General Fund's fund balance increased \$13.5 million to \$17.0 million primarily due to increased property taxes and federal grants.
- The County Road Fund had \$2.6 million in revenues, which primarily consisted of gasoline, motor vehicle taxes, and state grants. The total expenditures of the County Road Fund were \$6.5 million. The County Road Fund's fund balance (after transfers and decrease in inventory) decreased \$0.1 million to \$1.4 million at current fiscal year end.
- The Indigent Hospital Claims Fund had \$5.6 million in revenues, which primarily consisted of gross receipts taxes. The total expenditures of the Indigent Hospital Claims Fund were \$4.7 million. The Indigent Hospital Claims Fund's fund balance increased \$0.9 million from prior fiscal year end to \$3.7 million.
- The Other Grants and Contracts Fund had \$9.8 million in revenues, which primarily consisted of state grants and contributions. The total expenditures of the Other Grants and Contracts Fund were \$5.0 million. The fund balance increased \$4.8 million from prior fiscal year end to \$4.9 million, primarily due to an increase in unearned revenue from advanced funding.
- The Detention Construction Fund had \$8.2 million in revenues, which consisted of gross receipts taxes. The total expenditures of the Detention Construction Fund were \$2.1 million. The Detention Construction Fund's fund balance (after transfers) increased \$1.3 million from prior fiscal year to \$8.5 million.
- Other Capital Projects Fund had \$0.1 million in revenues, which consisted of federal grants and contributions. The total expenditures of the Other Capital Projects Fund were \$2.9 million. The Other Capital Projects Fund's fund balance (after transfers) increased \$0.3 million from prior fiscal year to \$0.4 million.

## **OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements outline functions of the County that are principally supported by taxes and intergovernmental revenues. The governmental activities of the County include general government, public safety, public works, culture and recreation, health and welfare, and interest on long-term debt.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Road, Indigent Hospital Claims, Detention Construction, and County Permanent Fund, all of which are the County's major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and schedules.

**Proprietary funds.** The County maintains one type of proprietary fund. The internal service funds an accounting device used to accumulate and allocate costs to the County's various functions. The internal service fund accounts for purchases of bulk supplies and phone services which are then charged to the departments that utilize the supplies and services.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**Notes to the Financial Statements.** The notes provide additional information that is essential to full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Under Section 2.2.2 of the New Mexico Administrative Code (NMAC), governments in New Mexico must include the budgetary comparison statement for the General Fund and major special revenue fund data as a component of the fund financial statements within the basic financial statements. Schedules for the pension and OPEB plans have been provided as required supplementary information.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government’s financial position. In the case of the County, assets and deferred outflows exceeded liabilities and deferred inflows by \$189.2 million at the current fiscal year-end.

The largest portion of Chaves County’s net position reflects its investment in capital assets (e.g., land, construction in progress, infrastructure, fine art, land improvements, buildings and improvements, and vehicles, furniture and equipment, and bridges) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County’s investment in its capital assets is reported net of related outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a significant portion of the County’s net position relates to resources that are subject to external restrictions on how they may be used as well as the resources related to the Permanent Fund.

The following table presents a summary of the County’s net position for the fiscal years ended June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Current and other assets	\$ 118,893,874	\$ 100,116,490
Capital assets, net	<u>116,594,953</u>	<u>114,559,439</u>
<b>Total assets</b>	<b><u>235,488,827</u></b>	<b><u>214,675,929</u></b>
<b>Deferred outflows</b>	<b><u>3,925,679</u></b>	<b><u>10,688,494</u></b>
Current and other liabilities	<b>13,138,312</b>	9,501,979
Long-term liabilities	<u>23,794,657</u>	<u>39,888,695</u>
<b>Total liabilities</b>	<b><u>36,932,969</u></b>	<b><u>49,390,674</u></b>
<b>Deferred inflows</b>	<b><u>13,279,003</u></b>	<b><u>4,610,894</u></b>
Net investment in capital assets	<b>114,715,528</b>	112,582,140
Restricted	<b>86,462,493</b>	75,833,267
Unrestricted (deficit)	<u>(11,975,487)</u>	<u>(17,052,552)</u>
<b>Total net position</b>	<b><u>\$ 189,202,534</u></b>	<b><u>\$ 171,362,855</u></b>

The County’s financial position is the product of several financial transactions including the net result of activities, the acquisition and disposal of capital assets, the depreciation of capital assets, and the payment of debt. The following are significant current year transactions that had an impact on the Statement of Net Position.

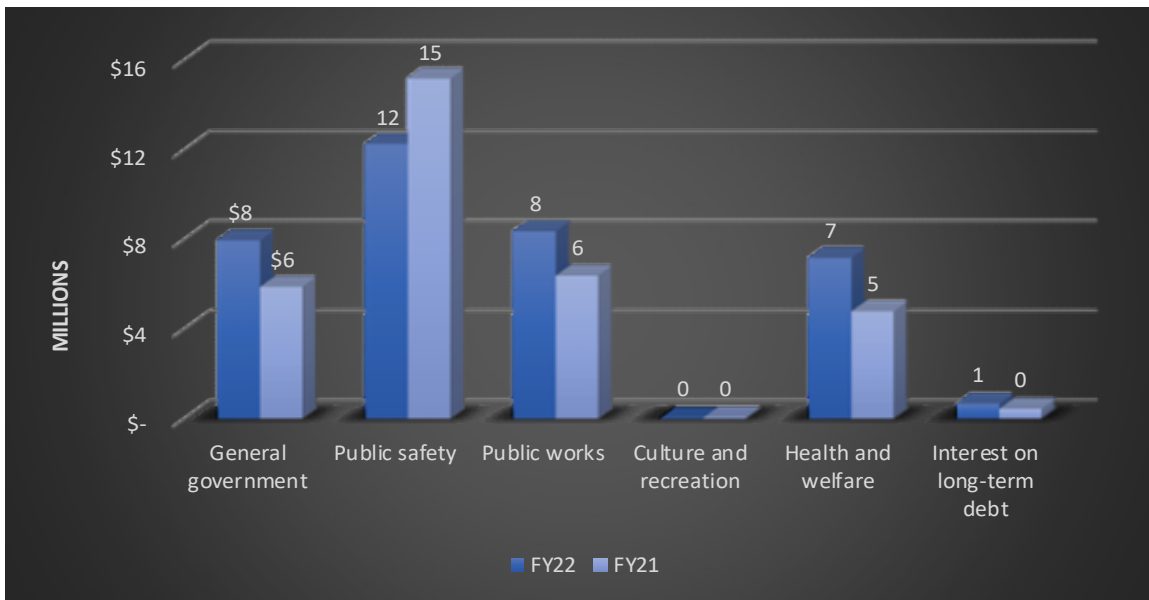
- NMFA loan principal retirement of \$661,762.
- Addition of approximately \$3.6 million in capital assets and current depreciation expense of \$4.2 million.
- A decrease in pension liabilities of \$13.3 million and a decrease in OPEB liabilities \$2.4 million, respectively, offset by a decrease in pension deferred
- Outflows of \$3.9 million.

**Changes in net position.** The County’s total revenues for the current fiscal year were \$54.4 million. The total cost of all programs and services was \$36.6 million.

The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2022 and 2021:

	2022	2021
<b>REVENUES</b>		
Program revenues		
Charges for services	\$ 5,106,125	\$ 2,964,555
Operating grants and contributions	11,779,523	2,679,246
Capital grants and contributions	811,147	3,582,002
General revenues		
Property taxes, levied for general purposes	10,307,147	9,641,969
Property taxes, levied for capital purposes	1,589,295	1,546,548
Gross receipts taxes	20,318,462	16,391,794
Gasoline, motor vehicle, and other taxes	1,754,427	1,637,262
Unrestricted federal aid	4,067,172	3,884,364
Investment income (loss)	(1,294,895)	625,443
<b>Total revenues</b>	<b>54,438,403</b>	<b>42,953,183</b>
<b>EXPENSES</b>		
General government	7,978,489	5,910,361
Public safety	12,288,673	15,204,887
Public works	8,386,895	6,406,462
Culture and recreation	55,641	77,068
Health and welfare	7,198,041	4,811,902
Interest on long-term debt	690,985	465,040
<b>Total expenses</b>	<b>36,598,724</b>	<b>32,875,720</b>
<b>Changes in net position</b>	<b>17,839,679</b>	<b>10,077,463</b>
Net position - beginning of year	171,362,855	161,285,392
<b>Net position - ending of year</b>	<b>\$ 189,202,534</b>	<b>\$ 171,362,855</b>





The following are significant current year transactions that had an impact on the change in net position.

- Capital grants and contributions decreased \$2.8 million due to less COVID-19 funding received.
- Investment income decreased by \$1.9 million due to setbacks in investment experience.
- Public works expenses increased \$2.0 million due to increased construction projects processed in the current year.

**Governmental activities.** The following table presents the cost of the six major county functional activities. The table also shows each function’s net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the state and county’s taxpayers by each of these functions.

	2022		2021	
	Total Expenses	Net (Expense) Revenue	Total Expenses	Net (Expense) Revenue
General government	\$ 7,978,489	\$ (3,738,302)	\$ 5,910,361	\$ (3,115,316)
Public safety	12,288,673	(199,897)	15,204,887	(10,123,074)
Public works	8,386,895	(7,063,914)	6,406,462	(5,642,450)
Culture and recreation	55,641	(55,641)	77,068	(9,578)
Health and welfare	7,198,041	(7,153,190)	4,811,902	(4,294,459)
Interest on long-term debt	690,985	(690,985)	465,040	(465,040)
<b>Total</b>	<b>\$ 36,598,724</b>	<b>\$ (18,901,929)</b>	<b>\$ 32,875,720</b>	<b>\$ (23,649,917)</b>

- The cost of all governmental activities this year was \$36.6 million.
- Net cost of governmental activities of \$16.6 million was financed by general revenues of \$34.5 million, which are made up of primarily property taxes and gross receipts taxes.

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as useful measure of the County's net resources available for spending at the end of the fiscal year. The financial performance of the County as a whole is reflected in its governmental funds. As the County completed the year, its governmental funds reported a combined fund balance of \$105.5 million, an increase of \$14.3 million, or approximately 16%.

The General Fund is the principal operating fund of the County. Fund balance increased from \$13.4 million to \$17.0 million as of the fiscal year end. General Fund revenues increased \$1.3 million primarily as a result of lost revenue reimbursed by American Rescue Plan Act funds. General Fund expenditures increased \$0.2 million.

The Road Fund's fund balance remained relatively stable year over year.

The Indigent Hospital Fund's fund balance had an increase of \$0.9 million to \$3.8 million at fiscal year-end. The increase was primarily due to increased gross receipt taxes.

The Detention Construction Fund's fund balance increased \$1.4 million to \$8.5 million at fiscal year-end primarily due to increased gross receipt taxes

Other Capital Project Fund's fund balance increased \$.3 million to \$.4 million at fiscal year-end primarily due to increased transfers in.

## BUDGETARY HIGHLIGHTS

County budgets reflect the same pattern as seen in the revenue and expenditures of the County. The State of New Mexico budget process is defined under state law and regulation. To enhance the processor developing a budget at the county level, Chaves County utilizes goals and objectives defined by the County Commissioners, community input meetings, long-term plans and input from various staff groups to develop the County budget. County priorities are well defined through this process. A statement reporting the original and final budget amounts compared to the County's actual financial activity for the General Fund is provided in this report as a basic financial statement. The significant variances are summarized as follows.

- The unfavorable variance of \$1.0 in revenues for general government was primarily the result of decreased investment revenue.

There were no significant variances between the General Fund's original and final budgets.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

**Capital Assets.** At year-end, the County had invested \$182.9 million in capital assets, including land, construction in progress, infrastructure, fine art, land improvements, buildings and improvements, vehicles, furniture and equipment, bridges, and right to use assets. This amount represents a net increase prior to depreciation of \$5.8 million. Total depreciation expense for the current fiscal year was \$4.2 million. The following schedule presents capital asset balances for the fiscal years ended June 30, 2022 and 2021:

Governmental Activities	2022	2021
Land	\$ 3,821,441	\$ 3,821,441
Construction in progress	5,191,184	3,827,857
Infrastructure	48,474,011	48,465,652
Fine art	642,181	642,181
Land improvements	1,962,432	1,962,432
Buildings and improvements	67,781,091	65,316,258
Vehicles, furniture and equipment	39,373,287	38,549,744
Bridges	14,782,309	14,496,542
Right-to-use assets	910,774	-
<b>Subtotal</b>	<b>182,938,710</b>	177,082,107
Accumulated depreciation	(66,343,757)	(62,703,487)
<b>Total</b>	<b>\$ 116,594,953</b>	<b>\$ 114,378,620</b>

The County has \$4.4 million in current construction projects in progress at fiscal year-end. The County has elected to record its infrastructure assets using the modified approach, as defined in GASB Statement No. 34. Assets accounted for under the modified approach include 512.87 miles of chip sealed/paved roadways and 896.073 miles of unpaved roadways that the County is responsible for maintaining.

Chaves County utilizes a Pavement Management System. The County's Pavement Management System's purpose is to develop a cost-effective rehabilitation program that preserves the County's road investment and enhances public transportation and safety. Each road segment is evaluated using four different road distress factors which are combined to obtain a Pavement Remaining Service Life (RSL) Factor. This factor is then assigned to each segment of road and expressed in a continuous scale from 0 to 20, which 0 is assigned the least acceptable road condition and 20 is assigned the best. The goal of Chaves County is to maintain and preserve the eligible infrastructure roads at an average RSL Range of 6 to 10, or average to above average to good. The County's most recent assessment indicated that an overall RSL factor of 8.47 was achieved.

Additional information on the County's capital assets can be found in Note 6.

**Debt Administration.** At year-end, the County had \$1.2 million in long-term debt outstanding. The following table presents a summary of the County's outstanding long-term debt for the fiscal years ended June 30, 2022 and 2021:

	2022	2021
Loans payable	\$ 1,158,918	\$ 1,820,680

State statutes currently limit the amount of general obligation debt a County may issue to 4% of its total taxable property for general purposes. The current debt limitation for general purposes for the County is \$52.7 million. The County has no general obligation debt outstanding.

Additional information on the County's long-term debt can be found in Notes 7 through 9.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Many factors were considered by the County's administration during the process of developing the fiscal year 2022-2023 budget. Among them:

- The 2022 average unemployment rate of Chaves County was 5.7% which is a decrease of 2.5% from last year's 8.2%. This is unfavorable than the state's unemployment rate of 4.9% and unfavorable rate compared to the national average rate of 3.6%.
- An increase of federal and local PILT of 2.4%.
- Inflationary trends in the region compare unfavorably to the national indices of 5.8%.

Also considered in the development of the budget is the local economy and inflation of the surrounding area.

Budgeted expenditures in the General Fund decreased 5.89% to \$16.5 million in fiscal year 2022-2023. A decrease in major projects under general fund money contributed to the decrease.

## **CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the resources it receives. If you have questions about this report or need additional information, contact:

Finance Director  
Chaves County  
PO Box 1597  
Roswell, New Mexico 88202-1597

or visit our website at <https://www.chavescounty.gov>

# Basic Financial Statements

## STATEMENT OF NET POSITION

JUNE 30, 2022

	Governmental Activities
<b>ASSETS</b>	
<b>Current assets</b>	
Cash and cash equivalents	\$ 45,545,125
Investments	14,600,859
Receivables	7,452,899
Inventory	391,159
Prepaid items	399,808
<b>Total current assets</b>	<b>68,389,850</b>
<b>Non-current assets</b>	
Cash and cash equivalents - restricted	-
Investments - restricted	50,504,024
Capital assets, nondepreciable	58,128,817
Capital assets, depreciable, net	58,466,136
<b>Total non-current assets</b>	<b>167,098,977</b>
<b>Total assets</b>	<b>235,488,827</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Related to pensions and OPEB	3,925,679
<b>LIABILITIES</b>	
<b>Current liabilities</b>	
Accounts payable	714,710
Accrued payroll	597,674
Compensated absences	556,328
Loans payable, current	662,698
Accrued interest payable	5,484
Lease liability	233,673
Unearned revenue	10,367,745
<b>Total current liabilities</b>	<b>13,138,312</b>
<b>Non-current liabilities</b>	
Compensated absences	-
Loans payable, net, long-term	496,220
Loan premium, net	78,311
Lease liability	403,039
Net pension liability	15,823,449
Net OPEB liability	6,993,638
<b>Total non-current liabilities</b>	<b>23,794,657</b>
<b>Total liabilities</b>	<b>36,932,969</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Related to pensions, OPEB, and leases	13,279,003
<b>NET POSITION</b>	
Net investment in capital assets	114,715,528
Restricted for	
Special purposes	19,574,528
Debt service	7,047,051
Capital outlay	9,840,914
Nonexpendable	50,000,000
Unrestricted (deficit)	(11,975,487)
<b>Total net position</b>	<b>\$ 189,202,534</b>

See Accompanying Notes.



**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	(Expenses) Revenues and Changes in Net Position
<b>Primary Government</b>					
Governmental activities					
General government	\$ 7,978,489	\$ 3,891,547	\$ 170,666	\$ 177,974	\$ (3,738,302)
Public safety	12,288,673	521,160	11,567,616	-	(199,897)
Public works	8,386,895	689,808	-	633,173	(7,063,914)
Culture and recreation	55,641	-	-	-	(55,641)
Health and welfare	7,198,041	3,610	41,241	-	(7,153,190)
Interest on long-term debt	<u>690,985</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(690,985)</u>
<b>Total governmental activities</b>	<b>\$ 36,598,724</b>	<b>\$ 5,106,125</b>	<b>\$ 11,779,523</b>	<b>\$ 811,147</b>	<b>(18,901,929)</b>

<b>General Revenues</b>	
Taxes	
Property taxes, levied for general purposes	10,307,147
Property taxes, levied for capital purposes	1,589,295
Gross receipts tax	20,318,462
Gasoline, motor vehicle, and other taxes	1,754,427
Unrestricted federal aid	4,067,172
Investment income (loss)	<u>(1,294,895)</u>
<b>Total general revenues</b>	<b><u>36,741,608</u></b>
<b>Changes in net position</b>	<b>17,839,679</b>
Net position - beginning of year	<u>171,362,855</u>
<b>Net position - end of year</b>	<b><u>\$ 189,202,534</u></b>

See Accompanying Notes.

**BALANCE SHEET – GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	General	County Road	Indigent Hospital Claims
<b>ASSETS</b>			
Cash and cash equivalents	\$ 16,650,207	\$ 729,592	\$ 801
Cash and cash equivalents - restricted	-	-	-
Investments	-	442,461	2,322,843
Investments - restricted	-	-	-
Receivables	1,846,970	66,182	1,440,391
Inventory	-	376,842	-
Prepaid items	229,686	23,436	548
Interfund advances receivable	510,000	-	-
<b>Total assets</b>	<b>\$ 19,236,863</b>	<b>\$ 1,638,513</b>	<b>\$ 3,764,583</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 239,207	\$ 94,591	\$ 1,771
Accrued payroll	419,360	104,067	5,904
Unearned revenues	-	-	-
Interfund advances payable	-	-	-
<b>Total liabilities</b>	<b>658,567</b>	<b>198,658</b>	<b>7,675</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues from property taxes	467,338	-	-
Unavailable revenues from leases	1,127,347	-	-
<b>Total deferred inflows</b>	<b>1,594,685</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>			
Nonspendable	229,686	400,278	548
Restricted	-	1,039,577	3,756,360
Committed	-	-	-
Unassigned	16,753,925	-	-
<b>Total fund balances</b>	<b>16,983,611</b>	<b>1,439,855</b>	<b>3,756,908</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 19,236,863</b>	<b>\$ 1,638,513</b>	<b>\$ 3,764,583</b>

See Accompanying Notes.

**BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2022**

	Other Grants and Contracts	Detention Construction	Other Capital Projects
<b>ASSETS</b>			
Cash and cash equivalents	\$ 13,225,101	\$ 7,989,501	\$ 477,439
Cash and cash equivalents - restricted	-	-	-
Investments	-	-	-
Investments - restricted	-	504,024	-
Receivables	2,375,332	2,424	150,000
Inventory	-	-	-
Prepaid items	-	106,828	-
Interfund advances receivable	-	-	150,000
<b>Total assets</b>	<b>\$ 15,600,433</b>	<b>\$ 8,602,777</b>	<b>\$ 777,439</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 32,496	\$ 80,973	\$ 166,078
Accrued payroll	-	-	-
Unearned revenues	10,367,745	-	-
Interfund advances payable	275,000	-	225,000
<b>Total liabilities</b>	<b>10,675,241</b>	<b>80,973</b>	<b>391,078</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues from property taxes	-	-	-
Unavailable revenues from leases	-	-	-
<b>Total deferred inflows</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>			
Nonspendable	-	106,828	-
Restricted	4,925,192	8,414,976	386,361
Committed	-	-	-
Unassigned	-	-	-
<b>Total fund balances</b>	<b>4,925,192</b>	<b>8,521,804</b>	<b>386,361</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 15,600,433</b>	<b>\$ 8,602,777</b>	<b>\$ 777,439</b>

See Accompanying Notes.

**BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2022**

	County Permanent	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ 6,449,554	\$ 45,522,195
Cash and cash equivalents - restricted	-	-	-
Investments	-	11,835,555	14,600,859
Investments - restricted	50,000,000	-	50,504,024
Receivables	-	1,571,600	7,452,899
Inventory	-	-	376,842
Prepaid items	-	39,310	399,808
Interfund advances receivable	-	-	660,000
<b>Total assets</b>	<u>\$ 50,000,000</u>	<u>\$ 19,896,019</u>	<u>\$ 119,516,627</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>Current liabilities</b>			
Accounts payable	\$ -	\$ 92,619	\$ 707,735
Accrued payroll	-	68,343	597,674
Unearned revenues	-	-	10,367,745
Interfund advances payable	-	160,000	660,000
<b>Total liabilities</b>	<u>-</u>	<u>320,962</u>	<u>12,333,154</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues from property taxes	-	87,726	555,064
Unavailable revenues from leases	-	-	1,127,347
<b>Total deferred inflows</b>	<u>-</u>	<u>87,726</u>	<u>1,682,411</u>
<b>FUND BALANCES</b>			
Nonspendable	50,000,000	39,310	50,776,650
Restricted	-	17,940,027	36,462,493
Committed	-	1,507,994	1,507,994
Unassigned	-	-	16,753,925
<b>Total fund balances</b>	<u>50,000,000</u>	<u>19,487,331</u>	<u>105,501,062</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 50,000,000</u>	<u>\$ 19,896,019</u>	<u>\$ 119,516,627</u>

See Accompanying Notes.

**RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
JUNE 30, 2022**

Amounts reported for governmental activities in the Statement of Net Position are different because:	
Fund balances - total governmental funds	\$ 105,501,062
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	
Governmental capital assets, net of accumulated depreciation	116,594,953
Deferred inflows and outflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.	
Deferred outflow of resources related to pensions and OPEB	3,925,679
Deferred inflow of resources related to pensions and OPEB	(12,151,656)
Some revenues will not be available to pay for current period expenditures and, therefore, are not reported in the funds.	
Property taxes	555,064
The Internal service fund is used by management to charge the costs of supplies and services to individual departments. The assets and liabilities of the Internal Service Fund are included in the governmental activities in the Statement of Net Position.	
	30,272
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Accrued interest payable	(5,484)
Accrued compensated absences payable	(556,328)
Loan premium payable	(78,311)
Loans payable	(1,158,918)
Lease liability	(636,712)
Net pension liability	(15,823,449)
Net OPEB liability	(6,993,638)
<b>Net position - total governmental activities</b>	<b><u>\$ 189,202,534</u></b>

*See Accompanying Notes.*



**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	General Fund	County Road	Indigent Hospital Claims
<b>REVENUES</b>			
Property taxes	\$ 10,392,823	\$ -	\$ -
Gross receipts tax	1,911,662	300,000	5,628,233
Gasoline, motor vehicle, and other taxes	771,354	983,073	-
State grants and contributions	263,843	633,173	-
Federal grants and contributions	3,973,995	-	-
Charges for services	2,131,247	-	-
Licenses and fees	529,272	-	-
Investment income (loss)	(1,323,106)	-	3,750
Other	814,312	689,808	3,610
<b>Total revenues</b>	<b>19,465,402</b>	<b>2,606,054</b>	<b>5,635,593</b>
<b>EXPENDITURES</b>			
Current			
General government	6,451,831	-	-
Public safety	8,846,382	-	-
Public works	-	5,043,318	-
Culture and recreation	62,824	-	-
Health and welfare	55,379	-	4,710,292
Capital outlay	-	1,136,409	-
Debt service			
Principal	6,391	318,372	-
Interest and fees	495,260	24,088	-
<b>Total expenditures</b>	<b>15,918,067</b>	<b>6,522,187</b>	<b>4,710,292</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>3,547,335</b>	<b>(3,916,133)</b>	<b>925,301</b>
<b>Other financing sources (uses)</b>			
Lease financing	-	336,140	-
Transfers in	-	3,500,000	-
Transfers out	(5,000)	-	-
<b>Total other financing sources (uses)</b>	<b>(5,000)</b>	<b>3,836,140</b>	<b>-</b>
<b>Change in fund balances</b>	<b>3,542,335</b>	<b>(79,993)</b>	<b>925,301</b>
Fund balances, beginning of year	13,441,276	1,500,927	2,831,607
Changes in non-spendable resources			
Increase in inventory	-	18,921	-
<b>Fund balances, end of year</b>	<b>\$ 16,983,611</b>	<b>\$ 1,439,855</b>	<b>\$ 3,756,908</b>

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
(CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2022

	Other Grants and Contracts	Detention Construction	Other Capital Projects
<b>REVENUES</b>			
Property taxes	\$ -	\$ -	\$ -
Gross receipts tax	-	8,206,086	-
Gasoline, motor vehicle, and other taxes	-	-	-
State grants and contributions	7,301,192	-	-
Federal grants and contributions	2,225,291	-	177,974
Charges for services	-	-	-
Licenses and fees	-	-	-
Investment income (loss)	-	6,655	-
Other	292,280	-	-
<b>Total revenues</b>	<b>9,818,763</b>	<b>8,212,741</b>	<b>177,974</b>
<b>EXPENDITURES</b>			
Current			
General government	-	-	177,974
Public safety	582,567	1,566,160	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	2,182,961	-	-
Capital outlay	2,206,470	2,935	2,678,761
Debt service			
Principal	-	547,230	-
Interest and fees	-	56,097	-
<b>Total expenditures</b>	<b>4,971,998</b>	<b>2,172,422</b>	<b>2,856,735</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>4,846,765</b>	<b>6,040,319</b>	<b>(2,678,761)</b>
<b>Other financing sources (uses)</b>			
Lease financing	-	-	-
Transfers in	-	-	2,950,000
Transfers out	-	(4,650,000)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(4,650,000)</b>	<b>2,950,000</b>
<b>Change in fund balances</b>	<b>4,846,765</b>	<b>1,390,319</b>	<b>271,239</b>
Fund balances, beginning of year	78,427	7,131,485	115,122
Changes in non-spendable resources			
Increase in inventory	-	-	-
<b>Fund balances, end of year</b>	<b>\$ 4,925,192</b>	<b>\$ 8,521,804</b>	<b>\$ 386,361</b>

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 2022

	County Permanent	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>			
Property taxes	\$ -	\$ 1,585,616	\$ 11,978,439
Gross receipts tax	-	4,272,481	20,318,462
Gasoline, motor vehicle, and other taxes	-	-	1,754,427
State grants and contributions	-	2,031,527	10,229,735
Federal grants and contributions	-	50,847	6,428,107
Charges for services	-	416,716	2,547,963
Licenses and fees	-	139,866	669,138
Investment income (loss)	-	17,806	(1,294,895)
Other	-	89,014	1,889,024
<b>Total revenues</b>	<b>-</b>	<b>8,603,873</b>	<b>54,520,400</b>
<b>EXPENDITURES</b>			
Current			
General government	-	327,001	6,956,806
Public safety	-	1,241,412	12,236,521
Public works	-	1,116,935	6,160,253
Culture and recreation	-	-	62,824
Health and welfare	-	269,527	7,218,159
Capital outlay	-	164,766	6,189,341
Debt service			
Principal	-	125,635	997,628
Interest and fees	-	196,763	772,208
<b>Total expenditures</b>	<b>-</b>	<b>3,442,039</b>	<b>40,593,740</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>5,161,834</b>	<b>13,926,660</b>
<b>Other financing sources (uses)</b>			
Lease financing	-	-	336,140
Transfers in	-	30,000	6,480,000
Transfers out	-	(1,825,000)	(6,480,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,795,000)</b>	<b>336,140</b>
<b>Change in fund balances</b>	<b>-</b>	<b>3,366,834</b>	<b>14,262,800</b>
Fund balances, beginning of year	50,000,000	16,120,497	91,219,341
Changes in non-spendable resources			
Increase in inventory	-	-	18,921
<b>Fund balances, end of year</b>	<b>\$ 50,000,000</b>	<b>\$ 19,487,331</b>	<b>\$ 105,501,062</b>

See Accompanying Notes.

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

<b>Net change in fund balances - total governmental funds</b>		<b>\$ 14,262,800</b>
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>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 as depreciation expense.</p>		
Expenditures for capital assets	\$ 6,464,676	
Current year depreciation	<u>(4,208,375)</u>	2,256,301
<p>Revenues in the governmental funds that provide current financial resources are not included in the Statement of Activities because they were recognized in a prior period.</p>		
Property taxes		(81,997)
Lease financing		(336,140)
<p>Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</p>		
Principal retirement - loans and leases		997,628
<p>Governmental funds report pension and OPEB contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension and OPEB liability, adjusted for deferred pension and OPEB items, is reported as pension and OPEB expenses in the Statement of Activities.</p>		
County pension contribution	1,616,544	
Pension expense	(1,393,393)	
County OPEB contribution	197,869	
OPEB income	<u>982,437</u>	1,403,457
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Inventory	18,921	
Loss on disposal of capital assets	(220,787)	
Compensated absences payable	(124,549)	
Amortization of debt items	(309,032)	
Accrued interest on long-term debt	<u>2,915</u>	(632,532)
<p>Internal Service Fund is used by management to charge the costs of supplies and services to the individual departments. The change in unrestricted net position of the Internal Service Fund is reported with governmental activities Statement of Activities.</p>		
		<u>(29,838)</u>
<b>Change in net position of governmental activities</b>		<b>\$ <u>17,839,679</u></b>

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ 9,572,944	\$ 9,572,944	\$ 10,409,262	\$ 836,318
Gross receipts taxes	960,000	960,000	1,911,662	951,662
Gasoline, motor vehicle, and other taxes	284,558	284,558	794,424	509,866
State grants and contributions	218,201	218,201	263,843	45,642
Federal grants and contributions	3,458,383	3,458,383	3,973,995	515,612
Charges for services	319,000	2,100,248	2,111,907	11,659
Licenses and fees	333,700	333,700	529,272	195,572
Investment income	1,508,427	1,508,427	(1,359,754)	(2,868,181)
Other	1,850,950	2,001,790	850,960	(1,150,830)
<b>Total revenues</b>	<b>18,506,163</b>	<b>20,438,251</b>	<b>19,485,571</b>	<b>(952,680)</b>
<b>EXPENDITURES</b>				
Current				
General government	7,275,846	7,427,762	6,498,131	929,631
Public safety	11,146,810	11,662,782	8,846,997	2,815,785
Public works	-	-	-	-
Culture and recreation	88,816	88,842	62,824	26,018
Health and welfare	72,157	60,059	55,379	4,680
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	494,451	(494,451)
<b>Total expenditures</b>	<b>18,583,629</b>	<b>19,239,445</b>	<b>15,957,782</b>	<b>3,281,663</b>
<b>Other financing sources</b>				
Transfers in	150,000	150,000	150,000	-
Transfers out	(255,000)	(255,000)	(155,000)	100,000
<b>Total other financing sources</b>	<b>\$ (105,000)</b>	<b>\$ (105,000)</b>	<b>(5,000)</b>	<b>\$ 100,000</b>
<b>Change in fund balance - budgetary basis</b>			<b>3,522,789</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			(20,169)	
Unbudgeted expenditure accruals			39,715	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 3,542,335</b>	

**NOTE:** This statement presents the combined general fund budget of the County's General Operating Fund, County Income Fund, County Personnel Reserve Fund, and Economic Project Development Fund.

See Accompanying Notes.



STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 COUNTY ROAD FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ 348,892	\$ 348,892	\$ -	\$ (348,892)
Gasoline, motor vehicle, and other tax	1,085,000	1,085,000	1,122,089	37,089
Gross receipts taxes	300,000	300,000	300,000	-
State grants and contributions	-	-	633,173	633,173
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	12,473	678,808	689,808	11,000
<b>Total revenues</b>	<b>1,746,365</b>	<b>2,412,700</b>	<b>2,745,070</b>	<b>332,370</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	5,696,662	6,559,220	5,366,857	1,192,363
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	800,269	(800,269)
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>5,696,662</b>	<b>6,559,220</b>	<b>6,167,126</b>	<b>392,094</b>
<b>Other financing sources</b>				
Transfers in	4,000,000	4,000,000	3,500,000	(500,000)
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ 4,000,000</b>	<b>\$ 4,000,000</b>	<b>3,500,000</b>	<b>\$ (500,000)</b>
<b>Change in fund balance - budgetary basis</b>			77,944	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			197,124	
Unbudgeted expenditure accruals			(355,061)	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ (79,993)</b>	

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
INDIGENT HOSPITAL CLAIMS FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other tax	-	-	-	-
Gross receipts taxes	4,408,377	4,408,377	5,265,778	857,401
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	856	856	3,750	2,894
Other	145,522	145,522	3,610	(141,912)
<b>Total revenues</b>	<u>4,554,755</u>	<u>4,554,755</u>	<u>5,273,138</u>	<u>718,383</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	4,872,950	4,872,950	4,710,292	162,658
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>4,872,950</u>	<u>4,872,950</u>	<u>4,710,292</u>	<u>162,658</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			562,846	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			362,455	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 925,301</u>	

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 OTHER GRANTS AND CONTRACTS  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	8,521,619	9,265,219	6,297,209	(2,968,010)
Federal grants and contributions	75,000	165,000	6,317,683	6,152,683
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	599,391	292,280	(307,111)
<b>Total revenues</b>	<b>8,596,619</b>	<b>10,029,610</b>	<b>12,907,172</b>	<b>2,877,562</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	2,071,963	2,536,896	582,567	1,954,329
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	2,239,736	2,182,961	56,775
Capital outlay	6,524,656	7,516,317	2,206,470	5,309,847
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>8,596,619</b>	<b>12,292,949</b>	<b>4,971,998</b>	<b>7,320,951</b>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			7,935,174	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			(3,088,409)	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 4,846,765</b>	

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 DETENTION CONSTRUCTION  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts taxes	5,357,509	5,357,509	8,253,315	2,895,806
State grants and contributions	893,920	893,920	-	(893,920)
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	4,200	4,200	6,655	2,455
Other	-	-	-	-
<b>Total revenues</b>	<u>6,255,629</u>	<u>6,255,629</u>	<u>8,259,970</u>	<u>2,004,341</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	1,621,360	1,671,540	1,566,234	105,306
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	601,865	603,685	603,685	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>2,223,225</u>	<u>2,275,225</u>	<u>2,169,919</u>	<u>105,306</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	(5,500,000)	(5,500,000)	(4,650,000)	850,000
<b>Total other financing sources</b>	<u>\$ (5,500,000)</u>	<u>\$ (5,500,000)</u>	<u>(4,650,000)</u>	<u>\$ 850,000</u>
<b>Change in fund balance - budgetary basis</b>			1,440,051	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			(47,229)	
Unbudgeted expenditure accruals			(2,503)	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 1,390,319</u>	

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 OTHER CAPITAL PROJECTS  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	195,507	195,507	177,974	(17,533)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>195,507</u>	<u>195,507</u>	<u>177,974</u>	<u>(17,533)</u>
<b>EXPENDITURES</b>				
Current				
General government	179,618	179,618	177,974	1,644
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	3,341,095	3,536,095	2,809,818	726,277
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>3,520,713</u>	<u>3,715,713</u>	<u>2,987,792</u>	<u>727,921</u>
<b>Other financing sources</b>				
Transfers in	3,500,000	3,500,000	2,950,000	(550,000)
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ 3,500,000</u>	<u>\$ 3,500,000</u>	<u>2,950,000</u>	<u>\$ (550,000)</u>
<b>Change in fund balance - budgetary basis</b>			140,182	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			<u>131,057</u>	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 271,239</u>	

See Accompanying Notes.



STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 COUNTY PERMANENT  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			-	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ -</u>	

See Accompanying Notes.

STATEMENT OF NET POSITION – PROPRIETARY FUND  
 JUNE 30, 2022

	Governmental Activities: Internal Service Funds
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and cash equivalents	\$ 22,930
Inventory	14,317
<b>Total current assets</b>	<b>37,247</b>
<b>Non-current assets</b>	
Capital assets, net of amortization	55,487
<b>Total assets</b>	<b>92,734</b>
<b>LIABILITIES</b>	
<b>Current Liabilities</b>	
Accounts payable	6,975
Current portion of lease liability	15,267
<b>Total current liabilities</b>	<b>22,242</b>
<b>Non-current liabilities</b>	
Lease liability	46,538
<b>Total liabilities</b>	<b>68,780</b>
<b>NET POSITION</b>	
Net investment in capital assets	(6,318)
Unrestricted	30,272
<b>Total net position</b>	<b>\$ 23,954</b>

See Accompanying Notes.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities: Internal Service Funds
<b>OPERATING REVENUES</b>	
Sales of supplies	\$ 42,309
<b>Total operating revenues</b>	<u>42,309</u>
<b>OPERATING EXPENSES</b>	
Supplies	17,721
Services	17,243
Interest	1,676
Amortization	<u>41,825</u>
<b>Total operating expenses</b>	<u>78,465</u>
<b>Operating income</b>	<u>(36,156)</u>
<b>Changes in net position</b>	(36,156)
Net position, beginning of year	<u>60,110</u>
<b>Net position, end of year</b>	<u>\$ 23,954</u>

See Accompanying Notes.

STATEMENT OF CASH FLOWS – PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities: Internal Service Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	
<b>Cash Flows from Operating Activities</b>	
Cash received from sales of supplies and services	\$ 45,711
Cash payments to suppliers for goods and services	<u>(80,546)</u>
<b>Net cash used in operating activities</b>	<u>(34,835)</u>
<b>Net decrease in cash and cash equivalents</b>	(34,835)
Cash and cash equivalents, beginning of year	<u>57,765</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 22,930</u>
<b>Reconciliation of Operating Loss to Net Cash Provided By (Used In) Operating Activities</b>	
Operating loss	\$ (36,156)
Amortization expense	41,825
Other changes in net position due to GASB 87 implementation	(35,507)
Adjustments to reconcile change in net position to net cash provided by (used in) operating activities:	
Decrease in inventory	3,402
Decrease in accounts payable	<u>(8,399)</u>
<b>Total adjustments</b>	<u>1,321</u>
<b>Net cash used in operating activities</b>	<u>\$ (34,835)</u>

See Accompanying Notes.

STATEMENT OF FIDUCIARY NET POSITION – CUSTODIAL FUNDS  
 JUNE 30, 2022

	Custodial Funds
<b>ASSETS</b>	
Cash in banks	\$ 462,307
Taxes receivable	<u>1,633,685</u>
<b>Total assets</b>	<u><u>\$ 2,095,992</u></u>
<b>LIABILITIES</b>	
Due to other taxing entities	<u>\$ 427,687</u>
<b>Total liabilities</b>	<u>427,687</u>
<b>NET POSITION</b>	
Restricted for other governments	1,633,685
Restricted for CCDC inmates	<u>34,620</u>
<b>Total net position</b>	<u>1,668,305</u>
<b>Total liabilities and net position</b>	<u><u>\$ 2,095,992</u></u>

*See Accompanying Notes.*

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – CUSTODIAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Custodial Funds
<b>ADDITIONS</b>	
Property tax collections for other governments	\$ 24,154,390
Collections for CCDC inmates	<u>30,069</u>
<b>Total additions</b>	<u>24,184,459</u>
<b>DEDUCTIONS</b>	
Property tax distributions to other governments	24,385,491
Payments to CCDC inmates	<u>75,290</u>
<b>Total deductions</b>	<u>24,460,781</u>
<b>Change in net position</b>	(276,322)
Fiduciary net position, beginning of year	<u>1,944,627</u>
<b>Net position, end of year</b>	<u>\$ 1,668,305</u>

*See Accompanying Notes.*



# Notes to Financial Statements

JUNE 30, 2022

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Chaves County (the County) is a political subdivision of the State of New Mexico established under the provisions of Section 4-4-1 of New Mexico Statutes Annotated, 1978 (NMSA) compilation, and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (police, fire, emergency medical, etc.), roads, health and social services, farm and range, recreation, property assessment, tourist promotion, and general administrative services.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The County's significant accounting policies are described below.

### A. Reporting Entity

The County's major operations include public safety, collection of and distribution of property taxes, farm, and range, planning and zoning, certain health and social services, general administration services, and jail operations.

The financial reporting entity consists of a primary government and its component units. The County is a primary government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the County for financial statement presentation purposes, and the County is not included in any other governmental reporting entity. Consequently, the County's financial the financial activity of those organizational entities for which its elected governing body is financially accountable.

### B. Government-Wide and Fund Financial Statements

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

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

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

### C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

**Government-Wide Financial Statements.** The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. In addition, the fiduciary fund financial statements are reported on the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements, however the effect of interfund services provided and used between functions are reported as expenses and program revenues at amounts approximating their exchange value. The County does not allocate indirect expenses to functions in the statement of activities.

**Governmental Fund Financial Statements.** Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. In addition, derived tax revenues, such as gross receipts, gasoline and motor vehicle taxes, are recognized as revenues when the underlying exchange transaction has occurred. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, gross receipts taxes, state shared taxes, charges for services, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Miscellaneous revenue is not susceptible to accrual because generally they are not measurable until received.

Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Unearned revenue also arises when resources are received by the County before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

Property taxes recognized are net of estimated refunds and uncollectible amounts. Delinquent property taxes have been recorded as unavailable revenues. Receivables that will not be collected within the available period have also been reported as unavailable revenues on the governmental fund financial statements.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County reports the following major governmental funds.

**General Fund** – This fund accounts for all financial activities except those required to be accounted for in other funds. It is funded primarily through property, gross receipts and other miscellaneous taxes. The General Fund includes the County’s General Operating Fund, Hospital Aged Accounts Fund, County Income Fund, County Personnel Reserve Fund, and Economic Development Project Fund. These funds are maintained as separate funds for accounting and budgetary purposes but do not meet the criteria for separate reporting in the financial statements.

**County Road Fund** – This special revenue fund accounts for the motor vehicle fees flowing through the State, transfers from other funds, and other miscellaneous sources used to maintain county roads. (4-55A-40 through 43 NMSA 1978)

**Indigent Hospital Claims Fund** – This special revenue fund accounts for monies received from a countywide tax levy. Expenditures are restricted to the payment of approved claims and administrative costs. (Ordinance #18-6-85, 27-5-7 NMSA 1978)

**Detention Construction Fund** – This fund accounts for the construction of a new detention center. (Ordinance #39, 6-21-93)

**Other Grants and Contracts** - To account for revenues and expenditures to assist in meeting the cost of grants and projects. (Resolution 95-41)

**County Permanent Fund** – This fund accounts for monies transferred to the Permanent Fund that was established as a result of Ordinance #54 by the County Commissioners in accordance with Section 6-6-19, NMSA 1978 statutes of the State of New Mexico. The amount that may be deposited in the Permanent Fund is any portion of the unappropriated General Fund surplus that is in excess of 50% of the prior year’s budget of the County. At June 30, 1999, \$50,000,000 in corpus was established in the Permanent Fund; investment earnings on the Permanent fund are recorded in the County Income Fund.

**Other Capital Projects** – To account for capital projects and purchases. (Ordinance #34, 7-1-91). Due to the importance of this fund, management has elected to present this fund as a major fund.

Additionally, the County reports the following fund types:

**Proprietary Fund** – The Proprietary Fund is an Internal Service Fund that accounts for activities related to the County’s purchase of bulk supplies and phone services which are then charged to the departments that utilize the supplies and services.

**Fiduciary Fund** – The Fiduciary Fund is a Custodial Fund which accounts for resources held by the County for others. This fund is used to account for the collection and payment of property taxes and special fees to other governmental agencies.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations.

The Custodial Fund is custodial in nature and uses the economic resources measurement focus and is reported on the accrual basis of accounting.

### D. Cash and Investments

For purposes of the Statement of Cash Flows, the County considers all highly-liquid investments with a maturity of three months or less when purchased to be cash equivalents.

## **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

New Mexico Statutes Annotated (NMSA) authorizes the County to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of New Mexico, counties, cities, school districts, and special districts as specified by statute.

The State of New Mexico local government investment pool is a pool that is not registered with the United States Securities Exchange Commission. NMSA empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. At the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary. The investment in the State of New Mexico local government investment pool approximates the value of the participant's pool share.

A significant portion of the cash and investments of funds of the County is pooled for investment purposes. Equity in pooled cash and investments includes amounts in demand deposit accounts, money market accounts, certificates of deposit, U.S. Treasury securities, and repurchase agreements secured by collateral with a market value greater than 102% of the value of the agreement. The securities are held by a third party in the County's name. Interest earned is allocated to the applicable County funds based on the County's policy of allocating interest to those funds which are required by law or by debt covenants. The remaining interest income is recorded in the General Fund.

Non-participating interest-earning investment contracts are stated at cost. Money market investments and participating interest investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

Certain resources set aside for the repayment of debt are classified as cash and investments – restricted on the statement of net position/balance sheet, because their use is limited by applicable bond and loan covenants. Trust accounts, recorded in the Revenue Bond Reserve Fund and the Detention Construction Fund, are used to segregate resources accumulated for future debt service payments for the County Detention Center Loan and certain loans for certain volunteer fire districts with the New Mexico Finance Authority (NMFA).

### **E. Investment Income**

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments.

### **F. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Interfund balances between governmental funds are eliminated on the Statement of Net Position. All other outstanding balances between funds are reported as "due to/from other funds." All receivables are shown net of allowance for uncollectibles.

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County is responsible for assessing, collecting, and distributing property taxes for its own operational and debt service purposes and for certain outside entities. Taxes are levied on November 1 and are payable in two installments no later than November 10 and April 10. Unpaid property taxes attach as an enforceable lien on property thirty (30) days thereafter. Collections and remittance of property taxes are accounted for in the County Treasurer's Agency Fund. Amounts are recognized as revenue in the applicable governmental fund types under accounting principles generally accepted in the United States. The property taxes receivable for the General Fund and for the Flood Control Fund in the governmental fund financial statements are net of an allowance for uncollectible. Refunds related to the settlement of property tax protests are only recorded when the case is completed.

### G. Inventory

Road inventories consist of materials used in the Road Department's operations and are valued using the average cost method. Other inventories consist of general supplies and are valued using the first-in/first-out (FIFO) method. Inventories are recorded as expenses/expenditures when consumed in the government-wide and fund financial statements.

### H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

### I. Capital Assets

Capital assets include land and improvements; buildings and improvements; plant; vehicles, furniture, and equipment; construction in progress; computer software; fine art; and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items). Information technology equipment, including software, is capitalized and included in furniture, fixtures and equipment in accordance with State Law. The County defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Effective July 1, 2006, State law requires capitalization of assets greater than \$5,000. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in any service concession arrangements are reported at acquisition value rather than fair value. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Additionally, effective July 1, 2021, as required by GASB 87, *Leases*, all right-to-use leased assets have been capitalized. Right-to-use leased assets are included with capital assets. The right-to-use leased assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right-to-use leased assets are amortized on a straight-line basis over the life of the related lease.

Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Unpaved roads are not depreciated since once they are placed in operation, only annual maintenance is required to keep them operational for an indefinite period. Infrastructure assets are not depreciated as the County has elected to use the modified method in accounting for infrastructure assets. The modified method allows governments to report as expenses in lieu of depreciation, infrastructure expenditures that maintain the asset but do not add to nor improve the asset. Additions and improvements to infrastructure assets are capitalized. The County uses an asset management system to rate the condition of infrastructure assets and quantify the results of maintenance efforts. Major outlays for capital assets and improvements are capitalized as projects are constructed.

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Governmental capital assets of the County are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	40
Buildings and improvements	40
Vehicles, furniture and equipment	5-30
Bridges	50

**J. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represent a consumption of net assets that applies to future periods.

Deferred outflows of resources	
Related to net pension liability - Municipal General Plan 4	\$ 1,511,827
Related to net pension liability - Municipal Police Plan 5	713,537
Related to net OPEB liability	<u>1,700,315</u>
<b>Total deferred outflows of resources</b>	<b><u>\$ 3,925,679</u></b>

In addition to liabilities, the statement of net position may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods.

Deferred inflows of resources	
Related to net pension liability - Municipal General Plan 4	\$ 5,815,253
Related to net pension liability - Municipal Police Plan 5	1,619,243
Related to net OPEB liability	4,717,160
Related to leases	<u>1,127,347</u>
<b>Total deferred inflows of resources</b>	<b><u>\$ 13,279,003</u></b>

**K. Pensions**

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

**L. Post-Employment Benefits Other Than Pensions (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA’s fiduciary net position have



## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally, resources from the general fund are used to pay for OPEB liabilities.

### **M. Compensated Absences**

The County's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Employees accrue vacation leave with pay based upon years of service and accrue a maximum of eighty (80) hours of sick leave annually. In the event of termination, an employee is reimbursed for all accrued vacation. The current and long-term liabilities, including related benefits, for accumulated vacation and sick leave are reported on the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignations and retirements. Generally, resources from the General Fund are used to pay for compensated absences.

### **N. Long-Term Obligations**

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Debt premiums and discounts are amortized over the life of the debt using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### **O. Interfund Activity**

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the statement of activities. Interfund transfers in the fund statements are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds.

### **P. Budgets**

Annual budgets of the County are prepared prior to June 1 and must be approved by resolution of the Board of County Commissioners and submitted to the Department of Finance and Administration for State approval. Once the budget has been formally approved, any amendments must also be approved by the County Commissioners and the Department of Finance and Administration, Local Government Division. Amendments may include 1) budget increases, 2) transfers of budget or cash between funds, and 3) budget decreases. A separate budget is prepared for each fund. Line items within each budget may be over-expended; however, the legal level of budgetary control is the fund level. Expenditures may not legally exceed budgeted appropriations at the fund level. The general fund, all special revenue funds, all capital projects funds, all debt service funds, and the permanent fund of the County have legally adopted budgets.

The County budget is prepared on a cash basis and therefore a reconciliation to generally accepted accounting principles (GAAP), which includes revenue and expenditure accruals, is presented with each fund. The budget secures appropriations of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent year.

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Q. Net Position Flow Assumption

In the government-wide and proprietary fund financial statements the County applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted amounts are available.

### R. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

## NOTE 2. FUND BALANCE CLASSIFICATIONS

Fund balances of the governmental funds are reported separately within classifications based on a hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

**Nonspendable.** The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. Nonspendable balances typically include principal on permanent funds, inventories, and prepaid items.

**Restricted.** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

**Committed.** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by County Commissioner Ordinances. Those committed amounts cannot be used for any other purpose unless the County Commissioners remove or change the specified use by taking the same type of action employed to previously commit those amounts (i.e., County Ordinance).

**Assigned.** Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the County Commissioners or a management official delegated that authority by the County Commissioners. The County does not have a formal policy or procedures for the utilization of assigned fund balance and, accordingly, no assigned fund balance amounts are reported.

**Unassigned.** Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had be restricted, committed, or assigned. The County applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

The table below provides detail of the major components of the County's fund balance classifications at year end.

NOTE 2. FUND BALANCE CLASSIFICATIONS (CONTINUED)

	General Fund	County Road Fund	Indigent Hospital Claims Fund	Other Grants and Contracts Fund
<b>Fund Balances</b>				
Nonspendable				
Inventory	\$ -	\$ 376,842	\$ -	\$ -
Prepaid	229,686	23,436	548	-
Permanent	-	-	-	-
Restricted				
Debt Service	-	-	-	-
Capital Projects	-	1,039,577	-	-
State/Federal Projects	-	-	-	4,925,192
Health and welfare svcs	-	-	3,756,360	-
Fire Protection and EMS	-	-	-	-
Law enforcement	-	-	-	-
Environmental services	-	-	-	-
Committed				
Capital projects	-	-	-	-
County assessor	-	-	-	-
County clerk	-	-	-	-
Law enforcement	-	-	-	-
Unassigned	16,753,925	-	-	-
<b>Total fund balances</b>	<b>\$ 16,983,611</b>	<b>\$ 1,439,855</b>	<b>\$ 3,756,908</b>	<b>\$ 4,925,192</b>

	Detention Construction Fund	Other Capital Projects Fund	County Permanent Fund	Nonmajor Governmental Funds	Total
<b>Fund Balances</b>					
Nonspendable					
Inventory	\$ -	\$ -	\$ -	\$ -	\$ 376,842
Prepaid	106,828	-	-	39,310	399,808
Permanent	-	-	50,000,000	-	50,000,000
Restricted					
Debt Service	-	-	-	7,047,051	7,047,051
Capital Projects	8,414,976	386,361	-	-	9,840,914
State/Federal Projects	-	-	-	2,590,676	7,515,868
Health and welfare svcs	-	-	-	3,761	3,760,121
Fire Protection and EMS	-	-	-	7,992,890	7,992,890
Law enforcement	-	-	-	188,586	188,586
Environmental services	-	-	-	117,063	117,063
Committed					
Capital projects	-	-	-	-	-
County assessor	-	-	-	1,249,955	1,249,955
County clerk	-	-	-	258,039	258,039
Law enforcement	-	-	-	-	-
Unassigned	-	-	-	-	16,753,925
<b>Total fund balances</b>	<b>\$ 8,521,804</b>	<b>\$ 386,361</b>	<b>\$ 50,000,000</b>	<b>\$ 19,487,331</b>	<b>\$ 105,501,062</b>

**NOTE 3. CASH AND INVESTMENTS**

At June 30, 2022, the carrying amount of the County’s deposits was \$46,006,682 and the bank balance was \$47,244,512. The difference represents outstanding checks, deposits, and other reconciling items.

**Custodial Credit Risk – Deposits.** Custodial credit risk is the risk that in the event of a bank failure, the County’s deposits may not be returned. The County’s deposit policy for custodial credit risk follows New Mexico law. All deposits with financial institutions must be collateralized in an amount not less than 50% of the uninsured balance. The County’s agreement with its sole depository requires pledged collateral of 102% of the public money in each account. No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). At year end, \$46,994,512 of the County’s bank balance was exposed to custodial credit risk as uninsured and \$46,994,512 was collateralized with securities held by the pledging financial institution’s trust department. Deposits, insurance, and pledged collateral for bank accounts at year end consists of the following:

	Demand Deposit	Repurchase Agreement	Total
Deposits	\$ 12,041,820	\$ 35,202,692	\$ 47,244,512
FDIC coverage	(250,000)	-	(250,000)
<b>Total uninsured public funds</b>	<b>11,791,820</b>	<b>35,202,692</b>	<b>46,994,512</b>
Pledged securities, fair value	18,935,133	36,259,442	55,194,575
50% collateral requirement	5,895,910	-	5,895,910
102% collateral requirement	-	35,906,746	35,906,746
<b>Pledged amount over requirement</b>	<b>\$ 13,039,223</b>	<b>\$ 352,696</b>	<b>\$ 13,391,919</b>
<b>Uninsured and uncollateralized</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Fair Value Measurements.** The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices in active markets for identical assets
- Level 2 inputs are significant other observable inputs
- Level 3 inputs are significant unobservable inputs

All investments in which the fair value hierarchy is applicable are measured at fair value on a recurring basis. All Level 2 investments are bonds valued by a pricing service that uses matrix pricing. A Level 2 input would be a price or yield of a similar bond. At year end, the County’s investments consisted of the following:

Investment Type	Category	Fair Value	Investment Maturity in Years			Total	Credit Risk Concentrations
			Less than 1	1-5	6-10		
Money market - investments	N/A	\$ 73,912	\$ 73,912	\$ -	\$ -	\$ 73,912	0.11%
State investment pool	N/A	284,885	284,885	-	-	284,885	0.44%
Corporate bond	Level 2	17,976,689	1,749,750	16,226,939	-	17,976,689	27.61%
U.S. Treasuries	Level 2	21,295,147	6,667,874	14,627,273	-	21,295,147	32.71%
U.S. Agencies							
Federal National Mortgage Assoc.	Level 2	4,973,870	1,026,088	3,947,782	-	4,973,870	7.64%
Federal Home Loan Mortgage Corp.	Level 2	4,194,482	1,119,273	3,075,209	-	4,194,482	6.44%
Federal Home Loan Bank	Level 2	10,052,184	2,691,312	7,360,872	-	10,052,184	15.44%
Federal Farm Credit Bank	Level 2	5,749,690	1,541,156	4,208,534	-	5,749,690	8.83%
Investments – NMFA Pooled							
Debt Service Account	Level 2	504,024	504,024	-	-	504,024	0.77%
<b>Total</b>		<b>\$ 65,104,883</b>	<b>\$ 15,658,274</b>	<b>\$ 49,446,609</b>	<b>\$ -</b>	<b>\$ 65,104,883</b>	<b>100.00%</b>

### NOTE 3. CASH AND INVESTMENTS (CONTINUED)

GASB Statement No. 40, Deposit and Investment Risk Disclosures, relates to how deposits and investments are reported in the annual financial statements of government entities. These disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk.

The NM State Treasurer's Office (STO) provides the following information regarding the LGIP:

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

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

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

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

According to the Statement, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The STO uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at [www.nmsto.gov](http://www.nmsto.gov). The value of the investment in the LGIP as of June 30, 2022, is the ending balance on the LGIP statements. The County's June 30, 2022 balance is as follows:

New Mexico LGIP AAAM Rated \$284,885; [49] day WAM (R); [89] day WAM (F).

STO's investment portfolio is posted on the State Treasurer's Office website, [www.nmsto.gov](http://www.nmsto.gov), and available for review by participants at any time.

**NOTE 4. RECEIVABLES**

Governmental receivable balances, net of allowance for uncollectible accounts, as of year-end for the County's individual major governmental funds and nonmajor governmental funds in the aggregate were as follows:

	General Fund	County Roads Fund	Indigent Hospital Claims Fund	Other Grants and Contracts	Detention Construction Fund	Other Capital Projects	Nonmajor Governmental Funds	Total
Gross receipts	\$ -	\$ -	\$ 1,440,391	\$ -	\$ 2,424	\$ -	\$ 1,442,896	\$ 2,885,711
Property taxes	580,089	-	-	-	-	-	105,498	685,587
Gasoline and motor vehicle	40,118	64,332	-	-	-	-	-	104,450
Intergovernmental - State	-	-	-	2,375,332	-	-	-	2,375,332
Leases	1,127,347	-	-	-	-	-	-	1,127,347
Accounts	99,416	1,850	-	-	-	150,000	23,206	274,472
<b>Net receivables</b>	<b>\$ 1,846,970</b>	<b>\$ 66,182</b>	<b>\$ 1,440,391</b>	<b>\$ 2,375,332</b>	<b>\$ 2,424</b>	<b>\$ 150,000</b>	<b>\$ 1,571,600</b>	<b>\$ 7,452,899</b>

**NOTE 5. DEFERRED INFLOWS OF RESOURCES – GOVERNMENTAL FUNDS**

Governmental funds report deferred inflows of resources in connection with revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred inflows of resources reported in the governmental funds were as follows:

	General Fund	Nonmajor Governmental Funds	Total
Deferred inflows related to property taxes	\$ 467,338	\$ 87,726	\$ 555,064
Deferred inflows related to leases	1,127,347	-	1,127,347
<b>Total deferred inflows of resources</b>	<b>\$ 1,594,685</b>	<b>\$ 87,726</b>	<b>\$ 1,682,411</b>

**NOTE 6. CAPITAL ASSETS**

A summary of capital asset activity for the current fiscal year follows:

Governmental Activities	Beginning Balance	Additions	Deletions	Transfers/Reclassification	Ending Balance
<b>Capital assets, not being depreciated</b>					
Land	\$ 3,821,441	\$ -	\$ -	\$ -	\$ 3,821,441
Construction in progress	3,827,857	2,670,762	-	(1,307,435)	5,191,184
Infrastructure (paved and unpaved)	48,465,652	196,949	(188,590)	-	48,474,011
Fine art	642,181	-	-	-	642,181
<b>Total capital assets, not being depreciated</b>	<b>56,757,131</b>	<b>2,867,711</b>	<b>(188,590)</b>	<b>(1,307,435)</b>	<b>58,128,817</b>
<b>Capital assets, being depreciated and amortized</b>					
Land improvements	1,962,432	-	-	-	1,962,432
Buildings and improvements	65,316,258	1,890,645	-	574,188	67,781,091
Vehicles, furniture, and equipment	38,731,423	509,779	(601,162)	733,247	39,373,287
Bridges	14,496,542	285,767	-	-	14,782,309
Right-to-use assets	-	910,774	-	-	910,774
<b>Total capital assets being depreciated &amp; amortized</b>	<b>120,506,655</b>	<b>3,596,965</b>	<b>(601,162)</b>	<b>1,307,435</b>	<b>124,809,893</b>

**NOTE 6. CAPITAL ASSETS (CONTINUED)**

Governmental Activities	Beginning Balance	Additions	Deletions	Transfers/ Reclassifi- cation	Ending Balance
<b>Accumulated depreciation and amortization for</b>					
Land improvements	(447,479)	(52,345)	-	-	(499,824)
Buildings and improvements	(27,759,682)	(1,784,909)	-	-	(29,544,591)
Vehicles, furniture, and equipment	(24,547,635)	(1,776,395)	568,965	-	(25,755,065)
Bridges	(9,949,551)	(233,440)	-	-	(10,182,991)
Right-to-use assets	-	(361,286)	-	-	(361,286)
<b>Total accumulated depreciation &amp; amortization</b>	<u>(62,704,347)</u>	<u>(4,208,375)</u>	<u>568,965</u>	<u>-</u>	<u>(66,343,757)</u>
Total capital assets, being depreciated & amortized, net	57,802,308	(611,410)	(32,197)	1,307,435	58,466,136
<b>Governmental activities capital assets, net</b>	<u>\$ 114,559,439</u>	<u>\$ 2,256,301</u>	<u>\$ (220,787)</u>	<u>\$ -</u>	<u>\$ 116,594,953</u>

Governmental capital asset depreciation by function is as follows:

General government	\$ 901,358
Public safety	770,013
Public works	2,537,004
<b>Total</b>	<u>\$ 4,208,375</u>

**Construction Commitments.** The County had construction projects ongoing as of the fiscal year ended June 30, 2022 that are to continue into the following fiscal year. The projects include building construction for the flood department. At June 30, 2022, the County has commitments for construction of \$4,400,000.

**NOTE 7. LOANS PAYABLE**

**NMFA Loans.** The County entered into several debt finance agreements with New Mexico Finance Authority (NMFA) to purchase various equipment and fund construction projects. The associated equipment is used as collateral for each respective loan. The principal and interest payments are recorded in the Detention Construction Fund, a major governmental fund, and the Fire Protection Funds (all nonmajor governmental funds). The NMFA loans are as follows:

Description	Date of Issue	Maturity	Interest Rates	Original Amount of Issue	Balance June 30, 2022
District #8 Fire Equipment	March 2003	May 2023	3.00%	\$ 125,000	\$ 8,187
East Grand Plains Fire Equipment	April 2004	May 2024	3.66%-4.27%	269,708	36,993
Midway Fire Equipment	April 2009	May 2030	3.00%	162,400	76,627
East Grand Plains Fire Equipment	May 2011	May 2022	2.49%-3.86%	126,875	-
County Detention Center Loan	June 2013	June 2023	4.10%-5.10%	4,725,000	570,000
Sierra Substation	July 2013	May 2033	1.00%-3.395%	619,613	380,389
Sierra Fire Truck	July 2014	May 2025	0.76%-2.93%	267,003	86,722
<b>Total</b>				<u>\$ 6,295,599</u>	<u>\$ 1,158,918</u>



NOTE 7. LOANS PAYABLE (CONTINUED)

Year ending June 30,	Principal	Interest	Total
2023	\$ 662,698	\$ 47,436	\$ 710,134
2024	87,042	15,592	102,634
2025	70,054	12,823	82,877
2026	41,643	10,709	52,352
2027	42,974	9,380	52,354
2028-2032	214,316	25,616	239,932
2033-2038	40,191	1,245	41,436
<b>Total</b>	<b>\$ 1,158,918</b>	<b>\$ 122,801</b>	<b>\$ 1,281,719</b>

NOTE 8. LEASES

**Lessee Leases.** The County has entered into long-term agreements to lease various equipment. The lease agreements have been recorded at the present value of the future lease payments as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021. The liability is measured at a discount rate equal to the incremental borrowing rate at the commencement of each lease. The County has also recorded intangible right-to-use lease assets as a result of implementing GASB 87 (see Note 6). The lease assets are initially measured at an amount equal to the initial measurement of the related lease liability.

These leases consist of two major categories of equipment leases. First, there are 27 agreements for printers and copier equipment, with 3 to 6 year terms and a total initial basis of \$148,589, on which the County made monthly payments totalling \$56,741 during fiscal year 2022. Second, there are 14 agreements for wheel loader and motorgrader equipment for the Road Fund, with 5-year terms, and a total initial basis of \$859,497, on which the County made monthly payments totalling \$342,459 during fiscal year 2022.

The present value of the future minimum lease obligations for the right-to-use leased asset as of June 30, 2022, were as follows:

Year ending June 30,	Principal	Interest	Total
2023	\$ 233,673	\$ 19,448	\$ 253,121
2024	161,201	11,092	172,293
2025	121,358	6,250	127,608
2026	89,682	2,611	92,293
2027	28,987	322	29,309
2028-2032	1,811	10	1,821
<b>Total</b>	<b>\$ 636,712</b>	<b>\$ 39,733</b>	<b>\$ 676,445</b>

**Lessor Leases.** The County has entered into 25 long-term agreements to lease certain assets to third parties (primarily leases of office space with 4-6 year terms), which have a total initial basis of \$1,645,445. Under these leases, the vendors paid the County on a monthly basis, totalling \$563,747 during fiscal year 2022. There are no variable payment components for these leases. The lease receivable is measured as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate equal to the incremental borrowing rate at the commencement of each lease. In fiscal year 2022, the County recognized \$526,825 of lease revenue and \$36,648 of interest revenue under the lease.

**NOTE 9. CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the current fiscal year was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
Loans payable	\$ 1,820,680	\$ -	\$ 661,762	\$ 1,158,918	\$ 662,698
Loan premium payable	156,619	-	78,308	78,311	-
<b>Total loans payable</b>	1,977,299	-	740,070	1,237,229	662,698
Net pension liability	29,136,202	-	13,312,753	15,823,449	-
Net OPEB liability	9,387,919	-	2,394,281	6,993,638	-
Compensated absences	680,877	534,927	659,476	556,328	556,328
Lease liability	-	1,008,086	371,374	636,712	233,674
<b>Total</b>	<b>\$ 41,182,297</b>	<b>\$ 1,543,013</b>	<b>\$ 17,477,954</b>	<b>\$ 25,247,356</b>	<b>\$ 1,452,700</b>

**NOTE 10. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**Interfund Transfers** – Interfund transfers were utilized by the County during the fiscal year, as approved in the annual budget, to transfer resources for expenditure purposes. Transfers made were as follows:

Transfers out	Transfers In								Total
	Major Funds							Nonmajor Governmental Funds	
	General	County Road	Indigent Hospital Claims	Other Grants and Contracts	Detention Construction	Other Capital Projects			
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ 5,000	
Other Grants and Contracts	-	1,700,000	-	-	-	2,950,000	-	4,650,000	
Detention Construction Fund	-	-	-	-	-	-	-	-	
Other Capital Projects	-	-	-	-	-	-	-	-	
Nonmajor Governmental Funds	-	1,800,000	-	-	-	-	25,000	1,825,000	
<b>Total</b>	<b>\$ -</b>	<b>\$ 3,500,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,950,000</b>	<b>\$ 30,000</b>	<b>\$ 6,480,000</b>	

Transfers between funds were used to (1) move the excess resources (as permitted by bond covenants and statute) from the Revenue Bond #2 to the Capital Outlay Fund to facilitate various capital projects, (2) move resources from the General Fund to the Road Fund and other funds to facilitate various capital projects, (3) move resources from the Detention Construction Fund to the General Fund to restore fund balances used in the financing of construction project, (4) move resources from the Detention Construction Fund to Indigent Health Care to cover inmates health expenses.

**NOTE 11. CONTINGENT LIABILITIES**

**Compliance** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures/expenses that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

**Lawsuits** – The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County’s counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

## NOTE 12. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. The County belongs to the New Mexico County Insurance Authority (NMCIA), a public entity risk pool currently operating as a common risk management and insurance program for its member counties. The County pays an annual premium to NMCIA for all its general, property, liability, and workers' compensation insurance coverage.

The agreement for formation of the NMCIA provides that NMCIA will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of amounts that range from \$150,000 for property to \$300,000 for other liability claims.

The County carries commercial insurance for all other risks of loss including employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The County has established a self-insured dental program for employees, employees' spouses, and their dependents. Payments are made to BenefitSource for 100% of preventative services, 80% of basic services, and 50% of major services and have a maximum of \$1,000 per enrolled person on a contract year basis. During the year, the County General Fund paid claims in the amount of \$106,701. All claims handling procedures are performed by a third-party claims administrator. Unpaid claims have not been accrued as they are not significant to the financial statements.

## NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

**Plan Description.** Public Employees Retirement Fund is a cost-sharing, multiple employer-defined benefit pension plan. This fund has six divisions of members, including State General, State Police/Adult Correction Officers, Municipal General, Municipal Police/Detention Officers, Municipal Fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division.

Eligibility for membership in the Public Employees Retirement Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), each employee and elected official of every affiliated public employer is required to be a member in the Public Employees Retirement Fund, unless specifically excluded.

**Benefits Provided.** Benefits are generally available at age 65 with five or more years of service or after 25 years of service regardless of age for TIER I members. Provisions also exist for retirement between ages 60 and 65, with varying amounts of service required. Certain police and fire members may retire at any age with 20 or more years of service for Tier I members. Generally, the amount of retirement pension is based on final average salary, which is defined under Tier I as the average of salary for the 36 consecutive months of credited service producing the largest average; credited service; and the pension factor of the applicable coverage plan. Monthly benefits vary depending upon the plan under which the member qualifies, ranging from 2% to 3.5% of the member's final average salary per year of service. The maximum benefit that can be paid to a retiree may not exceed a range of 60% to 90% of the final average salary, depending on the division. Benefits for duty and non-duty death and disability and for post-retirement survivors' annuities are also available.

**NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (CONTINUED)**

**TIER II.** The retirement age and service credit requirements for normal retirement for PERA state and municipal general members hired increased effective July 1, 2013 with the passage of Senate Bill 27 in the 2013 Legislative Session. Under the new requirements (Tier II), general members are eligible to retire at any age if the member has at least eight years of service credit and the sum of the member's age and service credit equals at least 85 or at age 67 with 8 or more years of service credit. General members hired on or before June 30, 2013 (Tier I) remain eligible to retire at any age with 25 or more years of service credit. Under Tier II, police and firefighters in Plans 3, 4 and 5 are eligible to retire at any age with 25 or more years of service credit. State police and adult correctional officers, peace officers and municipal juvenile detention officers will remain in 25-year retirement plans, however, service credit will no longer be enhanced by 20%. All public safety members in Tier II may retire at age 60 with 6 or more years of service credit. Generally, under Tier II pension factors were reduced by .5%, employee Contribution increased 1.5% and effective July 1, 2014 employer contributions were raised .05%. The computation of final average salary increased as the average of salary for 60 consecutive months.

**Contributions.** The contribution requirements of PERA Fund members are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature.

The combined employee and employer contribution rates (listed in the table above) are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. The County's contributions to the Municipal General Plan 4 and Municipal Police Plan 5 pension plans for the year ended June 30, 2022 were \$1,215,803 and \$400,741, respectively.

**NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (CONTINUED)**

See PERA’s comprehensive annual financial report for Contribution provided description.

<b>PERA Contribution Rates and Pension Factors in effect during FY21</b>						
<b>Coverage Plan</b>	<b>Employee Contribution</b>		<b>Employer Contribution Percentage</b>	<b>Pension Factor per year</b>		<b>Pension Maximum as a Percentage of the Final Average</b>
	<b>Annual Salary less than \$20,000</b>	<b>Annual Salary greater than \$20,000</b>		<b>TIER 1</b>	<b>TIER 2</b>	
<b>STATE PLAN</b>						
State Plan 3	7.42%	9.42%	17.74%	3.0%	2.5%	90%
<b>MUNICIPAL PLANS 1 - 4</b>						
Municipal Plan 1 (plan open to new employers)	7.0%	8.5%	7.65%	2.0%	2.0%	90%
Municipal Plan 2 (plan open to new employers)	9.15%	10.65%	9.80%	2.5%	2.0%	90%
Municipal Plan 3 (plan closed to new employers 6/95)	13.15%	14.65%	9.80%	3.0%	2.5%	90%
Municipal Plan 4 (plan closed to new employers 6/00)	15.65%	17.15%	12.30%	3.0%	2.5%	90%
<b>MUNICIPAL POLICE PLANS 1 - 5</b>						
Municipal Police Plan 1	7.0%	8.5%	10.65%	2.0%	2.0%	90%
Municipal Police Plan 2	7.0%	8.5%	15.65%	2.5%	2.0%	90%
Municipal Police Plan 3	7.0%	8.5%	19.15%	2.5%	2.0%	90%
Municipal Police Plan 4	12.35%	13.85%	19.15%	3.0%	2.5%	90%
Municipal Police Plan 5	16.30%	17.80%	19.15%	3.5%	3.0%	90%
<b>MUNICIPAL FIRE PLANS 1 - 5</b>						
Municipal Fire Plan 1	8.0%	9.5%	11.65%	2.0%	2.0%	90%
Municipal Fire Plan 2	8.0%	9.5%	18.15%	2.5%	2.0%	90%
Municipal Fire Plan 3	8.0%	9.5%	21.90%	2.5%	2.0%	90%
Municipal Fire Plan 4	12.80%	14.30%	21.90%	3.0%	2.5%	90%
Municipal Fire Plan 5	16.20%	17.70%	21.90%	3.5%	3.0%	90%
<b>MUNICIPAL DETENTION OFFICER PLAN 1</b>						
Municipal Detention Officer Plan 1	16.65%	18.15%	17.30%	3.0%	3.0%	90%
<b>STATE POLICE AND ADULT CORRECTIONAL OFFICER PLANS, ETC.</b>						
State Police and Adult Correctional Officer Plan 1	7.6%	9.1%	25.5%	3.0%	3.0%	90%
State Plan 3 - Peace Officer	7.42%	8.92%	17.24%	3.0%	3.0%	90%
Juvenile Correctional Officer Plan 2	4.78%	6.28%	26.37%	3.0%	3.0%	90%

**NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (CONTINUED)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At June 30, 2022, the County’s reported a liability of \$11,707,233 from Municipal General Plan 4 and \$4,116,216 from Municipal Police Plan 5 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2021 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2021. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2020. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2021, the County’s proportion was 1.0391% from Municipal General Plan 4 and 0.79593% from Municipal Police Plan 5, which was a decrease of 0.0632% from Municipal General Plan 4 and 0.0011% from Municipal Police Plan 5, from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the County recognized pension expense of \$953,132 from Municipal General Plan 4 and \$440,261 from Municipal Police Plan 5. Total pension expense for both pension plans was \$1,393,393 at June 30, 2022. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Municipal General Plan 4		Municipal Police Plan 5		Total
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference between expected and actual experience	\$ 291,434	\$ 40,082	\$ 311,193	\$ 1,492,074	\$ 2,134,783
Net difference between projected and actual earnings on pension plan investments	741	4,811,000	-	-	4,811,741
Changes of assumptions	3,849	-	1,603	-	5,452
Changes in proportion and differences between contributions and proportionate share of contributions	-	964,171	-	127,169	1,091,340
Contributions subsequent to the measurement date	1,215,803	-	400,741	-	1,616,544
<b>Total</b>	<b>\$ 1,511,827</b>	<b>\$ 5,815,253</b>	<b>\$ 713,537</b>	<b>\$ 1,619,243</b>	<b>\$ 9,659,860</b>

\$1,215,803 from Municipal General Plan 4 and \$400,741 from Municipal Police Plan 5 reported as deferred outflows of resources related to pensions resulting from County’s contributions made after the measurement date of the net pension liability but before the end of the governmental non-employer contributing entity’s reporting period, and will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (CONTINUED)

	Municipal General Plan 4	Municipal Police Plan 5	Total
<u>Year Ending June 30,</u>			
2023	\$ (1,101,065)	\$ (170,699)	\$ (1,271,764)
2024	(1,205,197)	(234,138)	(1,439,335)
2025	(1,239,264)	(293,241)	(1,532,505)
2026	(1,974,057)	(608,485)	(2,582,542)
2027	-	-	-
<b>Total</b>	<b>\$ (5,519,583)</b>	<b>\$ (1,306,563)</b>	<b>\$ (6,826,146)</b>

**Actuarial assumptions.** The total pension liability in the June 30, 2021 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal
Amortization Period	Level Percentage of Pay
Asset Valuation Method	Solved for based on statutory rates
Actuarial assumptions:	
Investment rate of return	7.25% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	3.00%
Projected salary increases	3.25% to 13.50% annual rate
Includes inflation at	2.50%
	2.75 % all other years
Mortality Assumption	The mortality assumptions are based on the RPH-2014 Blue Collar mortality table with female ages set forward one year. Future improvement in mortality rates is assumed using 60% of the MP-2017 projection scale generationally. For non-public safety groups, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups.
Experience study dates	July 1, 2008 to June 30, 2017 (demographic) and July 1, 2013 through June 30, 2017 (economic).

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2020. The total pension liability was rolled-forward from the valuation date to the plan year ended June 30, 2021. These assumptions were adopted by the Board for use in the June 30, 2020 actuarial valuation.

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



**NOTE 13. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (CONTINUED)**

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global equity	35.50%	5.90%
Risk reduction and mitigation	19.50%	1.00%
Credit oriented fixed income	15.00%	4.20%
Real assets to include real estate equity	20.00%	6.00%
Multi-risk allocation	10.00%	6.40%
<b>Total</b>	<b>100.0%</b>	

**Discount rate.** A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2021. This single discount rate was based on a long-term expected rate of return on pension plan investments of 7.25%, compounded annually, net of expense. Based on the stated assumptions and the projection of cash flows, the plan’s fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

The projections of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.

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

Proportionate Share of Net Pension Liability:	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Municipal General Plan 4	\$ 21,000,199	\$ 11,707,233	\$ 3,998,444
Municipal Police Plan 5	<u>7,206,390</u>	<u>4,116,216</u>	<u>1,587,429</u>
<b>Total</b>	<b><u>\$ 28,206,589</u></b>	<b><u>\$ 15,823,449</u></b>	<b><u>\$ 5,585,873</u></b>

**Pension plan fiduciary net position.** Detailed information about the pension plan’s fiduciary net position is available in separately issued PERA’S financial reports.

**NOTE 14. OTHER POST-EMPLOYMENT BENEFITS (OPEB) – STATE RETIREE HEALTHCARE PLAN**

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

**NOTE 14. OTHER POST-EMPLOYMENT BENEFITS (OPEB) – STATE RETIREE HEALTHCARE PLAN (CONTINUED)**

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

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

**Employees covered by benefit terms.** At June 30, 2021, the Fund’s measurement date, the following State of New Mexico employees were covered by the benefit terms:

Plan membership	
Current retirees and surviving spouses	53,092
Inactive and eligible for deferred benefit	11,754
Current active members	<u>92,484</u>
	<u>157,330</u>
Active membership	
State general	18,691
State police and corrections	1,919
Municipal general	20,357
Municipal police	1,573
Municipal FTRE	756
Educational Retirement Board	<u>49,188</u>
	<u>92,484</u>

**Contributions.** Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee’s salary as required by Section 10-7C-15, NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer’s participation in the Fund. Contributions to the Fund from the County were \$197,868 for the year ended June 30, 2022.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** At June 30, 2022, the County reported a liability of \$6,993,638 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The County’s proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2021. At June 30, 2021, the County’s proportion was 0.21255%.

For the year ended June 30, 2022, the County recognized OPEB income of \$983,527. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**NOTE 14. OTHER POST-EMPLOYMENT BENEFITS (OPEB) – STATE RETIREE HEALTHCARE PLAN (CONTINUED)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 102,256	\$ 1,115,340
Net Difference between actual and projected earnings on OPEB plan investments	-	200,467
Changes of assumptions	1,400,191	2,528,448
Change in Proportion	-	872,905
Contributions made after the measurement date	197,868	-
<b>Total</b>	<b>\$ 1,700,315</b>	<b>\$ 4,717,160</b>

Deferred outflows of resources totalling \$197,868 represent County contributions to the Fund made subsequent to the measurement date of the net OPEB liability but before the end of the governmental non-employer contributing entity’s reporting period, and will be recognized as a reduction of net OPEB liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	
2023	\$ (1,226,723)
2024	(847,472)
2025	(536,905)
2026	(224,719)
2027	(378,894)
<b>Total</b>	<b>\$ (3,214,713)</b>

**Actuarial assumptions.** The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions:

Actuarial valuation date	June 30, 2021
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.30% for ERB members; 2.50% for PERA members
Projected payroll increases	3.25% to 13.00%, based on years of service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 years for Medicare medical plan costs
Mortality	ERB members: 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in

accordance with the Ultimate MP scales are projected from the year 2020.

PERA members: Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

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

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

Asset Class	Long-Term Rate of Return
U.S. core fixed income	0.4%
U.S. equity - large cap	6.6%
Non U.S. - emerging markets	9.2%
Non U.S. - developed equities	7.3%
Private equity	10.6%
Credit and structured finance	3.1%
Real estate	3.7%
Absolute return	2.5%
U.S. equity - small/mid cap	6.6%

**Discount Rate.** The discount rate used to measure the Fund’s total OPEB liability is 3.62% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2052. Thus, the 7.00% discount rate was used to calculate the net OPEB liability through 2052. The index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher was used beyond 2052, resulting in a blended discount rate of 3.62%.

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

1% Decrease (2.62%)	Current Discount (3.62%)	1% Increase (4.62%)
\$ 8,787,343	\$ 6,993,638	\$ 5,598,333

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

**NOTE 14. OTHER POST-EMPLOYMENT BENEFITS (OPEB) – STATE RETIREE HEALTHCARE PLAN (CONTINUED)**

		Current Trend			
1% Decrease		Rates		1% Increase	
\$	5,625,138	\$	6,993,638	\$	8,095,692

**OPEB plan fiduciary net position.** Detailed information about the OPEB plan’s fiduciary net position is available in NMRHCA’s audited financial statements for the year ended June 30, 2022.

**NOTE 15. SUBSEQUENT ACCOUNTING STANDARD PRONOUNCEMENTS**

**GASB Statement No. 91, *Conduit Debt Obligations*** was issued. On May 6, 2020, the GASB postponed the required implementation. Revised Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*.** Effective Date: For reporting periods beginning after June 15, 2022. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 96, *Subscription-Based Information Technology Arrangement*.** Effective Date: For reporting periods beginning after June 15, 2022. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 98, *The Annual Comprehensive Financial Report*.** Effective Date: For reporting periods beginning after December 15, 2021. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 99, *Omnibus 2022*.** Effective Date: For reporting periods beginning after June 15, 2022. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASB No. 62*.** Effective Date: For reporting periods beginning after June 15, 2023. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**GASB Statement No. 101, *Compensated Absences*.** Effective Date: For reporting periods beginning after December 15, 2023. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect future financial statements.

**NOTE 16. TAX ABATEMENTS**

**Abatements of Other Governments.** The County is subject to tax abatements granted by the Board of Commissioners and the City of Roswell through the Industrial Revenue Bond Act. This program has the stated purposes of promoting industry and trade other than retail trade in the county and municipalities.

**Industrial Revenue Bonds.** Under the Industrial Revenue Bond Act [3-32 NMSA 1978], the Board of Commissioners or the City Council can vote to induce an industrial revenue bond in order to induce a manufacturing, industrial, or commercial enterprise to locate or expand in that region, by financing a specified project. The County or the City may include in the agreement a stipulation of an amount or a percentage reduction of property taxes, which can be as much as 100%. This reduction or exemption is applicable for the life of the bond issue, not to exceed 30 years from the date the bonds were issued and is a significant benefit for borrowers that would not otherwise qualify for a property tax exemption under other constitutional or statutory provisions. Information relevant to disclosure of those programs for the fiscal year ended June 30, 2022 are presented on the following pages:

NOTE 16. TAX ABATEMENTS (CONTINUED)

Agency Number	5003	5003
Agency Name	Chaves County	Chaves County
Agency Type	County Government	County Government
Tax Abatement Agreement Name	<b>Roswell Solar Series 2015A</b>	<b>Anderson Wind Farm Series 2012</b>
Recipient(s) of tax abatement	Roswell Solar LLC	Anderson Wind Farm
Parent company(ies) of recipient(s) of tax abatement	Roswell Solar LLC	Anderson Wind Farm
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds	Taxable Industrial Revenue Bonds
Specific Tax(es) Being Abated	Property tax	Property tax
Legal authority under which tax abatement agreement was entered into	County Industrial Revenue Bond Act, Sections 4-59-1 to 4-59-16, NMSA 1978	County Industrial Revenue Bond Act, Sections 4-59-1 to 4-59-16, NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Providing electrical energy and PILOT direct funds.	Providing electrical energy and PILOT direct funds.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Taxes are abated to a total reduction of Ad-Valorem Tax.	Taxes are abated to a total reduction of Ad-Valorem Tax.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Net personal and real capital asset costs less depreciation times tax rates	Net personal and real capital asset costs less depreciation times tax rates
Are there provisions for recapturing abated taxes? (Yes or No)	No	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	NA	NA
List each specific commitment made by the recipient of the abatement.	Construction of Solar Panels North East of Roswell. Will provide 70 Mega watts of Power to the Utility electrical Grid.	Construction of wind generators providing electrical power to the local grid.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	The total amount of revenue lost in Property tax is \$814,226	The total amount of revenue lost in Property tax is \$59,449
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment.	NMSA §4-59 County Industrial Revenue Bond Act. To be received annually by December 13 through 2046.	NMSA §4-59 County Industrial Revenue Bond Act. To be received annually by February 1st through 2041.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year.	\$396,000	\$15,000
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year.	N/A	N/A
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes, ENMU, State of New Mexico, Roswell Independent Schl. District	Yes, ENMU, State of New Mexico, Lake Arthur Municipal Schools
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	None Omitted	None Omitted

**NOTE 16. TAX ABATEMENTS (CONTINUED)**

<b>Agency Number</b>	5003	5003
<b>Agency Name</b>	Chaves County	Chaves County
<b>Agency Type</b>	County Government	County Government
<b>Tax Abatement Agreement Name</b>	<b>AC Nutrition Series 2000</b>	<b>San Juan Mesa Wind Series 2005</b>
<b>Recipient(s) of tax abatement</b>	AC Nutrition	San Juan Mesa Wind Farm
<b>Parent company(ies) of recipient(s) of tax abatement</b>	Standard Nutrition	NRG Energy Inc,
<b>Tax abatement program (name and brief description)</b>	Taxable Industrial Revenue Bonds	Taxable Industrial Revenue Bonds
<b>Specific Tax(es) Being Abated</b>	Property tax	Property tax
<b>Legal authority under which tax abatement agreement was entered into</b>	County Industrial Revenue Bond Act, Sections 4-59-1 to 4-59-16, NMSA 1978	County Industrial Revenue Bond Act, Sections 4-59-1 to 4-59-16, NMSA 1978
<b>Criteria that make a recipient eligible to receive a tax abatement</b>	Providing agricultural nutrition	Providing electrical energy and PILOT direct funds.
<b>How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)</b>	Taxes are abated to a total reduction of Ad-Valorem Tax.	Taxes are abated to a total reduction of Ad-Valorem Tax.
<b>How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.</b>	Net personal and real capital asset costs less depreciation times tax rates	Net personal and real capital asset costs less depreciation times tax rates
<b>Are there provisions for recapturing abated taxes? (Yes or No)</b>	No	No
<b>If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.</b>	NA	NA
<b>List each specific commitment made by the recipient of the abatement.</b>	Construction of a more efficient animal nutrition facility servicing the agricultural area.	supporting towers rotors, nacelles equipment for generating and transporting electricity.
<b>Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.</b>	The total amount of revenue lost in Property tax is \$3,178	The total amount of revenue lost in Property tax is \$49,680
<b>For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment.</b>	N/A	NMSA §4-59 County Industrial Revenue Bond Act. To be received annually by December 1st through 2025.
<b>For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year.</b>	\$0	\$25,000
<b>For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year.</b>	N/A	N/A
<b>List each specific commitment made by your agency or any other government, other than the tax abatement.</b>	N/A	N/A
<b>Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.</b>	Yes, ENMU, State of New Mexico, Roswell Independent Schl. District, Soil & Water Conservation	Yes, State of New Mexico, Elida Public Schools
<b>If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.</b>	None Omitted	None Omitted



# CHAVES

COUNTY | NM

## REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)





**INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH  
JUNE 30, 2022**

**Modified Approach for County Streets Infrastructure Capital Assets**

The County has elected to use the “Modified Approach” as defined by GASB Statement No. 34 for infrastructure reporting for its Streets Pavement System. The County excludes unkept and unpaved roads from this approach. Under GASB Statement No. 34, eligible infrastructure capital assets are not required to be depreciated under the following requirements:

- The County manages the eligible infrastructure capital assets using an asset management system with characteristics of (1) an up-to-date inventory; (2) ability to perform condition assessments and summarize the results using a measurement scale; and (3) ability to estimate annual amount to maintain and preserve at the established condition assessment level.
- The County documents that the eligible infrastructure capital assets are being preserved approximately at or above the established and disclosed condition assessment level.

Chaves County maintains 512.87 miles of chip sealed/paved roadways and 896.073 miles of unpaved roadways. The goal of the Chaves County Road Department is to develop and provide a cost-effective pavement maintenance and rehabilitation program that preserves the County’s investment in its road network and enhances public transportation and safety. The chip sealed roadway surface on the County’s paved roads is expected to have a life of approximately 10 years. In order to prevent the chip seal road surface from failing completely, and requiring complete reconstruction, the County attempts to resurface these roads every 7 years. This goal requires the County to resurface approximately 71.3 miles of paved roads each year.

Due to the increasing road maintenance material costs, increasing fuel and labor costs and relatively flat road revenues, Chaves County, in recent years, has not been able to meet these goals. Chaves County was able to complete 60 miles in the current fiscal year. Next year’s goal will be to pave 75 miles, costing \$1,500,000 (with the LGRF Funding portion covering \$1,125,000), leaving Chaves County with a remaining balance of \$375,000.

The County is continuously taking actions to increase the life of its paved roads with short-term maintenance such as pothole patching, culvert and cattle guard repairs and replacement. This includes drainage and grading of the unpaved roads including ditches and turnouts. In addition, in fiscal year 2012/2013, the County implemented the NMDOT pavement evaluation process to better monitor and maintain the pavement life.

Chaves County utilizes a Pavement Management System. The County’s Pavement Management System’s purpose is to develop a cost-effective rehabilitation program that preserves the County’s road investment and enhances public transportation and safety. Each road segment is evaluated using 5 different road distress factors: Fatigue (Distress, Raveling & Weathering), Cracking (Longitudinal and Transverse), Edge Cracking and Patching. All of these factors are rated and combined to obtain a Pavement RSL (Remaining Service Life) Factor. This factor is then assigned to each segment of road and expressed in a continuous scale from 0 to 20, which 0 is assigned the least acceptable road condition and 20 is assigned the best.

The following conditions were defined:

<u>Condition</u>	<u>RSL Range</u>
Excellent – Very Good	20 -10
Good – Average	10 – 8
Average	8 – 6
Below Average – Poor	6 – 4
Very Poor – Needs Immediate Work	4 – 0

**INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH (CONTINUED)**  
**JUNE 30, 2022**

The most recent assessment of all eligible roads was completed in November 2019 by the Chaves County Road Department. The goal of Chaves County is to maintain and preserve the eligible infrastructure roads at an average RSL Range of 6 to 10, or average to above average to good. The following table summarizes the results of these assessments:

Condition	RSL Range	2020-2021	2018-2019
		% of Road	% of Road
Excellent - Very Good	20 - 10	0.00%	3.92%
Good - Above Average	10 - 8	42.55%	73.89%
Average	8 - 6	15.36%	16.28%
Below Average - Poor	6 - 4	19.10%	4.42%
Very poor - Needs immediate work	4 - 0	22.39%	1.49%
Average RSL Rating		8.47%	9.78%

The County performs the complete condition assessment on a three-year cycle. Accordingly, the County’s third condition assessment will be performed during fiscal year ended June 30, 2022.

Due to COVID-19 Restrictions over the last couple of years during the pandemic, Chaves County has NOT been able to complete the road assessments for the past 3-year period. Now that personnel restrictions have been lifted, the assessments will be completed before June 30, 2023.

The County is continuously taking action to stop road deterioration through short-term maintenance activities such as pothole and blade patching. In order to prevent the chip seal road surface from failing completely and requiring complete reconstruction, the County attempts to resurface roads every 7 years. This goal requires resurfacing approximately 69 miles of paved roads each year. Due to the increasing road maintenance costs, increasing fuel and labor costs and relatively flat road revenues, Chaves County in recent years has not been able to meet these goals. The remaining miles that are not resurfaced are forwarded into next year’s schedule and reevaluated to determine the roads that need treatment the most.

In fiscal year 2021, three (3) County roads (.507 miles) were vacated and removed from inventory for a total of 101.633 miles. Eighteen (18) unpaved County roads (5.57 miles) were chip sealed utilizing County funds and added to the paved/chip sealed list for a total of 512.87 miles. To date, 54.43 miles have been chip sealed utilizing the Local Government Road Fund Program funding. The County has not reached its re-surfacing goal of 75 miles with only 57.43 miles resurfaced to date through June 30, 2022.

**INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH (CONTINUED)**  
**JUNE 30, 2022**

A schedule of estimated annual amounts calculated to maintain and preserve our roads at the current level compared to actual expenditures for road maintenance for the last seven years is presented below:

Fiscal Year	Estimated Miles	Actual Miles	Estimated Expenditures	Actual Expenditures
2014/2015	64.00	40.29	\$ 1,084,833	\$ 934,629
2015/2016	88.00	80.52	1,547,070	1,727,689
2016/2017	101.50	35.19	1,427,312	679,225
2017/2018	65.48	4.49	1,235,501	85,000
2018/2019	75.00	61.09	1,432,986	1,037,865
2019/2020	60.00	95.16	1,080,960	1,632,634
2020/2021	108.00	19.16	1,620,924	299,244
2021/2022	75.00	54.43	1,125,000	609,226
2022/2023	75.00	N/A	1,500,000	N/A

**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – PUBLIC EMPLOYEES  
RETIREMENT ASSOCIATION (PERA) PENSION PLAN  
Last 10 Fiscal Years\* (Unaudited)**

	Fiscal Year Measurement Date	2022 2021	2021 2020	2020 2019	2019 2018
<b>Municipal General Plan</b>					
County's proportion of the net pension liability		<b>1.0391%</b>	1.1023%	1.1240%	1.1502%
County's proportionate share of the net pension liability	\$	<b>11,707,233</b>	\$ 22,291,011	\$ 19,457,558	\$ 18,338,445
County's covered payroll	\$	<b>7,851,598</b>	\$ 8,148,192	\$ 8,600,131	\$ 7,831,635
County's proportionate share of the net pension liability as a percentage of its covered payroll		<b>149.11%</b>	273.57%	226.25%	234.16%
<b>Municipal Police Plan</b>					
County's proportion of the net pension liability		<b>0.79593%</b>	0.79700%	0.83450%	0.83590%
County's proportionate share of the net pension liability	\$	<b>4,116,216</b>	\$ 6,845,191	\$ 6,164,193	\$ 5,703,381
County's covered payroll	\$	<b>1,909,825</b>	\$ 1,997,711	\$ 1,958,365	\$ 1,792,067
County's proportionate share of the net pension liability as a percentage of its covered payroll		<b>215.53%</b>	342.65%	314.76%	318.26%
<b>County Total</b>					
County's proportionate share of the net pension liability	\$	<b>15,823,449</b>	\$ 29,136,202	\$ 25,621,751	\$ 24,041,826
County's covered payroll	\$	<b>9,761,423</b>	\$ 10,145,903	\$ 10,558,496	\$ 9,623,702
County's proportionate share of the net pension liability as a percentage of its covered payroll		<b>162.10%</b>	287.17%	242.66%	249.82%
Plan fiduciary net position as a percentage of total pension liability		<b>77.25%</b>	66.36%	70.52%	71.13%

\*Governmental Accounting Standards Board Statement 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for County's is not available prior to fiscal year 2015, the year the statement's requirements became effective.

**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PENSION PLAN (CONTINUED)**  
**Last 10 Fiscal Years\* (Unaudited)**

	Fiscal Year Measurement Date	2018 2017	2017 2016	2016 2015	2015 2014
<b>Municipal General Plan</b>					
County's proportion of the net pension liability		1.1260%	1.1520%	1.1300%	1.0899%
County's proportionate share of the net pension liability	\$ 15,472,192	\$ 18,405,083	\$ 11,347,999	\$ 8,502,390	
County's covered payroll	\$ 8,135,052	\$ 7,830,984	\$ 7,319,075	\$ 6,948,721	
County's proportionate share of the net pension liability as a percentage of its covered payroll		190.19%	235.03%	155.05%	122.36%
<b>Municipal Police Plan</b>					
County's proportion of the net pension liability		0.90380%	0.90530%	0.87740%	0.77530%
County's proportionate share of the net pension liability	\$ 5,021,202	\$ 6,679,573	\$ 4,219,031	\$ 2,527,394	
County's covered payroll	\$ 1,932,311	\$ 1,805,938	\$ 1,720,334	\$ 1,493,108	
County's proportionate share of the net pension liability as a percentage of its covered payroll		259.85%	369.87%	245.24%	169.27%
<b>County Total</b>					
County's proportionate share of the net pension liability	\$ 20,493,394	\$ 25,084,656	\$ 15,567,030	\$ 11,029,784	
County's covered payroll	\$ 10,067,363	\$ 9,636,922	\$ 9,039,409	\$ 8,441,829	
County's proportionate share of the net pension liability as a percentage of its covered payroll		203.56%	260.30%	172.21%	130.66%
Plan fiduciary net position as a percentage of total pension liability		69.18%	61.58%	76.99%	81.29%

\*Governmental Accounting Standards Board Statement 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for County's is not available prior to fiscal year 2015, the year the statement's requirements became effective.

SCHEDULE OF THE COUNTY'S PENSION CONTRIBUTIONS – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION  
(PERA) PENSION PLAN  
Last 10 Fiscal Years\* (Unaudited)

	June 30,			
	2022	2021	2020	2019
<b>Municipal General Plan</b>				
Statutory required	\$ 1,215,803	\$ 1,257,356	\$ 1,312,030	\$ 1,221,007
Contributions in relation to Statutorily required	\$ 1,215,803	\$ 1,257,356	\$ 1,312,030	\$ 1,221,007
Annual Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
<b>Municipal Police Plan</b>				
Statutory required	\$ 400,741	\$ 414,450	\$ 432,471	\$ 402,468
Contributions in relation to Statutorily required	\$ 400,741	\$ 414,450	\$ 432,471	\$ 402,468
Annual Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
<b>County Total</b>				
Statutory required	\$ 1,616,544	\$ 1,671,806	\$ 1,744,501	\$ 1,623,475
Contributions in relation to Statutorily required	\$ 1,616,544	\$ 1,671,806	\$ 1,744,501	\$ 1,623,475
Annual Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -

\*Governmental Accounting Standards Board Statement 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for County's is not available prior to fiscal year 2015, the year the statement's requirements became effective.

**SCHEDULE OF THE COUNTY'S PENSION CONTRIBUTIONS – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PENSION PLAN (CONTINUED)**  
**Last 10 Fiscal Years\* (Unaudited)**

	June 30,			
	2018	2017	2016	2015
<b>Municipal General Plan</b>				
Statutory required	\$ 1,195,678	\$ 980,274	\$ 943,634	\$ 881,948
Contributions in relation to Statutorily required	\$ 1,195,678	\$ 980,274	\$ 943,634	\$ 881,948
<b>Annual Contribution deficiency (excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Municipal Police Plan</b>				
Statutory required	\$ 394,341	\$ 365,207	\$ 341,220	\$ 325,143
Contributions in relation to Statutorily required	\$ 394,341	\$ 365,207	\$ 341,220	\$ 325,143
<b>Annual Contribution deficiency (excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>County Total</b>				
Statutory required	\$ 1,590,019	\$ 1,345,481	\$ 1,284,854	\$ 1,207,091
Contributions in relation to Statutorily required	\$ 1,590,019	\$ 1,345,481	\$ 1,284,854	\$ 1,207,091
<b>Annual Contribution deficiency (excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

\*Governmental Accounting Standards Board Statement 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for County's is not available prior to fiscal year 2015, the year the statement's requirements became effective.



**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY – NM RETIREE HEALTH CARE AUTHORITY (RHCA) PLAN**  
**Last 10 Fiscal Years\* (Unaudited)**

	Fiscal Year Measurement Date	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017
Proportion of the net OPEB liability		<b>0.21255%</b>	0.22358%	0.23125%	0.23535%	0.23899%
Proportionate share of the net OPEB liability		<b>\$ 6,993,638</b>	\$ 9,387,919	\$ 7,498,024	\$ 10,233,853	\$ 10,830,245
Covered payroll		<b>\$ 9,807,575</b>	\$ 9,609,729	\$ 10,097,967	\$ 9,955,481	\$ 10,165,372
Proportionate share of the net OPEB liability as a percentage of covered payroll		<b>71.31%</b>	97.69%	77.70%	102.80%	106.54%
Plan fiduciary net position as a percentage of the total OPEB liability		<b>25.39%</b>	16.50%	18.92%	13.14%	11.34%

\*This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the County will present information for available years.

**SCHEDULE OF THE COUNTY'S OPEB CONTRIBUTIONS – NM RETIREE HEALTH CARE AUTHORITY (RHCA) PLAN  
Last 10 Fiscal Years\* (Unaudited)**

	June 30,				
	2022	2021	2020	2019	2018
Contractually required contribution	\$ 197,868	\$ 206,367	\$ 204,694	\$ 367,774	\$ 758,905
Contributions in relation to the contractually required contribution	<u>\$ 197,868</u>	<u>\$ 206,367</u>	<u>\$ 204,694</u>	<u>\$ 363,283</u>	<u>\$ 380,886</u>
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,491</u>	<u>\$ 378,019</u>
Covered payroll	\$ 9,893,400	\$ 9,850,597	\$ 9,649,897	\$ 10,097,967	\$ 9,955,481
Contributions as a percentage of covered payroll	2.00%	2.09%	2.12%	3.60%	3.83%

\*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available. The first year available is fiscal year 2018.

# Notes to Required Supplementary Information

JUNE 30, 2022

## PERA PLAN

**Changes of benefit terms.** The PERA and COLA retirement eligibility benefits changes in recent years are described in Note 1 of PERA's ACFR. <https://www.saonm.org>

**Changes of benefit assumptions.** The Public Employment Retirement Association of New Mexico Annual Actuarial Valuations as of the June 2021 report is available at <http://www.nmpera.org>.

## RHCA PLAN

In the June 30, 2020 actuarial valuation rolled forward to the measurement date of June 30, 2021, changes in assumptions and differences between expected and actual experience include adjustments resulting from a decrease in the discount rate from 4.16% to 2.86%, changes in medical carrier election assumptions based on recent enrollment, and updated Medicare Advantage trends to reflect 2021 and 2022 premiums.





# CHAVES

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## SUPPLEMENTARY INFORMATION



**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
GENERAL FUND COMPONENT BUDGETS - GENERAL OPERATING FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ 9,572,944	\$ 9,572,944	\$ 10,409,262	\$ 836,318
Gasoline and motor vehicle taxes	284,557	284,557	794,424	509,867
Gross receipts taxes	960,000	960,000	1,911,662	951,662
State grants and contributions	218,201	218,201	263,843	45,642
Federal grants and contributions	3,458,383	3,458,383	3,973,995	515,612
Charges for services	319,000	2,100,248	2,111,907	11,659
Licenses and fees	333,700	333,700	529,272	195,572
Investment income	-	-	-	-
Other	546,000	696,840	850,960	154,120
<b>Total revenues</b>	<b>15,692,785</b>	<b>17,624,873</b>	<b>20,845,325</b>	<b>3,220,452</b>
<b>EXPENDITURES</b>				
Current				
General government	7,125,846	7,265,262	6,335,631	929,631
Public safety	11,146,810	11,662,782	8,846,997	2,815,785
Public works	-	-	-	-
Culture and recreation	88,816	88,842	62,824	26,018
Health and welfare	72,157	60,059	55,379	4,680
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>18,433,629</b>	<b>19,076,945</b>	<b>15,300,831</b>	<b>3,776,114</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(255,000)	(255,000)	(155,000)	100,000
<b>Total other financing sources (uses)</b>	<b>\$ (255,000)</b>	<b>\$ (255,000)</b>	<b>(155,000)</b>	<b>\$ 100,000</b>
<b>Change in fund balance - budgetary basis</b>			5,389,494	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			(20,169)	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 5,369,325</b>	

See Accompanying Notes.

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
GENERAL FUND COMPONENT BUDGETS - COUNTY INCOME FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	1,505,000	1,505,000	(1,375,136)	(2,880,136)
Other	1,304,950	1,304,950	-	(1,304,950)
<b>Total revenues</b>	<b>2,809,950</b>	<b>2,809,950</b>	<b>(1,375,136)</b>	<b>(4,185,086)</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest and fees	294,500	494,432	494,451	(19)
<b>Total expenditures</b>	<b>294,500</b>	<b>494,432</b>	<b>494,451</b>	<b>(19)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			<b>(1,869,587)</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ (1,869,587)</b>	

See Accompanying Notes.

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
GENERAL FUND COMPONENT BUDGETS - COUNTY PERSONNEL RESERVE FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	3,427	3,427	15,382	11,955
Other	-	-	-	-
<b>Total revenues</b>	<u>3,427</u>	<u>3,427</u>	<u>15,382</u>	<u>11,955</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			15,382	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 15,382</u>	

See Accompanying Notes.

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
 GENERAL FUND COMPONENT BUDGETS - ECONOMIC PROJECT DEVELOPMENT FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current				
General government	150,000	162,500	162,500	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>150,000</u>	<u>162,500</u>	<u>162,500</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	150,000	150,000	150,000	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>150,000</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			(12,500)	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ (12,500)</u>	

See Accompanying Notes.



COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2022

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 692,894	\$ 5,756,660	\$ 6,449,554
Cash and cash equivalents - restricted	-	-	-
Investments	11,835,555	-	11,835,555
Investments - restricted	-	-	-
Receivables	131,209	1,440,391	1,571,600
Inventory	-	-	-
Prepaid items	39,310	-	39,310
Interfund advances receivable	-	-	-
<b>Total assets</b>	<b>\$ 12,698,968</b>	<b>\$ 1,440,391</b>	<b>\$ 19,896,019</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 92,619	\$ -	\$ 92,619
Accrued payroll	68,343	-	68,343
Unearned revenues	-	-	-
Interfund advances payable	10,000	150,000	160,000
<b>Total liabilities</b>	<b>170,962</b>	<b>150,000</b>	<b>320,962</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues	87,726	-	87,726
<b>FUND BALANCES</b>			
Nonspendable	39,310	-	39,310
Restricted	10,892,976	7,047,051	17,940,027
Committed	1,507,994	-	1,507,994
Unassigned	-	-	-
<b>Total fund balances</b>	<b>12,440,280</b>	<b>7,047,051</b>	<b>19,487,331</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 12,698,968</b>	<b>\$ 7,197,051</b>	<b>\$ 19,896,019</b>

See Accompanying Notes.

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
<b>REVENUES</b>			
Property taxes	\$ 1,585,616	\$ -	\$ 1,585,616
Gasoline, motor vehicle, and other taxes	-	-	-
Gross receipts tax	843,007	3,429,474	4,272,481
State grants and contributions	2,031,527	-	2,031,527
Federal grants and contributions	50,847	-	50,847
Charges for services	416,716	-	416,716
Licenses and fees	139,866	-	139,866
Investment income	5,056	12,750	17,806
Other	89,014	-	89,014
<b>Total revenues</b>	<b>5,161,649</b>	<b>3,442,224</b>	<b>8,603,873</b>
<b>EXPENDITURES</b>			
Current			
General government	327,001	-	327,001
Public safety	1,241,412	-	1,241,412
Public works	1,116,935	-	1,116,935
Culture and recreation	-	-	-
Health and welfare	269,527	-	269,527
Capital outlay	164,766	-	164,766
Debt service			
Principal	125,635	-	125,635
Interest and fees	22,170	174,593	196,763
<b>Total expenditures</b>	<b>3,267,446</b>	<b>174,593</b>	<b>3,442,039</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,894,203</b>	<b>3,267,631</b>	<b>5,161,834</b>
<b>Other financing sources (uses)</b>			
Transfers in	30,000	-	30,000
Transfers out	(25,000)	(1,800,000)	(1,825,000)
<b>Total other financing sources (uses)</b>	<b>5,000</b>	<b>(1,800,000)</b>	<b>(1,795,000)</b>
<b>Change in fund balances</b>	<b>1,899,203</b>	<b>1,467,631</b>	<b>3,366,834</b>
Fund balances, beginning of year	10,541,077	5,579,420	16,120,497
<b>Fund balances, end of year</b>	<b>\$ 12,440,280</b>	<b>\$ 7,047,051</b>	<b>\$ 19,487,331</b>

See Accompanying Notes.

# Non-major Special Revenue Funds Descriptions

JUNE 30, 2022

The following special revenue funds are maintained by the County:

**Fire Protection.** To account for the operations and maintenance of the County's fire districts of Dunken, East Grand Plains, Peñasco, Midway, Berrendo, Sierra, Rio Felix, and Chaves County Fire District #8. Financing is provided by allotments from the State of New Mexico and other miscellaneous sources. (Ordinance #41, 11-24-93)

**Farm and Range.** To account for the Farm and Range Improvement Act which directs the county commissioners to expend funds that are derived from the state's share of the 1934 Taylor Grazing Act public lands grazing district fees paid to the Bureau of Land Management. The funds may be used for the purposes of soil and water conservation, control of rodents and predatory animals, extermination of poisonous noxious weeds, and construction and maintenance of secondary roads within the County. (6-11-6 NMSA 1978)

**Recreation.** To account for the operation, maintenance, and construction of County owned recreational facilities. Financing is provided by cigarette tax and other miscellaneous sources. (7-12-15 NMSA 1978)

**Fire and Ambulance Excise Tax.** To account for one-eighth of one cent gross receipts tax for the purpose of assisting the County's safety programs. (7-20E-15 NMSA 1978)

**Law Enforcement Grant.** To account for a state grant restricted to training and equipment purchases for use in law enforcement. (29-13-1 NMSA 1978)

**DWI Grant.** To account for revenues and expenditures from DWI grants in accordance with guidelines for DFA quarterly reporting. (Resolution 96-42)

**Correction.** To account for the County's portion of the penalty assessment attachment to each traffic violation handled through the Magistrate Court. Expenditures are restricted to the law enforcement area. (33-3-25 NMSA 1978)

**Environmental.** To account for funds generated by the Environmental Gross Receipts Tax. (Ordinance #33, 3-38-91, 7-20E-17 NMSA 1978)

**Flood Control.** To account for flood control activities. Financing is provided by property taxes. (1948 Resolution)

**Clerk Recording and Filing.** To account for funds received from charges for County services. Funds are used to solely by the County Clerk. (Resolution 95-41)

**Property Valuation.** To account for the administrative fee of reappraisal of property for the purpose of assessing taxes. (7-38-38.1 NMSA 1978)

**Other Special Revenue.** To account for revenues and expenditures to assist in in certain public safety activities. (Resolution R-92-35)

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2022

	Fire Protection	Farm and Range	Recreation	Fire and Ambulance Excise Tax
<b>ASSETS</b>				
Cash and cash equivalents	\$ 43,907	\$ 600	\$ 3,161	\$ -
Cash and cash equivalents - restricted	-	-	-	-
Investments	4,119,845	-	-	3,868,773
Investments - restricted	-	-	-	-
Receivables	6,206	-	-	1,670
Inventory	-	-	-	-
Prepaid items	31,568	-	-	-
Interfund advances receivable	-	-	-	-
<b>Total assets</b>	<u>\$ 4,201,526</u>	<u>\$ 600</u>	<u>\$ 3,161</u>	<u>\$ 3,870,443</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 46,692	\$ -	\$ -	\$ -
Accrued payroll	819	-	-	-
Unearned revenues	-	-	-	-
Interfund advances payable	-	-	-	-
<b>Total liabilities</b>	<u>47,511</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	-	-	-	-
<b>FUND BALANCES</b>				
Nonspendable	31,568	-	-	-
Restricted	4,122,447	600	3,161	3,870,443
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<u>4,154,015</u>	<u>600</u>	<u>3,161</u>	<u>3,870,443</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 4,201,526</u>	<u>\$ 600</u>	<u>\$ 3,161</u>	<u>\$ 3,870,443</u>

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2022

	Law Enforcement			
	Grant	DWI Grant	Correction	Environmental
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 18,575	\$ 190,961	\$ 132,278
Cash and cash equivalents - restricted	-	-	-	-
Investments	-	-	-	-
Investments - restricted	-	-	-	-
Receivables	-	17,000	-	835
Inventory	-	-	-	-
Prepaid items	-	412	-	186
Interfund advances receivable	-	-	-	-
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 35,987</u>	<u>\$ 190,961</u>	<u>\$ 133,299</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 17,323	\$ 351	\$ 12,236
Accrued payroll	-	9,779	10,497	3,814
Unearned revenues	-	-	-	-
Interfund advances payable	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>27,102</u>	<u>10,848</u>	<u>16,050</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	-	-	-	-
<b>FUND BALANCES</b>				
Nonspendable	-	412	-	186
Restricted	-	8,473	180,113	117,063
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<u>-</u>	<u>8,885</u>	<u>180,113</u>	<u>117,249</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ -</u>	<u>\$ 35,987</u>	<u>\$ 190,961</u>	<u>\$ 133,299</u>

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2022

	Flood Control	Clerk Recording and Filing	Property Valuation	Other Special Revenue
<b>ASSETS</b>				
Cash and cash equivalents	\$ 11,737	\$ 258,567	\$ 58	\$ 33,050
Cash and cash equivalents - restricted	-	-	-	-
Investments	2,585,954	-	1,260,983	-
Investments - restricted	-	-	-	-
Receivables	105,498	-	-	-
Inventory	-	-	-	-
Prepaid items	6,890	-	254	-
Interfund advances receivable	-	-	-	-
<b>Total assets</b>	<u>\$ 2,710,079</u>	<u>\$ 258,567</u>	<u>\$ 1,261,295</u>	<u>\$ 33,050</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 14,978	\$ 528	\$ 511	\$ -
Accrued payroll	31,764	-	10,575	1,095
Unearned revenues	-	-	-	-
Interfund advances payable	-	-	-	10,000
<b>Total liabilities</b>	<u>46,742</u>	<u>528</u>	<u>11,086</u>	<u>11,095</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	<u>87,726</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Nonspendable	6,890	-	254	-
Restricted	2,568,721	-	-	21,955
Committed	-	258,039	1,249,955	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<u>2,575,611</u>	<u>258,039</u>	<u>1,250,209</u>	<u>21,955</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 2,710,079</u>	<u>\$ 258,567</u>	<u>\$ 1,261,295</u>	<u>\$ 33,050</u>

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2022

	<u>Totals</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 692,894
Cash and cash equivalents - restricted	-
Investments	11,835,555
Investments - restricted	-
Receivables	131,209
Inventory	-
Prepaid items	39,310
Interfund advances receivable	-
<b>Total assets</b>	<b><u>\$ 12,698,968</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	
<b>LIABILITIES</b>	
Accounts payable	\$ 92,619
Accrued payroll	68,343
Unearned revenues	-
Interfund advances payable	<u>10,000</u>
<b>Total liabilities</b>	<b><u>170,962</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable revenues	<u>87,726</u>
<b>FUND BALANCES</b>	
Nonspendable	39,310
Restricted	10,892,976
Committed	1,507,994
Unassigned	-
<b>Total fund balances</b>	<b><u>12,440,280</u></b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b><u>\$ 12,698,968</u></b>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	Fire Protection	Farm and Range	Recreation	Fire and Ambulance Excise Tax
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts tax	-	-	-	561,819
State grants and contributions	1,338,761	-	-	-
Federal grants and contributions	-	41,241	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	5,056
Other	41,362	-	-	-
<b>Total revenues</b>	<u>1,380,123</u>	<u>41,241</u>	<u>-</u>	<u>566,875</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	420,235	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	43,500	-	-
Capital outlay	-	-	-	16,800
Debt service				
Principal	121,004	-	-	-
Interest and fees	21,417	-	-	-
<b>Total expenditures</b>	<u>562,656</u>	<u>43,500</u>	<u>-</u>	<u>16,800</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>817,467</u>	<u>(2,259)</u>	<u>-</u>	<u>550,075</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	30,000
Transfers out	(25,000)	-	-	-
<b>Total other financing sources (uses)</b>	<u>(25,000)</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
<b>Change in fund balances</b>	792,467	(2,259)	-	580,075
Fund balances, beginning of year	<u>3,361,548</u>	<u>2,859</u>	<u>3,161</u>	<u>3,290,368</u>
<b>Fund balances, end of year</b>	<u>\$ 4,154,015</u>	<u>\$ 600</u>	<u>\$ 3,161</u>	<u>\$ 3,870,443</u>



COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2022

	Law Enforcement			
	Grant	DWI Grant	Correction	Environmental
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts tax	-	-	-	281,188
State grants and contributions	42,200	571,759	77,482	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	111,453	28,413	-
Investment income	-	-	-	-
Other	-	11	-	-
<b>Total revenues</b>	<u>42,200</u>	<u>683,223</u>	<u>105,895</u>	<u>281,188</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	42,200	681,088	82,546	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	226,027
Capital outlay	-	-	-	-
Debt service				
Principal	-	1,108	-	-
Interest and fees	-	191	-	-
<b>Total expenditures</b>	<u>42,200</u>	<u>682,387</u>	<u>82,546</u>	<u>226,027</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>836</u>	<u>23,349</u>	<u>55,161</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in fund balances</b>	-	836	23,349	55,161
Fund balances, beginning of year	-	8,049	156,764	62,088
<b>Fund balances, end of year</b>	<u>\$ -</u>	<u>\$ 8,885</u>	<u>\$ 180,113</u>	<u>\$ 117,249</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2022

	Flood Control	Clerk Recording and Filing	Property Valuation	Other Special Revenue
<b>REVENUES</b>				
Property taxes	\$ 1,585,616	\$ -	\$ -	\$ -
Gasoline, motor vehicle, and other taxes	-	-	-	-
Gross receipts tax	-	-	-	-
State grants and contributions	-	-	-	1,325
Federal grants and contributions	-	-	-	9,606
Charges for services	-	67,959	348,757	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	47,641	-	-	-
<b>Total revenues</b>	<u>1,633,257</u>	<u>67,959</u>	<u>348,757</u>	<u>10,931</u>
<b>EXPENDITURES</b>				
Current				
General government	-	28,584	298,417	-
Public safety	-	-	-	15,343
Public works	1,116,935	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	147,966	-	-	-
Debt service				
Principal	1,904	1,619	-	-
Interest and fees	313	249	-	-
<b>Total expenditures</b>	<u>1,267,118</u>	<u>30,452</u>	<u>298,417</u>	<u>15,343</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>366,139</u>	<u>37,507</u>	<u>50,340</u>	<u>(4,412)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in fund balances</b>	366,139	37,507	50,340	(4,412)
Fund balances, beginning of year	<u>2,209,472</u>	<u>220,532</u>	<u>1,199,869</u>	<u>26,367</u>
<b>Fund balances, end of year</b>	<u>\$ 2,575,611</u>	<u>\$ 258,039</u>	<u>\$ 1,250,209</u>	<u>\$ 21,955</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2022

	Totals
<b>REVENUES</b>	
Property taxes	\$ 1,585,616
Gasoline, motor vehicle, and other taxes	-
Gross receipts tax	843,007
State grants and contributions	2,031,527
Federal grants and contributions	50,847
Charges for services	416,716
Licenses and fees	139,866
Investment income	5,056
Other	89,014
<b>Total revenues</b>	<b>5,161,649</b>
<b>EXPENDITURES</b>	
Current	
General government	327,001
Public safety	1,241,412
Public works	1,116,935
Culture and recreation	-
Health and welfare	269,527
Capital outlay	164,766
Debt service	
Principal	125,635
Interest and fees	22,170
<b>Total expenditures</b>	<b>3,267,446</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,894,203</b>
<b>Other financing sources (uses)</b>	
Transfers in	30,000
Transfers out	(25,000)
<b>Total other financing sources (uses)</b>	<b>5,000</b>
<b>Change in fund balances</b>	<b>1,899,203</b>
Fund balances, beginning of year	10,541,077
<b>Fund balances, end of year</b>	<b>\$ 12,440,280</b>

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – FIRE PROTECTION FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	1,394,011	1,394,011	1,338,761	(55,250)
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	8,000	11,550	41,362	29,812
<b>Total revenues</b>	<b>1,402,011</b>	<b>1,405,561</b>	<b>1,380,123</b>	<b>(25,438)</b>
<b>EXPENDITURES</b>				
Current				
General government	650	650	-	650
Public safety	2,603,818	2,612,295	562,656	2,049,639
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>2,604,468</b>	<b>2,612,945</b>	<b>562,656</b>	<b>2,050,289</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(25,000)	(25,000)
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(25,000)</b>	<b>\$ (25,000)</b>
<b>Change in fund balance - budgetary basis</b>			<b>792,467</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 792,467</b>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – FARM AND RANGE FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	45,000	55,000	41,241	(13,759)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>45,000</u>	<u>55,000</u>	<u>41,241</u>	<u>(13,759)</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	57,067	57,067	43,500	13,567
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>57,067</u>	<u>57,067</u>	<u>43,500</u>	<u>13,567</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			(2,259)	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ (2,259)</u>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – RECREATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>				-
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals				-
Unbudgeted expenditure accruals				-
<b>Change in fund balance - GAAP Basis</b>			<u>\$ -</u>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – FIRE AND AMBULANCE EXCISE TAX FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	443,365	443,365	560,596	117,231
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	1,978	1,978	5,056	3,078
Other	81,673	81,673	-	(81,673)
<b>Total revenues</b>	<b>527,016</b>	<b>527,016</b>	<b>565,652</b>	<b>38,636</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,510,917	1,510,917	16,800	1,494,117
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>1,510,917</b>	<b>1,510,917</b>	<b>16,800</b>	<b>1,494,117</b>
<b>Other financing sources</b>				
Transfers in	30,000	30,000	30,000	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>30,000</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			578,852	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			1,223	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 580,075</b>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – LAW ENFORCEMENT GRANT FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	42,200	42,200	42,200	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>42,200</u>	<u>42,200</u>	<u>42,200</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	42,200	42,200	42,200	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>42,200</u>	<u>42,200</u>	<u>42,200</u>	<u>-</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>				-
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals				-
Unbudgeted expenditure accruals				-
<b>Change in fund balance - GAAP Basis</b>			<u>\$ -</u>	



COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – DWI GRANT FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	522,500	522,500	571,759	49,259
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	131,850	131,850	91,999	(39,851)
Investment income	-	-	-	-
Other	-	-	11	11
<b>Total revenues</b>	<b>654,350</b>	<b>654,350</b>	<b>663,769</b>	<b>9,419</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	666,462	699,992	681,088	18,904
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	1,108	(1,108)
Interest and fees	-	-	191	(191)
<b>Total expenditures</b>	<b>666,462</b>	<b>699,992</b>	<b>682,387</b>	<b>17,605</b>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			(18,618)	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			19,454	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 836</b>	

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CORRECTION FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	96,090	96,090	77,482	(18,608)
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	46,300	46,300	28,413	(17,887)
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>142,390</b>	<b>142,390</b>	<b>105,895</b>	<b>(36,495)</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	257,450	223,920	82,546	141,374
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>257,450</b>	<b>223,920</b>	<b>82,546</b>	<b>141,374</b>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			<b>23,349</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 23,349</b>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – ENVIRONMENTAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	222,152	222,151	280,576	58,425
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>222,152</u>	<u>222,151</u>	<u>280,576</u>	<u>58,425</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	255,393	266,393	226,027	40,366
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>255,393</u>	<u>266,393</u>	<u>226,027</u>	<u>40,366</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			54,549	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			612	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 55,161</u>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – FLOOD CONTROL FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ 1,497,800	\$ 1,497,800	\$ 1,587,308	\$ 89,508
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	55,000	47,641	(7,359)
<b>Total revenues</b>	<b>1,497,800</b>	<b>1,552,800</b>	<b>1,634,949</b>	<b>82,149</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,470,778	1,435,187	1,119,152	316,035
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	147,966	(147,966)
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>1,470,778</b>	<b>1,435,187</b>	<b>1,267,118</b>	<b>168,069</b>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			<b>367,831</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			(1,692)	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 366,139</b>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CLERK RECORDING AND FILING FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	36,673	36,673	67,959	31,286
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>36,673</u>	<u>36,673</u>	<u>67,959</u>	<u>31,286</u>
<b>EXPENDITURES</b>				
Current				
General government	62,000	62,000	30,452	31,548
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>62,000</u>	<u>62,000</u>	<u>30,452</u>	<u>31,548</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			37,507	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ 37,507</u>	

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – PROPERTY VALUATION FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	300,150	300,150	348,757	48,607
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>300,150</b>	<b>300,150</b>	<b>348,757</b>	<b>48,607</b>
<b>EXPENDITURES</b>				
Current				
General government	269,327	386,827	298,417	88,410
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<b>269,327</b>	<b>386,827</b>	<b>298,417</b>	<b>88,410</b>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>Change in fund balance - budgetary basis</b>			<b>50,340</b>	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 50,340</b>	

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – OTHER SPECIAL REVENUE FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	-	-
State grants and contributions	-	-	1,325	1,325
Federal grants and contributions	-	-	9,606	9,606
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>10,931</u>	<u>10,931</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	24,850	15,343	9,507
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>24,850</u>	<u>15,343</u>	<u>9,507</u>
<b>Other financing sources</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Change in fund balance - budgetary basis</b>			(4,412)	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			-	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<u>\$ (4,412)</u>	



## Non-major Debt Service Fund Description

**JUNE 30, 2022**

The following debt service fund is maintained by the County:

**GRT Revenue Bond Debt Service.** To set aside pledged revenues deposited monthly into the Gross Receipts Tax Income Fund by the County Treasurer and transferred by the County Treasurer to the Debt Service Fund and Capital Projects Fund. Authorization is by Chaves County Commission.

**BALANCE SHEET – NONMAJOR DEBT SERVICE FUND  
JUNE 30, 2022**

	GRT Revenue Bond Debt Service
<b>ASSETS</b>	
Cash and cash equivalents	\$ 5,756,660
Cash and cash equivalents - restricted	-
Investments	-
Investments - restricted	-
Receivables	1,440,391
Inventory	-
Prepaid items	-
Interfund advances receivable	-
<b>Total assets</b>	<b><u>\$ 7,197,051</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	
<b>LIABILITIES</b>	
Accounts payable	\$ -
Accrued payroll	-
Unearned revenues	-
Interfund advances payable	150,000
<b>Total liabilities</b>	<b><u>150,000</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable revenues	-
<b>FUND BALANCES</b>	
Nonspendable	-
Restricted	7,047,051
Committed	-
Unassigned	-
<b>Total fund balances</b>	<b><u>7,047,051</u></b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b><u>\$ 7,197,051</u></b>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR DEBT SERVICE FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	GRT Revenue
	Bond Debt
	Service
<b>REVENUES</b>	
Property taxes	\$ -
Gasoline and motor vehicles taxes	-
Gross receipts tax	3,429,474
State grants and contributions	-
Federal grants and contributions	-
Charges for services	-
Licenses and fees	-
Investment income	12,750
Other	-
<b>Total revenues</b>	<u>3,442,224</u>
<b>EXPENDITURES</b>	
Current	
General government	-
Public safety	-
Public works	-
Culture and recreation	-
Health and welfare	-
Capital outlay	-
Debt service	
Principal	-
Interest and fees	174,593
<b>Total expenditures</b>	<u>174,593</u>
<b>Excess of revenues over expenditures</b>	<u>3,267,631</u>
<b>Other financing sources (uses)</b>	
Transfers in	-
Transfers out	(1,800,000)
<b>Total other financing sources (uses)</b>	<u>(1,800,000)</u>
<b>Change in fund balances</b>	1,467,631
Fund balances, beginning of year	<u>5,579,420</u>
<b>Fund balances, end of year</b>	<u>\$ 7,047,051</u>

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL –  
GRT REVENUE BOND DEBT SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gasoline and motor vehicle taxes	-	-	-	-
Gross receipts taxes	-	-	3,067,019	3,067,019
State grants and contributions	-	-	-	-
Federal grants and contributions	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	12,750	12,750
Other	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>3,079,769</b>	<b>3,079,769</b>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fees	180,556	180,556	174,593	5,963
<b>Total expenditures</b>	<b>180,556</b>	<b>180,556</b>	<b>174,593</b>	<b>5,963</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(1,800,000)	(1,800,000)
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(1,800,000)</b>	<b>\$ (1,800,000)</b>
<b>Change in fund balance - budgetary basis</b>			1,105,176	
<b>Reconciliation to change in fund balance - GAAP Basis</b>				
Unbudgeted revenue accruals			362,455	
Unbudgeted expenditure accruals			-	
<b>Change in fund balance - GAAP Basis</b>			<b>\$ 1,467,631</b>	



# CHAVES

COUNTY | NM

## OTHER SUPPLEMENTARY INFORMATION

**JAG** JARAMILLO ACCOUNTING GROUP  
CREATING CLARITY FROM COMPLEXITY



## Custodial Funds Description

**JUNE 30, 2022**

**Treasurer's Fund.** To account for collections and payment to the County and other recipient entities of property taxes, interest and penalties and other taxes billed and collected by the County on their behalf.

**CCDC Inmate Fund.** To account for cash held on behalf of inmates at the county detention center.

COMBINING STATEMENT OF FIDUCIARY NET POSITION – CUSTODIAL FUNDS  
 JUNE 30, 2022

	Custodial Fund Property Taxes	Custodial Fund CCDC Inmate	Total Custodial Funds
<b>ASSETS</b>			
Cash in banks	\$ 427,687	\$ 34,620	\$ 462,307
Taxes receivable	<u>1,633,685</u>	<u>-</u>	<u>1,633,685</u>
<b>Total assets</b>	<b><u>\$ 2,061,372</u></b>	<b><u>\$ 34,620</u></b>	<b><u>\$ 2,095,992</u></b>
<b>LIABILITIES</b>			
Due to other taxing entities	\$ 427,687	\$ -	\$ 427,687
<b>Total liabilities</b>	<b><u>427,687</u></b>	<b><u>-</u></b>	<b><u>427,687</u></b>
<b>NET POSITION</b>			
Restricted for other governments	1,633,685	-	1,633,685
Restricted for CCDC inmates	<u>-</u>	<u>34,620</u>	<u>34,620</u>
<b>Total net position</b>	<b><u>1,633,685</u></b>	<b><u>34,620</u></b>	<b><u>1,668,305</u></b>
<b>Total liabilities and net position</b>	<b><u>\$ 2,061,372</u></b>	<b><u>\$ 34,620</u></b>	<b><u>\$ 2,095,992</u></b>



**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – CUSTODIAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Custodial Fund Property Taxes	Custodial Fund CCDC Inmate	Total Custodial Funds
<b>ADDITIONS</b>			
Property tax collections for other governments	\$ 24,154,390		\$ 24,154,390
Collections for CCDC inmates	-	30,069	30,069
<b>Total additions</b>	<u>24,154,390</u>	<u>30,069</u>	<u>24,184,459</u>
<b>DEDUCTIONS</b>			
Property tax distributions to other governments	\$ 24,385,491		\$ 24,385,491
Payments to CCDC inmates	-	75,290	75,290
<b>Total deductions</b>	<u>24,385,491</u>	<u>75,290</u>	<u>24,460,781</u>
<b>Change in net position</b>	(231,101)	(45,221)	(276,322)
Fiduciary net position, beginning of year	<u>1,864,786</u>	<u>79,841</u>	<u>1,944,627</u>
<b>Net position, end of year</b>	<u>\$ 1,633,685</u>	<u>\$ 34,620</u>	<u>\$ 1,668,305</u>

**SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS  
JUNE 30, 2022**

Institution	Account Type	Deposits	Reconciling		Reconciled		Total
			Items	Balance	Investments		
Pioneer Bank	Checking	\$ 10,377,045	\$ (163,555)	\$ 10,213,490	\$ -	\$ 10,213,490	
Pioneer Bank	Checking	34,732	(112)	34,620	-	34,620	
Pioneer Bank	Checking	225,000	-	225,000	-	225,000	
Pioneer Bank	Checking	200,000	-	200,000	-	200,000	
Pioneer Bank	Checking	249,948	(1,041,160)	(791,212)	-	(791,212)	
Pioneer Bank	Checking	34,574	(33,003)	1,571	-	1,571	
Pioneer Bank	Checking	920,521	-	920,521	-	920,521	
Pioneer Bank	Sweep	35,202,692	-	35,202,692	-	35,202,692	
Insight Investments (BNY Mellon)	FHLB	-	-	-	10,052,184	10,052,184	
Insight Investments (BNY Mellon)	FNMA	-	-	-	4,973,870	4,973,870	
Insight Investments (BNY Mellon)	FHLMC	-	-	-	4,194,482	4,194,482	
Insight Investments (BNY Mellon)	FFCB	-	-	-	5,749,690	5,749,690	
Insight Investments (BNY Mellon)	Money Market	-	-	-	73,912	73,912	
Insight Investments (BNY Mellon)	Corporate Bonds	-	-	-	17,976,689	17,976,689	
Insight Investments (BNY Mellon)	Treasury Notes	-	-	-	21,295,147	21,295,147	
NM State Investment Pool	State Treasurer LGIP	-	-	-	284,885	284,885	
NMFA	NMFA Debt Service	-	-	-	504,024	504,024	
<b>Subtotal Cash and Investments</b>		<u>\$ 47,244,512</u>	<u>\$ (1,237,830)</u>	46,006,682	65,104,883	<b>111,111,565</b>	
			Petty cash	750	-	<b>750</b>	
<b>Total Cash and Investments</b>				<u>\$ 46,007,432</u>	<u>\$ 65,104,883</u>	<b>\$ 111,112,315</b>	
Custodial Funds				\$ 462,307	\$ -	\$ 462,307	
Government Wide Statements				45,545,125	65,104,883	110,650,008	
<b>Total Cash and Investments</b>				<u>\$ 46,007,432</u>	<u>\$ 65,104,883</u>	<b>\$ 111,112,315</b>	

**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY FOR PUBLIC FUNDS  
JUNE 30, 2022**

	Pioneer Bank	Pioneer Bank - Sweep	Total			
<b>Bank Accounts</b>						
Demand deposit accounts	\$ 12,041,820	\$ -	\$ 12,041,820			
Time and savings accounts	-	-	-			
Repurchase agreements	-	35,202,692	35,202,692			
<b>Total amount of deposits</b>	<b>12,041,820</b>	<b>35,202,692</b>	<b>47,244,512</b>			
FDIC coverage	(250,000)	-	(250,000)			
<b>Total uninsured public funds</b>	<b>11,791,820</b>	<b>35,202,692</b>	<b>46,994,512</b>			
<b>Collateral requirements (per 6-10-10 &amp; 6-10-17, NMSA 1978)</b>						
50% of uninsured time and demand accounts	5,895,910	-	5,895,910			
102% of repurchase agreement	-	35,906,746	35,906,746			
<b>Pledged collateral at fair market value</b>						
<u>Type</u>	<u>Description</u>	<u>Maturity</u>	<u>CUSIP Number</u>			
Note	FHLMC 3.00%	1/1/2032	3128MMV2	819,568	-	819,568
Note	FHLMC 1.50%	1/1/2037	3132D6B01	871,900	-	871,900
Note	FFCB 1.81%	12/13/2022	3133EC7C2	3,276,421	-	3,276,421
Note	FNMA 2.00%	1/1/2031	3140X84P9	2,734,553	-	2,734,553
Note	FNMA 1.50%	8/1/2036	31418D3L4	4,093,109	-	4,093,109
Note	FNMA 2.00%	11/1/2035	31418DUD2	330,293	-	330,293
Note	FHLMC 1.50%	1/1/2037	3132D6BD1	955,842	-	955,842
Note	FNMA 1.50%	8/1/2036	31418D3L4	4,486,975	-	4,486,975
Note	FHLMC 1.50%	9/1/2036	3132D6AT7	1,366,472	-	1,366,472
Note	FHLMC 2.00%	5/1/2036	3132D6AC4	-	3,976,442	3,976,442
Note	FNMA MBS 2.00%	1/1/2032	3140X4HB5	-	3,719,651	3,719,651
Note	FNMA 2.00%	11/1/2035	31418DUD2	-	3,418,322	3,418,322
Note	FHLMC 1.50%	5/1/2036	3132D6AB6	-	3,267,378	3,267,378
Note	FNMA 2.69%	12/1/2024	3138LLYG4	-	2,703,691	2,703,691
Note	FNMA 2.50%	6/1/2035	31418DQF2	-	2,554,870	2,554,870
Note	FHLMC 3.00%	3/1/2032	3128MMV67	-	2,381,900	2,381,900
Note	FHLMC 2.00%	1/1/2036	3133L72V8	-	2,230,314	2,230,314
Note	FNMA 3.00%	5/1/2030	3140X4TX4	-	2,217,606	2,217,606
Note	FNMA 3.00%	12/1/2031	3140X5JS3	-	2,088,551	2,088,551
Note	GNMA 2.69%	5/20/2040	36225EY48	-	2,038,553	2,038,553
Note	FNMA 3.6%	4/1/2029	3138LMZW6	-	1,929,770	1,929,770
Note	FNMA 2.50%	3/1/2035	31418DMD1	-	1,535,714	1,535,714
Note	FHLMC 1.50%	6/1/2035	3133G8VA6	-	1,404,330	1,404,330
Note	FNMA 2.50%	5/1/2030	3138WEMM8	-	792,350	792,350
<b>Total collateral</b>				<b>18,935,133</b>	<b>36,259,442</b>	<b>55,194,575</b>
<b>Over collateralized</b>				<b>\$ 13,039,223</b>	<b>\$ 352,696</b>	<b>\$ 13,391,919</b>
<b>Custodial Credit Risk</b>						
Insured				\$ 250,000	\$ -	\$ 250,000
Collateralized with securities held by pledging financial institution's trust department				18,935,133	36,259,442	55,194,575
Uninsured and uncollateralized (over collateralized)				(7,143,313)	(1,056,750)	(8,200,063)
<b>Total deposits</b>				<b>\$ 12,041,820</b>	<b>\$ 35,202,692</b>	<b>\$ 47,244,512</b>
Location of collateral:						
(1) The Independent Bankers Bank, Irving, TX				(2) Federal Home Loan Bank, Dallas, TX		
(3) Federal Home Loan Bank, Des Moines, IA						

**TAX ROLL RECONCILIATION OF CHANGES IN THE COUNTY TREASURER'S PROPERTY TAX RECEIVABLE  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Amount</u>
Property taxes receivable, beginning of year	\$ 2,568,778
Changes to Tax Roll	
Net taxes charged to Treasurer for fiscal year	35,924,830
Adjustments	
Increases in taxes receivable	(69,983)
Subtraction of 2011 taxes outstanding (7-38-81.1.C NMSA 1978)	<u>(4,379)</u>
<b>Total receivables prior to collections</b>	<b>38,419,246</b>
Collections for fiscal year ended June 30, 2022	<u>36,099,975</u>
<b>Property taxes receivable, end of year</b>	<b><u>\$ 2,319,271</u></b>

Property taxes receivable as of year-end, by year:

2012	\$ 28,323
2013	8,620
2014	12,833
2015	18,677
2016	30,389
2017	47,073
2018	58,332
2019	137,166
2020	498,422
2021	<u>1,479,436</u>

<b>Total taxes receivable, net</b>	<b><u>\$ 2,319,271</u></b>
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**PROPERTY TAX SCHEDULE  
YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Chaves County:</b>						
County Operational Non-Res.						
2012-2020	\$ 46,134,667	\$ 266,967	\$ 46,022,166	\$ 353,497	\$ 46,015,103	\$ 112,501
2021	5,988,857	5,834,714	5,834,714	5,802,725	5,799,154	154,143
<b>Total</b>	<b>52,123,524</b>	<b>6,101,681</b>	<b>51,856,880</b>	<b>6,156,222</b>	<b>51,814,257</b>	<b>266,644</b>
County Operational Res.						
2012-2020	33,009,743	190,661	32,903,535	238,895	32,884,472	106,164
2021	4,013,237	3,805,956	3,805,956	3,751,680	3,744,538	207,281
<b>Total</b>	<b>37,022,980</b>	<b>3,996,617</b>	<b>36,709,491</b>	<b>3,990,575</b>	<b>36,629,010</b>	<b>313,445</b>
<b>Total Chaves County</b>	<b>89,146,504</b>	<b>10,098,298</b>	<b>88,566,371</b>	<b>10,146,797</b>	<b>88,443,267</b>	<b>580,089</b>
<b>State of New Mexico:</b>						
State Debt						
2012-2020	14,091,448	82,926	14,049,890	106,485	14,044,174	41,547
2021	1,806,367	1,733,460	1,733,460	1,715,469	1,713,186	72,907
<b>Total</b>	<b>15,897,815</b>	<b>1,816,386</b>	<b>15,783,350</b>	<b>1,821,954</b>	<b>15,757,360</b>	<b>114,454</b>
Cattle						
2012-2020	696,226	757	689,377	980	689,377	6,850
2021	57,472	54,787	54,787	54,745	54,745	2,684
<b>Total</b>	<b>753,698</b>	<b>55,544</b>	<b>744,164</b>	<b>55,725</b>	<b>744,122</b>	<b>9,534</b>
Horse						
2012-2020	17,680	127	17,285	145	17,264	395
2021	2,190	1,989	1,989	1,917	1,917	201
<b>Total</b>	<b>19,870</b>	<b>2,116</b>	<b>19,274</b>	<b>2,062</b>	<b>19,181</b>	<b>596</b>
Dairy						
2012-2020	1,441,518	6,614	1,434,385	10,033	1,434,385	7,134
2021	114,336	109,246	109,246	108,519	108,519	5,090
<b>Total</b>	<b>1,555,854</b>	<b>115,860</b>	<b>1,543,631</b>	<b>118,552</b>	<b>1,542,904</b>	<b>12,224</b>
Sheep and Goats						
2012-2020	19,651	954	19,641	979	19,636	10
2021	2,033	2,008	2,008	2,007	2,007	25
<b>Total</b>	<b>21,684</b>	<b>2,962</b>	<b>21,649</b>	<b>2,986</b>	<b>21,643</b>	<b>35</b>

**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Bison</b>						
2012-2020	209	-	209	-	209	-
2021	10	-	10	-	10	-
<b>Total</b>	<b>219</b>	<b>-</b>	<b>219</b>	<b>-</b>	<b>219</b>	<b>-</b>
<b>Ratites</b>						
2012-2020	26	-	26	-	26	-
2021	2	2	2	2	2	-
<b>Total</b>	<b>28</b>	<b>2</b>	<b>28</b>	<b>2</b>	<b>28</b>	<b>-</b>
<b>Llamas</b>						
2012-2020	104	-	104	-	104	-
2021	10	10	10	10	10	-
<b>Total</b>	<b>114</b>	<b>10</b>	<b>114</b>	<b>10</b>	<b>114</b>	<b>-</b>
<b>Total State of New Mexico</b>	<b>18,249,282</b>	<b>1,992,880</b>	<b>18,112,429</b>	<b>2,001,291</b>	<b>18,085,571</b>	<b>136,843</b>
<b>Municipalities:</b>						
<b>City of Roswell Non-Res.</b>						
2012-2020	16,368,147	68,883	16,335,235	90,599	16,333,237	32,913
2021	1,932,076	1,864,839	1,864,839	1,851,819	1,849,687	67,237
<b>Total</b>	<b>18,300,223</b>	<b>1,933,722</b>	<b>18,200,074</b>	<b>1,942,418</b>	<b>18,182,924</b>	<b>100,150</b>
<b>City of Roswell Res.</b>						
2012-2020	28,531,743	167,609	28,434,317	212,257	28,416,182	97,420
2021	3,635,837	3,450,085	3,450,085	3,405,370	3,398,339	185,752
<b>Total</b>	<b>32,167,580</b>	<b>3,617,694</b>	<b>31,884,402</b>	<b>3,617,627</b>	<b>31,814,521</b>	<b>283,172</b>
<b>City of Roswell Debt Service</b>						
2012-2020	4,321,206	17,810	4,311,010	22,812	4,309,465	10,195
2021	399,282	380,948	380,949	376,743	376,076	18,334
<b>Total</b>	<b>4,720,488</b>	<b>398,758</b>	<b>4,691,959</b>	<b>399,555</b>	<b>4,685,541</b>	<b>28,529</b>
<b>Town of Lake Arthur Non-Res.</b>						
2012-2020	12,948	28	12,903	39	12,897	45
2021	2,920	2,849	2,849	2,839	2,837	70
<b>Total</b>	<b>15,868</b>	<b>2,877</b>	<b>15,752</b>	<b>2,878</b>	<b>15,734</b>	<b>115</b>
<b>Town of Lake Arthur Res.</b>						
2012-2020	27,055	667	26,965	689	26,918	79
2021	3,774	3,461	3,461	3,340	3,327	313
<b>Total</b>	<b>30,829</b>	<b>4,128</b>	<b>30,426</b>	<b>4,029</b>	<b>30,245</b>	<b>392</b>
<b>Town of Hagerman Non-Res.</b>						
2012-2020	44,689	245	44,587	180	44,519	102
2021	5,397	5,234	5,234	5,227	5,227	163
<b>Total</b>	<b>50,086</b>	<b>5,479</b>	<b>49,821</b>	<b>5,407</b>	<b>49,746</b>	<b>265</b>

**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Town of Hagerman Res.</b>						
2012-2020	70,263	621	69,906	617	69,811	356
2021	9,107	7,900	7,900	7,790	7,758	1,207
<b>Total</b>	<b>79,370</b>	<b>8,521</b>	<b>77,806</b>	<b>8,407</b>	<b>77,569</b>	<b>1,563</b>
<b>Town of Dexter Non-Res.</b>						
2012-2020	54,603	285	54,401	318	54,401	202
2021	7,287	6,906	6,906	6,883	6,883	381
<b>Total</b>	<b>61,890</b>	<b>7,191</b>	<b>61,307</b>	<b>7,201</b>	<b>61,284</b>	<b>583</b>
<b>Town of Dexter Res.</b>						
2012-2020	81,587	710	81,492	844	81,488	95
2021	10,489	9,932	9,932	9,699	9,683	557
<b>Total</b>	<b>92,076</b>	<b>10,642</b>	<b>91,424</b>	<b>10,543</b>	<b>91,171</b>	<b>652</b>
<b>Total Municipalities</b>	<b>55,518,410</b>	<b>5,989,012</b>	<b>55,102,971</b>	<b>5,998,065</b>	<b>55,008,735</b>	<b>415,421</b>
<b>School Districts:</b>						
<b>ENMU Non-Res.</b>						
2012-2020	4,490,642	25,701	4,479,641	34,141	4,478,951	11,001
2021	564,926	550,108	550,108	547,079	546,736	14,818
<b>Total</b>	<b>5,055,568</b>	<b>575,809</b>	<b>5,029,749</b>	<b>581,220</b>	<b>5,025,687</b>	<b>25,819</b>
<b>ENMU Res.</b>						
2012-2020	5,025,322	30,987	5,008,123	38,846	5,005,022	17,193
2021	650,706	617,031	617,031	608,213	607,082	33,675
<b>Total</b>	<b>5,676,028</b>	<b>648,018</b>	<b>5,625,154</b>	<b>647,059</b>	<b>5,612,104</b>	<b>50,868</b>
<b>ENMU Debt Service</b>						
2012-2020	3,181,971	107	3,180,072	93	3,180,051	1,896
2021	-	-	-	-	-	-
<b>Total</b>	<b>3,181,971</b>	<b>107</b>	<b>3,180,072</b>	<b>93</b>	<b>3,180,051</b>	<b>1,896</b>
<b>NM Jr. College Non-Res.</b>						
2012-2020	14,539	-	14,539	-	14,539	-
2021	113	113	113	113	113	-
<b>Total</b>	<b>14,652</b>	<b>113</b>	<b>14,652</b>	<b>113</b>	<b>14,652</b>	<b>-</b>
<b>NM Jr. College Res.</b>						
2012-2020	1,249	-	1,249	-	1,249	-
2021	158	158	158	158	158	-
<b>Total</b>	<b>1,407</b>	<b>158</b>	<b>1,407</b>	<b>158</b>	<b>1,407</b>	<b>-</b>
<b>Roswell Ind. Schools Non-Res.</b>						
2012-2020	1,850,112	9,424	1,846,031	13,435	1,845,759	4,081
2021	216,408	210,344	210,344	209,075	208,913	6,064
<b>Total</b>	<b>2,066,520</b>	<b>219,768</b>	<b>2,056,375</b>	<b>222,510</b>	<b>2,054,672</b>	<b>10,145</b>



**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Roswell Ind. Schools Res.</b>						
2012-2020	1,431,481	8,138	1,426,876	10,386	1,425,978	4,605
2021	183,085	174,071	174,071	171,747	171,428	9,014
<b>Total</b>	<b>1,614,566</b>	<b>182,209</b>	<b>1,600,947</b>	<b>182,133</b>	<b>1,597,406</b>	<b>13,619</b>
<b>Roswell Ind. Schools Debt Service</b>						
2012-2020	68,935,133	377,049	68,740,918	502,733	68,711,060	194,204
2021	8,612,254	8,258,439	8,258,439	8,171,723	8,160,005	353,815
<b>Total</b>	<b>77,547,387</b>	<b>8,635,488</b>	<b>76,999,357</b>	<b>8,674,456</b>	<b>76,871,065</b>	<b>548,019</b>
<b>Artesia Public Schools Non-Res.</b>						
2012-2020	36,324	8	36,324	8	36,324	-
2021	4,159	4,133	4,133	4,103	4,102	26
<b>Total</b>	<b>40,483</b>	<b>4,141</b>	<b>40,457</b>	<b>4,111</b>	<b>40,426</b>	<b>26</b>
<b>Artesia Public Schools Res.</b>						
2012-2020	7,427	19	7,427	19	7,427	-
2021	910	882	882	873	860	28
<b>Total</b>	<b>8,337</b>	<b>901</b>	<b>8,309</b>	<b>892</b>	<b>8,287</b>	<b>28</b>
<b>Artesia Public Schools Debt Service</b>						
2012-2020	642,971	464	642,971	464	642,971	-
2021	75,235	74,349	74,349	73,754	73,494	885
<b>Total</b>	<b>718,206</b>	<b>74,813</b>	<b>717,320</b>	<b>74,218</b>	<b>716,465</b>	<b>885</b>
<b>Lake Arthur Muni. Schools Non-Res.</b>						
2012-2020	82,244	442	82,194	496	82,192	50
2021	19,361	19,317	19,317	19,297	19,296	44
<b>Total</b>	<b>101,605</b>	<b>19,759</b>	<b>101,511</b>	<b>19,793</b>	<b>101,488</b>	<b>94</b>
<b>Lake Arthur Muni. Schools Res.</b>						
2012-2020	10,334	135	10,234	143	10,227	97
2021	1,448	1,340	1,340	1,288	1,286	108
<b>Total</b>	<b>11,782</b>	<b>1,475</b>	<b>11,574</b>	<b>1,431</b>	<b>11,513</b>	<b>205</b>
<b>Lake Arthur Muni. Schools Debt Service</b>						
2012-2020	2,202,641	15,184	2,198,135	16,674	2,197,828	4,428
2021	317,577	314,432	314,432	312,922	312,857	3,146
<b>Total</b>	<b>2,520,218</b>	<b>329,616</b>	<b>2,512,567</b>	<b>329,596</b>	<b>2,510,685</b>	<b>7,574</b>
<b>Elida Muni. Schools #27 Non-Res.</b>						
2012-2020	10,405	53	10,401	53	10,401	4
2021	1,132	1,131	1,131	1,131	1,131	1
<b>Total</b>	<b>11,537</b>	<b>1,184</b>	<b>11,532</b>	<b>1,184</b>	<b>11,532</b>	<b>5</b>

**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Elida Muni. Schools #27 Res.</b>						
2012-2020	979	-	979	-	979	-
2021	137	137	137	137	137	-
<b>Total</b>	<b>1,116</b>	<b>137</b>	<b>1,116</b>	<b>137</b>	<b>1,116</b>	<b>-</b>
<b>Elida Muni. Schools #27 Debt Service.</b>						
2012-2020	59,384	224	59,365	224	59,366	18
2021	5,279	5,273	5,273	5,273	5,273	6
<b>Total</b>	<b>64,663</b>	<b>5,497</b>	<b>64,638</b>	<b>5,497</b>	<b>64,639</b>	<b>24</b>
<b>Elida Muni. Schools #28 Non-Res.</b>						
2012-2020	9,594	4	9,579	5	9,579	15
2021	1,551	1,541	1,541	1,540	1,540	10
<b>Total</b>	<b>11,145</b>	<b>1,545</b>	<b>11,120</b>	<b>1,545</b>	<b>11,119</b>	<b>25</b>
<b>Elida Muni. Schools #28 Res.</b>						
2012-2020	1,105	-	1,104	-	1,104	-
2021	156	149	149	149	149	7
<b>Total</b>	<b>1,261</b>	<b>149</b>	<b>1,253</b>	<b>149</b>	<b>1,253</b>	<b>7</b>
<b>Elida Muni. Schools #28 Debt Service</b>						
2012-2020	53,907	17	53,839	20	53,839	68
2021	7,060	6,980	6,980	6,977	6,977	81
<b>Total</b>	<b>60,967</b>	<b>6,997</b>	<b>60,819</b>	<b>6,997</b>	<b>60,816</b>	<b>149</b>
<b>Hagerman Muni. Schools Non-Res.</b>						
2012-2020	102,839	1,056	102,521	1,114	102,501	319
2021	23,198	22,926	22,926	22,783	22,777	272
<b>Total</b>	<b>126,037</b>	<b>23,982</b>	<b>125,447</b>	<b>23,897</b>	<b>125,278</b>	<b>591</b>
<b>Hagerman Muni. Schools Res.</b>						
2012-2020	32,532	345	32,229	411	32,212	302
2021	4,472	3,995	3,995	3,934	3,916	478
<b>Total</b>	<b>37,004</b>	<b>4,340</b>	<b>36,224</b>	<b>4,345</b>	<b>36,128</b>	<b>780</b>
<b>Hagerman Muni. Schools Debt Service</b>						
2012-2020	2,235,248	23,224	2,223,528	25,592	2,222,834	11,712
2021	436,605	421,473	421,473	418,002	417,512	15,132
<b>Total</b>	<b>2,671,853</b>	<b>444,697</b>	<b>2,645,001</b>	<b>443,594</b>	<b>2,640,346</b>	<b>26,844</b>
<b>Dexter Cons. Schools Non-Res.</b>						
2012-2020	201,447	1,923	200,430	2,017	200,379	1,017
2021	23,497	22,468	22,468	22,384	22,382	1,030
<b>Total</b>	<b>224,944</b>	<b>24,391</b>	<b>222,898</b>	<b>24,401</b>	<b>222,761</b>	<b>2,047</b>

**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Dexter Cons. Schools Res.</b>						
2012-2020	47,156	620	46,966	665	46,953	190
2021	6,253	5,759	5,759	5,575	5,570	493
<b>Total</b>	<b>53,409</b>	<b>6,379</b>	<b>52,725</b>	<b>6,240</b>	<b>52,523</b>	<b>683</b>
<b>Dexter Cons. Schools Debt Service</b>						
2012-2020	7,957,208	82,617	7,920,610	87,577	7,918,573	36,598
2021	931,562	877,840	877,840	864,988	864,677	53,721
<b>Total</b>	<b>8,888,770</b>	<b>960,457</b>	<b>8,798,450</b>	<b>952,565</b>	<b>8,783,250</b>	<b>90,319</b>
<b>Tatum Muni. Schools Non-Res.</b>						
2012-2020	1,454	-	1,454	-	1,454	-
2021	11	11	11	11	11	-
<b>Total</b>	<b>1,465</b>	<b>11</b>	<b>1,465</b>	<b>11</b>	<b>1,465</b>	<b>-</b>
<b>Tatum Muni. Schools Res.</b>						
2012-2020	83	-	83	-	83	-
2021	10	10	10	10	10	-
<b>Total</b>	<b>93</b>	<b>10</b>	<b>93</b>	<b>10</b>	<b>93</b>	<b>-</b>
<b>Tatum Muni. Schools Debt Service</b>						
2012-2020	20,625	-	20,624	-	20,624	-
2021	451	451	451	451	451	-
<b>Total</b>	<b>21,076</b>	<b>451</b>	<b>21,075</b>	<b>451</b>	<b>21,075</b>	<b>-</b>
<b>Total School Districts</b>	<b>110,734,070</b>	<b>12,172,602</b>	<b>109,953,307</b>	<b>12,208,806</b>	<b>109,779,302</b>	<b>780,652</b>
<b>Special Districts:</b>						
<b>Flood Control</b>						
2012-2020	12,537,191	70,253	12,503,646	88,032	12,497,609	33,545
2021	1,589,008	1,517,055	1,517,055	1,498,725	1,496,366	71,953
<b>Total</b>	<b>14,126,199</b>	<b>1,587,308</b>	<b>14,020,701</b>	<b>1,586,757</b>	<b>13,993,975</b>	<b>105,498</b>
<b>Pecos Valley Conservancy District</b>						
2012-2020	28,586,317	184,757	28,490,908	230,955	28,474,773	95,367
2021	3,961,749	3,776,283	3,776,283	3,730,762	3,724,924	185,465
<b>Total</b>	<b>32,548,066</b>	<b>3,961,040</b>	<b>32,267,191</b>	<b>3,961,717</b>	<b>32,199,697</b>	<b>280,832</b>
<b>Chaves County S&amp;W Conservancy Non-Res.</b>						
2012-2020	629,022	3,601	1,627,413	4,259	627,141	1,609
2021	69,397	66,702	66,702	65,882	65,835	2,695
<b>Total</b>	<b>698,419</b>	<b>70,303</b>	<b>1,694,115</b>	<b>70,141</b>	<b>692,976</b>	<b>4,304</b>
<b>Chaves County S&amp;W Conservancy Res.</b>						
2012-2020	1,123,459	5,743	1,121,440	7,459	1,120,775	2,020
2021	151,472	145,237	145,237	143,237	143,109	6,234
<b>Total</b>	<b>1,274,931</b>	<b>150,980</b>	<b>1,266,677</b>	<b>150,696</b>	<b>1,263,884</b>	<b>8,254</b>

**PROPERTY TAX SCHEDULE (CONTINUED)**  
**YEAR ENDED JUNE 30, 2022**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	County Receivable at Year End
<b>Upper Hondo S&amp;W Conservancy Non-Res.</b>						
2012-2020	92	20	92	20	92	-
2021	10	10	10	10	10	-
<b>Total</b>	<b>102</b>	<b>30</b>	<b>102</b>	<b>30</b>	<b>102</b>	<b>-</b>
<b>Upper Hondo S&amp;W Conservancy Res.</b>						
2012-2020	18	7	15	9	15	3
2021	8	-	-	-	-	7
<b>Total</b>	<b>26</b>	<b>7</b>	<b>15</b>	<b>9</b>	<b>15</b>	<b>10</b>
<b>Hagerman-Dexter S&amp;W Conservancy Non-Res.</b>						
2012-2020	175,394	2,420	174,879	2,608	174,839	515
2021	19,152	17,936	17,936	17,707	17,692	1,217
<b>Total</b>	<b>194,546</b>	<b>20,356</b>	<b>192,815</b>	<b>20,315</b>	<b>192,531</b>	<b>1,732</b>
<b>Hagerman-Dexter S&amp;W Conservancy Res.</b>						
2012-2020	126,023	1,380	125,211	1,566	125,199	812
2021	17,791	16,457	16,457	15,871	15,853	1,334
<b>Total</b>	<b>143,814</b>	<b>17,837</b>	<b>141,668</b>	<b>17,437</b>	<b>141,052</b>	<b>2,146</b>
<b>Penasco S&amp;W Conservancy</b>						
2012-2020	33,747	39	33,747	39	33,747	-
2021	4,374	4,290	4,290	4,204	4,166	83
<b>Total</b>	<b>38,121</b>	<b>4,329</b>	<b>38,037</b>	<b>4,243</b>	<b>37,913</b>	<b>83</b>
<b>Central Valley S&amp;W Conservancy Non-Res.</b>						
2012-2020	17,347	64	17,309	68	17,308	38
2021	1,283	1,257	1,257	1,252	1,251	26
<b>Total</b>	<b>18,630</b>	<b>1,321</b>	<b>18,566</b>	<b>1,320</b>	<b>18,559</b>	<b>64</b>
<b>Central Valley S&amp;W Conservancy Res.</b>						
2012-2020	5,370	30	5,342	34	5,342	27
2021	805	726	726	708	708	79
<b>Total</b>	<b>6,175</b>	<b>756</b>	<b>6,068</b>	<b>742</b>	<b>6,050</b>	<b>106</b>
<b>Cottonwood-Walnut Creek S&amp;W Conservancy</b>						
2012-2020	97,527	122	97,452	122	97,451	76
2021	10,968	10,619	10,619	10,588	10,588	349
<b>Total</b>	<b>108,495</b>	<b>10,741</b>	<b>108,071</b>	<b>10,710</b>	<b>108,039</b>	<b>425</b>
<b>Predator Control</b>						
2012-2020	213,784	2,542	211,767	2,668	211,754	2,019
2021	20,425	19,632	19,632	19,619	19,619	793
<b>Total</b>	<b>234,209</b>	<b>22,174</b>	<b>231,399</b>	<b>22,287</b>	<b>231,373</b>	<b>2,812</b>
<b>Total Special Districts</b>	<b>49,391,733</b>	<b>5,847,182</b>	<b>49,985,425</b>	<b>5,846,404</b>	<b>48,886,166</b>	<b>406,266</b>
<b>Grand Total</b>	<b>\$ 323,040,000</b>	<b>\$ 36,099,975</b>	<b>\$ 321,720,503</b>	<b>\$ 36,201,363</b>	<b>\$ 320,203,041</b>	<b>\$ 2,319,271</b>

**SCHEDULE OF EXPENDITURES OF STATE APPROPRIATIONS  
FOR THE YEAR ENDED JUNE 30, 2022**

Appropriation Purpose	Original Appropriation Amount	Appropriation Period	Reversion Date	Legislative Authority	Expenditures to Date	Remaining Balance
Hobson Rd Improvements, Roswell	\$ 205,512	8/28/2018	6/30/2022	HB 306 80/Sec. 32, par 20	\$ 205,512	\$ -
Chaves Co. Courthouse Window Replace	450,000	4/15/2019*	6/30/2023	SB 280 Page 181 Sect. 138	367,650	82,350
Chaves Co. Red Bridge Rd. Bridges Improv	250,000	4/15/2019	6/30/2023	SB 280 Page	250,000	-
Chaves Co. Courthouse Cooling System Improve.	75,000	3/12/2020	6/30/2024	HB349/a Page 98 Sect. 149	68,626	6,374
Chaves Co. Industrial Site & Infra-Structure Improve.	5,000,000	3/13/2020	6/30/2024	HB349/a Page 98 Sect. 150	1,140,896	3,859,104
Chaves Co. Courthouse Security Improvements	80,000	3/14/2020	6/30/2024	HB349/a Page 98 Sect. 151	80,000	-
Chaves Co. Admin. Center Cooling System Improve.	125,000	3/15/2020	6/30/2024	HB349/a Page 99 Sect. 156	125,000	-
Chaves Co. Courthouse Security Improvements	400,000	3/16/2020	6/30/2024	HB349/a Page 99 Sect. 157	371,840	28,160
Lake Arthur JOY Center - Renovations	93,833	3/11/2020	6/30/2024	SB207/ Page 8 Sect. 10 Line 23	87,273	6,560
Midway JOY Center - Renovations	84,716	3/11/2020	6/30/2024	SB207/Page 9 Sect. 10 Line 1	81,675	3,041
Midway JOY Center - Vehicle, equipped	51,728	3/11/2020	6/30/2024	SB207/Page 9 Sect. 10 Line 4	-	51,728
Roswell JOY Center - Meals Equip. & other Equip.	51,000	3/11/2020	6/30/2024	SB207/Page 9 Sect. 10 Line 7	-	51,000
Roswell JOY Center - Renovations	107,473	3/11/2020	6/30/2024	SB207/Page 9 Sect. 10 Line 10	106,398	1,075
Roswell JOY Center - Renovations	3,873	4/1/2022			632	3,241
Roswell JOY Center - Vehicles	312,645	3/11/2020	6/30/2024	SB207/Page 9 Sect. 10 Line 13	-	312,645
Chaves County PVRCC Improvements	350,000	4/9/2021	6/30/2025	HB285/Page 134 Sect. 29 Line 6	292,280	57,720
Chaves County Complex Walking Trail Project	200,000	4/9/2021	6/30/2025	HB285/Page 135 Sect. 29 Line 1	65,329	134,671
Chaves County Historic Window Replacement	600,000	4/9/2021	6/30/2025	HB285/Page 135 Sect. 29 Line 6	-	600,000
Hobson Road Reauthorization	428,584	4/9/2021	6/30/2023	HB296/Page 12 Section 21 line 9	56,486	372,098
Purchase and Equip Sheriff's Vehicles	87,600	7/8/2021	6/30/2022	SB377/page 5 Section 3 line 10	87,600	-
Purchase and Equip Sheriff's Pickups	90,000	7/8/2021	6/30/2022	SB377/page 5 Section 3 line 13	90,000	-
Local Resource Directory/Web site/database	75,000	7/8/2021	6/30/2022	SB377/page 5 Section 3 line 16	-	75,000
Kitchen Equipment for Hagerman JOY Center	17,131	7/20/2021	6/30/2022	HB285/page 214 Section 45 Line 9	17,131	-
Chaves Co. Health Dept. Bldg. Construction	75,000			SB212/page 153 Section 157 Line 7	-	75,000
Chaves County Courthouse Window Replacement	250,000	8/10/2022	6/30/2026	SB212/ page 153 Section 158 line 11	-	250,000
Chaves County Pecos Valley Rgnl. Comm Ctr Construct	50,000	8/11/2022	6/30/2026	SB212/page 153, Section 159 Line 15	-	50,000
County Complex Suite D Renovations	95,000			SB212/Page 154, Section 166 Line 16	-	95,000
West Brasher Rd. Bridge Construct	500,000			SB212/Page 210, Section 467 Line 20	-	500,000
Sheriff's Office Pickup Truck and Equip.	150,000	6/10/2022	6/30/2023	SB1/page 9, Section 3 line 13E	-	150,000
Chaves County JOY Centers, Inc.	115,000	6/10/2022	6/30/2023	SB1/page 53, Section 15 line 10 (8)	-	115,000
<b>Total</b>	<b>\$ 10,374,095</b>				<b>\$ 3,494,327</b>	<b>\$ 6,879,768</b>

**SCHEDULE OF JOINT POWERS AGREEMENTS  
JUNE 30, 2022**

Agreement Number	Participants	Parties Responsible for Operations	Description	Beginning and Ending Dates
	New Mexico Counties	NM Association of Counties	Creation and operation of a worker's compensation fund	7/01/87 - indefinite
	New Mexico Counties	NM Association of Counties	To provide a multi-line fund for property and casualty insurance	7/01/87 - indefinite
A-84-83	Chaves County and Otero County	Chaves County and Otero County	Construction and maintenance of County roads	10/19/84 - indefinite
A-90-15	Chaves County and City of Roswell	Chaves County and City of Roswell	Coordinating control of all disasters within their respective jurisdictions	4/12/90 - indefinite
A-95-77	NM State Highway Department; SNMEDD; SEPRO	NM State Highway Department	Data collection requirements of the Intermodal Surface Transportation Efficiency Act	10/17/95 - indefinite
A-98-90	NM State Highway Department and Chaves County	Chaves County	Energy and maintenance of warning flashers at the intersection of the Relief Route and Sunset	11/24/98 - indefinite
A-01-24	NMPRC Insurance Division; Fire Marshal's Office and Chaves County (WIPP Grant)	Chaves County	Develop and implement a county-wide hazardous materials emergency response training program	4/09/01 - indefinite
A-02-165	NM State Highway Department and Chaves County	Chaves County	To provide electrical energy and maintenance of lighting at the intersection of US 285 and the Roswell Relief Route	1/24/03 - indefinite
A-02-172	Chaves County and State of New Mexico Department of Corrections	Chaves County	To establish the rights and responsibilities of the parties as to the operation of the Chaves County District 8 Fire Station	12/13/02 - indefinite
A-04-91	NM Energy, Minerals and Natural Resources, Chaves County	Chaves County	The control of timber, grass and woodland fires in and adjacent to developed areas	9/13/04 - indefinite
A-05-15	City of Roswell and Chaves County	Pecos Valley Regional Communication Center District	Operating, administering and maintaining a joint enhanced 911 Regional Emergency Communication Center	7/19/05 - indefinite
Amend #1				12/21/17-indefinite
A-05-045	Chaves County and the Town of Dexter	Chaves County and the Town of Dexter	To provide for protection of life and property by enforcement codes and standards for flood plain management	N/A
A-06-014	Chaves County and Flood Control	Chaves County and Flood Control	To establish Flood Control as a Chaves County department	4/06/06 - indefinite

SCHEDULE OF JOINT POWERS AGREEMENTS (CONTINUED)

JUNE 30, 2022

Total Estimated Amount of the Project and Portion Applicable to the Entity	Amount of Agency Contribution in the Current Fiscal Year	Audit Responsibility	Name of Government Agency where Revenues and Expenditures are Reported	Fiscal Agent (if applicable)
N/A	N/A	NM Association of Counties	NM Association of Counties	NM Association of Counties
N/A	N/A	NM Association of Counties	NM Association of Counties	NM Association of Counties
N/A	N/A	Chaves County and Otero County	N/A	Chaves County and Otero County
N/A	N/A	Chaves County and City of Roswell	Chaves County and City of Roswell	Chaves County and City of Roswell
N/A	N/A	SNMEDD		SNMEDD
N/A	N/A	Chaves County	N/A	Chaves County
N/A	N/A	Chaves County	N/A	Chaves County
N/A	N/A	Chaves County	N/A	Chaves County
N/A	N/A	Chaves County	N/A	Chaves County
N/A	N/A	Chaves County	N/A	Chaves County
\$500,000	\$579,190	Pecos Valley Regional Communication Center District	N/A	Pecos Valley Regional Communication Center District
N/A	N/A	Chaves County	N/A	Chaves County
N/A	N/A	Chaves County	N/A	Chaves County



**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Agency / Assistance Listings Program Title	Pass-Through Award Number	Assistance Listings Number	Passed Through to Subrecipients	Federal Expenditures Year Ended June 30, 2022
<b>U.S. Department of the Treasury</b>				
Direct Awards				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	N/A	21.027	\$ -	\$ 2,182,961
<b>Department of Housing and Urban Development</b>				
Pass-through State of New Mexico Department of Finance and Admin. Community Development Building Grant	18-C-NR-I-01-G-18	14.228	-	177,974
<b>Total Expenditures of Federal Awards</b>			<b>\$ -</b>	<b>\$ 2,360,935</b>

*See Notes to Schedule of Expenditures of Federal Awards.*

# Notes to Schedule of Expenditures of Federal Awards

JUNE 30, 2022

## NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of Chaves County (the County) under program of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards. Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position or changes in net position of the County.

## NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where in certain types of expenditures are not allowable or are limited as to reimbursement.

## NOTE 3. SUBRECIPIENTS

Pass-through entity identifying numbers are presented where available. The County had no subrecipients in fiscal year 2022.

## NOTE 4. INDIRECT COST RATE

The County elected not to use the 10% de minimis indirect cost rate allowed under Uniform Guidance.

## NOTE 5. RECONCILIATION OF FEDERAL REVENUE TO FEDERAL EXPENDITURES

Federal revenue	\$ 6,428,107
Revenue received from U.S. Treasury	
for payment in lieu of taxes (PILT)	(3,518,008)
Revenue received from the State of New Mexico	
for payment in lieu of taxes (PILT)	(465,593)
Reporting differences	<u>(83,571)</u>
<b>Per Schedule of Expenditures of Awards</b>	<b><u>\$ 2,360,935</u></b>

# CHAVES

COUNTY | NM



## STATISTICAL SECTION



# Statistical Section Descriptions

**JUNE 30, 2022**

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements, and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

## **Financial Trends**

These schedules contain information on financial trends to help the reader understand how the County's financial position and financial activities have changed over time.

## **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the County's ability to generate revenue.

## **Debt Capacity**

These schedules present information to help the reader evaluate the County's current levels of outstanding debt as well as assess the County's ability to make debt payments and/or issue additional debt in the future.

## **Demographic and Economic Information**

These schedules present various demographic and economic indicators to help the reader understand the environment in which the County's financial activities take place and to help make comparisons with other municipalities.

## **Operating Information**

These schedules contain information about the County's operations and various resources to help the reader draw conclusions as to how the County's financial information relates to the services provided by the County.

**NET POSITION BY COMPONENT**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>Net Position</b>					
Net investment in capital assets	\$ 114,715,528	\$ 112,582,140	\$ 108,374,981	\$ 108,399,061	\$ 106,855,738
Restricted	86,462,493	75,833,267	72,788,942	68,174,705	67,419,604
Unrestricted (deficit)	(11,975,487)	(17,052,552)	(19,878,531)	(20,809,077)	(23,395,642)
<b>Total net position</b>	<b>\$ 189,202,534</b>	<b>\$ 171,362,855</b>	<b>\$ 161,285,392</b>	<b>\$ 155,764,689</b>	<b>\$ 150,879,700</b>

	2017	2016	2015	2014	2013
	<b>Net Position</b>				
Net investment in capital assets	\$ 105,441,719	\$ 105,759,730	\$ 104,316,888	\$ 93,963,305	\$ 92,643,379
Restricted	65,792,872	64,183,013	64,172,880	69,146,304	74,179,207
Unrestricted (deficit)	(10,959,240)	(6,995,002)	(6,985,709)	13,029,574	8,662,048
<b>Total net position</b>	<b>\$ 160,275,351</b>	<b>\$ 162,947,741</b>	<b>\$ 161,504,059</b>	<b>\$ 176,139,183</b>	<b>\$ 175,484,634</b>

**Note:** During the fiscal year ended June 30, 2015, the County implemented GASB 68. The portion of unrestricted (deficit) net position directly related to GASB 68 was \$(21,032,581), \$(21,255,732), and \$(21,873,195) for the years ended June 30, 2022, 2021, and 2020, respectively.

**Note:** During the fiscal year ended June 30, 2018, the County implemented GASB 75. The portion of unrestricted (deficit) net position directly related to GASB 75 was \$(10,010,483), \$(11,190,789), and \$(11,973,928) for the years ended June 30, 2022, 2021, and 2020, respectively.

**Source:** The source of this information is the County's financial records.

**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE) REVENUE**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>Expenses</b>					
General government	\$ 7,978,489	\$ 5,910,361	\$ 8,075,881	\$ 7,864,657	\$ 7,937,326
Public safety	12,288,673	15,204,887	15,790,030	14,615,250	14,597,822
Public works	8,386,895	6,406,462	8,669,904	8,104,384	8,025,120
Culture and recreation	55,641	77,068	81,936	129,079	104,773
Health and welfare	7,198,041	4,811,902	4,959,181	4,651,334	4,299,935
Interest on long-term debt	690,985	465,040	416,755	239,526	312,530
<b>Total governmental activities expenses</b>	<b>36,598,724</b>	<b>32,875,720</b>	<b>37,993,687</b>	<b>35,604,230</b>	<b>35,277,506</b>
<b>Program Revenues</b>					
Charges for services					
General government	3,891,547	2,509,826	1,769,901	2,218,529	2,502,540
Public safety	521,160	184,594	666,489	109,642	117,322
Public works	689,808	268,660	224,807	80,530	60,894
Health and welfare	3,610	1,475	1,589	-	-
Operating grants and contributions	11,779,523	2,679,246	2,386,552	3,743,551	2,876,608
Capital grants and contributions	811,147	3,582,002	1,664,804	927,041	915,313
<b>Total program revenues</b>	<b>17,696,795</b>	<b>9,225,803</b>	<b>6,714,142</b>	<b>7,079,293</b>	<b>6,472,677</b>
<b>Net Expense</b>	<b>\$ (18,901,929)</b>	<b>\$ (23,649,917)</b>	<b>\$ (31,279,545)</b>	<b>\$ (28,524,937)</b>	<b>\$ (28,804,829)</b>

**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE) REVENUE (CONTINUED)**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
<b>Expenses</b>					
General government	\$ 7,417,325	\$ 7,847,105	\$ 8,202,300	\$ 8,290,451	\$ 8,179,487
Public safety	15,915,084	12,986,788	11,802,943	10,996,637	11,524,608
Public works	8,512,710	7,737,892	6,559,759	7,075,627	6,963,017
Culture and recreation	110,727	83,037	127,301	133,051	134,673
Health and welfare	4,312,294	4,362,604	3,873,800	3,181,442	3,551,116
Interest on long-term debt	226,078	356,958	339,722	385,090	301,387
<b>Total governmental activities expenses</b>	<b>36,494,218</b>	<b>33,374,384</b>	<b>30,905,825</b>	<b>30,062,298</b>	<b>30,654,288</b>
<b>Program Revenues</b>					
Charges for services					
General government	1,961,657	1,642,378	1,331,631	1,389,299	1,569,190
Public safety	178,479	111,893	113,992	102,098	173,333
Public works	120,151	39,181	96,341	38,676	144,274
Health and welfare	-	-	-	-	-
Operating grants and contributions	2,394,814	2,866,897	2,118,192	2,252,093	2,409,845
Capital grants and contributions	956,137	1,064,629	2,193,546	933,006	472,944
<b>Total program revenues</b>	<b>5,611,238</b>	<b>5,724,978</b>	<b>5,853,702</b>	<b>4,715,172</b>	<b>4,769,586</b>
<b>Net Expense</b>	<b>\$ (30,882,980)</b>	<b>\$ (27,649,406)</b>	<b>\$ (25,052,123)</b>	<b>\$ (25,347,126)</b>	<b>\$ (25,884,702)</b>

**Source:** The source of this information is the County's financial records.



**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>Net Expense</b>	<b><u>\$ (18,901,929)</u></b>	<b><u>\$ (23,649,917)</u></b>	<b><u>\$ (31,279,545)</u></b>	<b><u>\$ (28,524,937)</u></b>	<b><u>\$ (28,804,829)</u></b>
<b>General Revenues</b>					
Taxes					
Property taxes, levied for general purposes	<b>10,307,147</b>	9,641,969	9,540,521	9,758,379	9,844,911
Property taxes, levied for capital purposes	<b>1,589,295</b>	1,546,548	1,517,033	1,458,866	1,429,581
Gross receipts taxes	<b>20,318,462</b>	16,391,794	17,284,732	15,239,492	14,740,064
Gasoline and motor vehicle taxes	<b>1,754,427</b>	1,637,262	1,703,519	1,820,820	1,561,917
Other taxes *	-	-	-	-	-
Unrestricted federal aid	<b>4,067,172</b>	3,884,364	3,905,285	3,747,288	3,683,677
Licenses and fees	-	-	-	-	-
Investment income (loss)	<b>(1,294,895)</b>	625,443	2,849,158	1,385,081	1,013,633
Contributions	-	-	-	-	-
Miscellaneous income	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-
<b>Total general revenues</b>	<b><u>36,741,608</u></b>	<b><u>33,727,380</u></b>	<b><u>36,800,248</u></b>	<b><u>33,409,926</u></b>	<b><u>32,273,783</u></b>
<b>Changes in Net Position</b>	<b><u>\$ 17,839,679</u></b>	<b><u>\$ 10,077,463</u></b>	<b><u>\$ 5,520,703</u></b>	<b><u>\$ 4,884,989</u></b>	<b><u>\$ 3,468,954</u></b>

**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION (CONTINUED)**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
<b>Net Expense</b>	<u>\$ (30,882,980)</u>	<u>\$ (27,649,406)</u>	<u>\$ (25,052,123)</u>	<u>\$ (25,347,126)</u>	<u>\$ (25,884,702)</u>
<b>General Revenues</b>					
Taxes					
Property taxes, levied for general purposes	8,762,252	8,393,175	9,090,957	8,840,619	8,687,211
Property taxes, levied for capital purposes	1,394,140	1,362,304	1,317,706	1,255,573	1,221,224
Gross receipts taxes	11,734,763	11,865,673	7,935,051	8,052,325	7,410,816
Gasoline and motor vehicle taxes	1,505,996	1,706,243	2,073,656	2,349,996	2,382,243
Other taxes *	1,066,133	1,163,063	1,083,664	1,188,656	989,386
Unrestricted federal aid	3,636,563	3,370,740	2,817,940	3,067,778	2,860,983
Licenses and fees	-	-	-	-	-
Investment income	110,743	1,231,890	1,080,615	1,246,728	27,223
Contributions	-	-	-	-	-
Miscellaneous income	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-
<b>Total general revenues</b>	<u>28,210,590</u>	<u>29,093,088</u>	<u>25,399,589</u>	<u>26,001,675</u>	<u>23,579,086</u>
<b>Changes in Net Position</b>	<u>\$ (2,672,390)</u>	<u>\$ 1,443,682</u>	<u>\$ 347,466</u>	<u>\$ 654,549</u>	<u>\$ (2,305,616)</u>

**Source:** The source of this information is the County's financial records.

\* In fiscal year 2018, revenues in this line item were reclassified into gross receipts tax revenues and charges for services.

**FUND BALANCES – GOVERNMENTAL FUNDS**  
**Last 10 Fiscal Years (Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>General Fund</b>					
Nonspendable	\$ 229,686	\$ 185,103	\$ 189,147	\$ 170,495	\$ 167,551
Restricted	-	-	-	-	-
Unassigned	16,753,925	13,256,173	10,860,809	8,053,050	6,962,160
<b>Total general fund</b>	<b>\$ 16,983,611</b>	<b>\$ 13,441,276</b>	<b>\$ 11,049,956</b>	<b>\$ 8,223,545</b>	<b>\$ 7,129,711</b>
<b>All Other Governmental Funds</b>					
Nonspendable	\$ 50,546,964	\$ 50,524,667	\$ 50,793,715	\$ 50,689,971	\$ 50,838,123
Restricted	36,462,493	25,718,145	22,788,942	18,174,705	14,636,687
Committed	1,507,994	1,535,253	2,251,013	2,013,013	1,782,917
Unassigned	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 88,517,451</b>	<b>\$ 77,778,065</b>	<b>\$ 75,833,670</b>	<b>\$ 70,877,689</b>	<b>\$ 67,257,727</b>

**FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)**  
**Last 10 Fiscal Years (Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
<b>General Fund</b>					
Nonspendable	\$ 157,257	\$ 170,101	\$ 155,354	\$ 143,514	\$ 140,735
Restricted	-	-	-	-	-
Unassigned	3,728,649	5,515,570	8,293,265	13,753,900	13,624,949
<b>Total general fund</b>	<b>\$ 3,885,906</b>	<b>\$ 5,685,671</b>	<b>\$ 8,448,619</b>	<b>\$ 13,897,414</b>	<b>\$ 13,765,684</b>
<b>All Other Governmental Funds</b>					
Nonspendable	\$ 50,978,996	\$ 50,893,636	\$ 50,997,647	\$ 51,046,536	\$ 51,126,690
Restricted	14,262,073	14,098,871	14,108,135	16,563,688	21,500,493
Committed	1,494,819	1,317,314	1,642,179	1,476,458	1,562,731
Unassigned	-	(637,586)	(3,592,252)	(26,554)	-
<b>Total all other governmental funds</b>	<b>\$ 66,735,888</b>	<b>\$ 65,672,235</b>	<b>\$ 63,155,709</b>	<b>\$ 69,060,128</b>	<b>\$ 74,189,914</b>

**Source:** The source of this information is the County's financial records.

**GOVERNMENTAL FUNDS REVENUES, EXPENDITURES, AND DEBT SERVICE RATIO  
Last 10 Fiscal Years (Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>REVENUES</b>					
Property taxes	\$ 11,978,439	\$ 11,134,287	\$ 11,040,243	\$ 11,126,089	\$ 11,195,705
Gasoline and motor vehicle taxes	1,754,427	1,637,262	1,703,519	1,820,820	1,583,955
Gross receipts taxes	20,318,462	16,391,794	17,284,732	15,239,492	14,740,064
Other taxes *	-	-	-	-	-
State grants and contributions	10,229,735	5,909,705	3,551,658	4,535,267	3,731,809
Federal grants and contributions	6,428,107	4,235,907	4,404,983	3,882,613	3,743,789
Charges for services	2,547,963	1,003,069	960,527	1,037,983	1,136,171
Licenses and fees	669,138	617,475	697,550	535,582	680,778
Investment income (loss)	(1,294,895)	625,443	2,849,158	1,385,081	1,013,633
Other	1,889,024	1,344,011	1,004,709	835,136	863,807
<b>Total revenues</b>	<b>54,520,400</b>	<b>42,898,953</b>	<b>43,497,079</b>	<b>40,398,063</b>	<b>38,689,711</b>
<b>EXPENDITURES</b>					
Current					
General government	6,956,806	7,303,434	6,494,216	6,540,417	6,289,364
Public safety	12,236,521	13,855,541	13,360,847	12,787,832	12,423,633
Public works	6,160,253	5,464,516	6,229,612	5,684,893	5,642,896
Culture and recreation	62,824	87,856	62,654	116,274	92,703
Health and welfare	7,218,159	4,846,636	4,926,110	4,628,579	4,283,540
Capital outlay	6,189,341	5,540,368	3,033,762	3,611,574	3,877,139
Debt service					
Principal	997,628	633,328	1,210,227	1,802,455	1,721,679
Interest and fees	772,208	543,348	510,262	362,588	435,468
Loan issuance costs	-	-	-	-	-
<b>Total expenditures</b>	<b>40,593,740</b>	<b>38,275,027</b>	<b>35,827,690</b>	<b>35,534,612</b>	<b>34,766,422</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 13,926,660</b>	<b>\$ 4,623,926</b>	<b>\$ 7,669,389</b>	<b>\$ 4,863,451</b>	<b>\$ 3,923,289</b>
Expenditures for capitalized assets	\$ 6,464,676	\$ 7,153,157	\$ 2,560,577	\$ 3,645,780	\$ 3,433,116
Debt service as a percentage of noncapital expenditures	5%	4%	5%	7%	7%

**GOVERNMENTAL FUNDS REVENUES, EXPENDITURES, AND DEBT SERVICE RATIO (CONTINUED)**  
**Last 10 Fiscal Years (Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
<b>REVENUES</b>					
Property taxes	\$ 10,153,338	\$ 9,730,802	\$ 10,270,397	\$ 10,136,414	\$ 10,059,276
Gasoline and motor vehicle taxes	1,505,996	1,730,243	2,027,618	2,349,996	2,382,243
Gross receipts taxes	11,734,763	11,865,673	7,935,051	8,052,325	7,410,816
Other taxes *	1,066,133	1,163,063	1,151,316	1,121,004	1,059,511
State grants and contributions	3,151,360	3,675,397	3,942,704	2,986,212	2,635,334
Federal grants and contributions	3,705,218	3,496,864	3,056,140	3,144,345	2,983,987
Charges for services	756,220	557,207	413,983	477,078	477,894
Licenses and fees	612,065	525,505	464,447	439,370	509,199
Investment income	110,743	1,231,890	1,080,615	1,246,728	27,223
Other	939,727	835,861	788,537	735,401	982,867
<b>Total revenues</b>	<b>33,735,563</b>	<b>34,812,505</b>	<b>31,130,808</b>	<b>30,688,873</b>	<b>28,528,350</b>
<b>EXPENDITURES</b>					
Current					
General government	6,478,195	5,986,719	6,210,418	5,701,591	5,800,146
Public safety	12,936,146	11,294,155	10,405,168	9,116,461	9,019,160
Public works	5,532,210	5,937,097	5,004,346	4,503,655	5,050,679
Culture and recreation	99,911	85,066	137,208	126,378	134,004
Health and welfare	4,294,735	4,365,628	3,881,935	3,184,580	3,549,717
Capital outlay	3,104,874	5,261,387	15,157,798	11,702,176	6,709,123
Debt service					
Principal	1,678,293	1,572,412	1,433,924	1,356,028	917,643
Interest and fees	347,311	477,105	435,504	500,393	337,806
Loan issuance costs	-	-	2,003	4,613	35,437
<b>Total expenditures</b>	<b>34,471,675</b>	<b>34,979,569</b>	<b>42,668,304</b>	<b>36,195,875</b>	<b>31,553,715</b>
<b>Excess (deficiency) of revenues</b>					
<b>over (under) expenditures</b>	<b>\$ (736,112)</b>	<b>\$ (167,064)</b>	<b>\$ (11,537,496)</b>	<b>\$ (5,507,002)</b>	<b>\$ (3,025,365)</b>
Expenditures for capitalized assets	\$ 2,462,571	\$ 3,583,641	\$ 13,270,027	\$ 7,960,675	\$ 3,759,776
Debt service as a percentage of noncapital expenditures	6%	7%	6%	7%	5%

**Source:** The source of this information is the County's financial records.

\* In fiscal year 2018, revenues in this line item were reclassified into gross receipts tax revenues and charges for services.

**OTHER FINANCING SOURCES (USED) AND NET CHANGES IN FUND BALANCES – GOVERNMENT FUNDS**  
**Last 10 Fiscal Years (Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 13,926,660</b>	<b>\$ 4,623,926</b>	<b>\$ 7,669,389</b>	<b>\$ 4,863,451</b>	<b>\$ 3,923,289</b>
<b>Other financing sources (uses)</b>					
Loan proceeds	-	-	-	-	-
Premium on loan issuance	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Lease financing	336,140	-	-	-	-
Transfers in	6,480,000	5,580,000	5,195,702	6,850,000	8,007,113
Transfers out	(6,480,000)	(5,580,000)	(5,195,702)	(6,850,000)	(8,007,113)
<b>Total other financing sources</b>	<b>336,140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances</b>	<b>\$ 14,262,800</b>	<b>\$ 4,623,926</b>	<b>\$ 7,669,389</b>	<b>\$ 4,863,451</b>	<b>\$ 3,923,289</b>
	2017	2016	2015	2014	2013
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ (736,112)</b>	<b>\$ (167,064)</b>	<b>\$ (11,537,496)</b>	<b>\$ (5,507,002)</b>	<b>\$ (3,025,365)</b>
<b>Other financing sources (uses)</b>					
Premium on loan issuance	-	-	-	-	783,083
Loan proceeds	-	-	267,003	619,613	4,725,000
Proceeds from sale of assets	-	-	-	-	-
Lease financing	-	-	-	-	-
Transfers in	9,546,466	7,675,000	12,165,550	5,302,282	5,963,800
Transfers out	(9,546,466)	(7,675,000)	(12,165,550)	(5,302,282)	(5,963,800)
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>267,003</b>	<b>619,613</b>	<b>5,508,083</b>
<b>Changes in fund balances</b>	<b>\$ (736,112)</b>	<b>\$ (167,064)</b>	<b>\$ (11,270,493)</b>	<b>\$ (4,887,389)</b>	<b>\$ 2,482,718</b>

**Source:** The source of this information is the County's financial records.



**GROSS RECEIPTS TAX REVENUE BY SOURCE**  
**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
Utilities	\$ 942,795	\$ 869,590	\$ 796,150	\$ 853,252	\$ 802,153
Construction	1,446,819	1,958,383	2,107,506	1,635,380	1,525,017
Manufacturing	417,940	216,379	270,545	257,650	181,781
Wholesale trade	747,835	460,473	394,358	360,289	331,550
Retail trade	5,221,310	4,342,391	4,074,983	4,162,042	3,811,995
Information and cultural industries	434,058	378,144	541,552	505,423	465,366
Real estate, rental and leasing	312,721	249,461	260,292	183,631	153,004
Professional, scientific and technical	832,755	790,012	1,062,258	649,425	598,872
Healthcare and social assistance	1,281,769	1,202,039	1,164,965	1,132,046	884,977
Accommodation and food services	1,314,564	1,043,049	1,138,215	1,120,900	990,497
Other services (except public admin.)	1,232,367	1,098,301	1,232,593	1,245,381	1,201,340
Unclassified establishments	241,031	35,639	63,728	58,638	34,047
State food distribution	(23,830)	235,372	723,189	12,897	94,661
State medical distribution	(6,123)	87,562	118,446	3,382	26,584
Other business activity	1,139,265	721,259	816,786	886,559	741,854
Internet Sales Appropriation House Bill 6	95,638	526,007	239,094	-	-
<b>Total</b>	<b>\$ 15,630,914</b>	<b>\$ 14,214,061</b>	<b>\$ 15,004,659</b>	<b>\$ 13,066,896</b>	<b>\$ 11,843,698</b>

**GROSS RECEIPTS TAX REVENUE BY SOURCE (CONTINUED)**

**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
Utilities	\$ 801,872	\$ 783,810	\$ 517,005	\$ 499,272	\$ 444,333
Construction	1,436,423	1,356,531	838,233	984,104	780,926
Manufacturing	142,414	143,843	90,193	76,932	78,320
Wholesale trade	334,053	343,247	186,356	158,411	140,321
Retail trade	2,882,691	2,945,321	2,087,213	1,909,143	1,870,302
Information and cultural industries	475,456	491,195	291,860	305,540	321,689
Real estate, rental and leasing	130,907	131,533	88,008	70,487	79,701
Professional, scientific and technical	577,296	620,813	454,361	364,118	332,563
Healthcare and social assistance	759,306	694,463	379,225	331,900	262,296
Accommodation and food services	906,273	944,354	548,912	500,175	462,986
Other services (except public admin.)	1,216,747	476,127	831,449	911,234	946,527
Unclassified establishments	54,194	62,911	40,351	52,745	17,344
State food distribution	310,276	339,758	359,053	467,162	495,962
State medical distribution	652,682	600,148	88,002	111,102	93,005
Other business activity	538,428	1,253,211	414,692	463,036	486,739
Internet Sales Appropriation House Bill 6	-	-	-	-	-
<b>Total</b>	<b>\$ 11,219,018</b>	<b>\$ 11,187,265</b>	<b>\$ 7,214,913</b>	<b>\$ 7,205,361</b>	<b>\$ 6,813,014</b>

- Notes:** 1) Other business activity are industries that generate less than 7% of gross receipts tax individually. Those industries include the following business classifications using the North American Industry Classification System (NAICS): Finance and Insurance; Transportation and Warehousing; Administration and Support, Waste Management and Remediation; Educational Services; Arts, Entertainment and Recreation; Management of Companies and Enterprises; Agriculture, Forestry, Fishing and Hunting; Public Administration; Mining and Oil and Gas Extraction.
- 2) Intercepts of gross receipts taxes by the New Mexico Finance Authority (NMFA) for the payment of outstanding loans are excluded from the above data.
- 3) Increase of 3/8ths to the County's Gross Receipt Tax Rate implemented July 2015.
- 4) State of New Mexico started collecting State Tax on online business sales July 1, 2019. They appropriated \$24 Million to Counties and Municipalities by population. Chaves County received \$23,909.41 starting August 2019.
- 5) The source of this information does not include the County Equalization Tax and the County Supported Medicaid as these sources come through a different method of distribution compared to our monthly gross receipts taxes distribution. This GRT Revenue by Source is derived from the "RP-500" activity reports from the New Mexico Taxation & Revenue.

**Source:** State of New Mexico Taxation and Revenue Department and County records.

**GENERAL GOVERNMENT TAX REVENUES BY SOURCE**

**Last 10 Fiscal Years**

Fiscal Year	Property Taxes	Gross Receipts Taxes	Motor Vehicle Taxes	Gas Tax	Oil Tax	Other Taxes	Total
<b>2022</b>	<b>\$11,978,439</b>	<b>\$20,318,462</b>	<b>\$ 938,967</b>	<b>\$ 357,611</b>	<b>\$ 619,934</b>	<b>\$ 113,554</b>	<b>\$ 34,326,968</b>
2021	11,078,424	14,502,903	832,534	349,592	353,834	111,561	27,228,848
2020	10,961,422	15,022,824	864,671	363,481	471,201	129,337	27,812,935
2019	11,073,386	13,604,866	978,054	376,231	457,977	116,421	26,606,937
2018	10,373,585	12,265,370	741,904	348,038	421,626	119,288	24,269,811
2017	10,055,746	11,733,603	861,365	365,109	384,857	106,589	23,507,269
2016	9,669,250	10,787,779	902,515	356,123	501,647	89,865	22,307,178
2015	10,360,596	7,716,705	830,500	356,532	902,060	89,383	20,255,776
2014	10,136,414	8,052,325	688,972	350,802	1,310,222	1,121,004	21,659,739
2013	10,059,276	7,410,816	809,384	358,260	1,237,456	1,036,654	20,911,846

**Source:** The source of this information is the County's financial records.

**GROSS RECEIPTS TAX RATES**  
**Last 10 Fiscal Years**

		Fiscal Year Ended June 30,									
		2022		2021		2020		2019		2018	
Governmental Entity	Location Code	Jul-Dec 2021	Jan-Jun 2022	Jul-Dec 2020	Jan-Jun 2021	Jul-Dec 2019	Jan-Jun 2020	Jul-Dec 2018	Jan-Jun 2019	Jul-Dec 2017	Jan-Jun 2018
Dexter	04-201	<b>7.3958%</b>	<b>7.3958%</b>	7.3958%	7.3958%	7.3958%	7.3958%	7.3958%	7.3958%	7.3125%	7.3958%
Hagerman	04-300	<b>7.5833%</b>	<b>7.5833%</b>	7.5833%	7.5833%	7.5833%	7.5833%	7.5833%	7.5833%	7.5000%	7.5833%
Lake Arthur	04-400	<b>6.8958%</b>	<b>6.8958%</b>	6.8958%	6.8958%	6.8958%	6.8958%	6.8958%	6.8958%	6.8125%	6.8958%
Roswell	04-101	<b>7.8333%</b>	<b>7.8333%</b>	7.8333%	7.8333%	7.8333%	7.8333%	7.8333%	7.8333%	7.6875%	7.8333%
Remainder of County	04-004	<b>6.5208%</b>	<b>6.5208%</b>	6.5208%	6.5208%	6.5208%	6.5208%	6.5208%	6.5208%	6.4375%	6.5208%

		Fiscal Year Ended June 30,									
		2017		2016		2015		2014		2013	
Governmental Entity	Location Code	Jul-Dec 2016	Jan-Jun 2017	Jul-Dec 2015	Jan-Jun 2016	Jul-Dec 2014	Jan-Jun 2015	Jul-Dec 2013	Jan-Jun 2014	Jul-Dec 2012	Jan-Jun 2013
Dexter	04-201	7.3125%	7.3125%	7.3125%	7.3125%	6.9375%	7.3125%	6.9375%	6.9375%	6.9375%	6.9375%
Hagerman	04-300	7.5000%	7.5000%	7.5000%	7.5000%	7.1250%	7.5000%	7.1250%	7.1250%	7.1250%	7.1250%
Lake Arthur	04-400	6.8125%	6.8125%	6.8125%	6.8125%	6.4375%	6.8125%	6.4375%	6.4375%	6.4375%	6.4375%
Roswell	04-101	7.5000%	7.5000%	7.5000%	7.5000%	7.1250%	7.5000%	7.1250%	7.1250%	7.1250%	7.1250%
Remainder of County	04-004	6.4375%	6.4375%	6.4375%	6.4375%	6.0625%	6.4375%	6.0625%	6.0625%	6.0625%	6.0625%

**Source:** State of New Mexico, Taxation and Revenue Department.

**PROPERTY TAX LEVIES AND COLLECTIONS**

**Last 10 Fiscal Years**

Fiscal Year Ended June 30,	Tax Roll Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
			Amount	Percentage of Levy		Amount	Percentage of Levy
<b>2022</b>	<b>2021</b>	<b>\$ 10,002,094</b>	<b>\$ 9,640,670</b>	<b>96.39% %</b>	<b>\$ -</b>	<b>\$ 9,640,670</b>	<b>96.39% %</b>
2021	2020	9,480,058	9,025,173	95.20%	334,209	9,359,382	98.73%
2020	2019	9,409,468	9,010,500	95.76%	361,672	9,372,172	99.60%
2019	2018	9,043,997	8,978,366	99.27%	49,809	9,028,175	99.83%
2018	2017	8,789,765	8,442,230	96.05%	333,514	8,775,744	99.84%
2017	2016	8,367,373	8,054,420	96.26%	304,338	8,358,758	99.90%
2016	2015	8,231,690	7,836,733	95.20%	389,964	8,226,697	99.94%
2015	2014	8,879,101	8,570,453	96.52%	304,924	8,875,377	99.96%
2014	2013	8,587,316	8,304,022	96.70%	280,599	8,584,621	99.97%
2013	2012	8,355,598	8,059,708	96.46%	285,066	8,344,774	99.87%

**Source:** The source of this information is the County Treasurer's records.

- Notes:**
- 1) Amounts collected are on a cash basis.
  - 2) Unsecured personal property taxes are not included in this schedule because the dates of the monthly rolls vary each year. On the average, 95% of unsecured property taxes are collected within 90 days after the due date.
  - 3) Taxes Levied for the fiscal year are updated to reflect all Tax Roll corrections for the full reported periods.

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASS  
Last 10 Fiscal Years**

Tax Year	Land	Improvements	Personal Property	Manufactured Homes	State Assessed Property	Livestock	Exemptions	Total Taxable Value	Full Value (3 x Taxable Value)
<b>2021</b>	<b>\$ 178,513,840</b>	<b>\$ 967,554,616</b>	<b>\$ 36,439,842</b>	<b>\$ 29,852,313</b>	<b>\$ 233,164,519</b>	<b>\$ 29,085,722</b>	<b>\$(156,393,329)</b>	<b>\$ 1,318,217,523</b>	<b>\$ 3,954,652,569</b>
2020	177,112,886	934,292,037	41,345,855	28,632,543	182,928,398	32,693,087	(149,153,467)	1,247,851,339	3,743,554,017
2019	172,796,774	924,136,878	42,492,552	27,489,416	189,385,966	38,902,134	(152,497,223)	1,242,706,497	3,728,119,491
2018	162,348,998	864,841,178	40,573,812	25,975,415	211,573,735	43,463,287	(117,514,128)	1,231,262,297	3,693,786,891
2017	156,686,614	830,728,271	41,271,173	25,677,407	179,671,239	49,832,289	(97,068,334)	1,186,798,659	3,560,395,977
2016	150,378,654	818,978,104	36,661,326	24,787,629	191,645,152	62,677,407	(98,140,681)	1,186,987,591	3,560,962,773
2015	145,883,611	795,211,992	38,476,661	22,611,107	175,845,575	48,697,044	(94,717,340)	1,132,008,650	3,396,025,950
2014	145,882,357	795,197,826	38,471,478	22,611,107	175,845,575	48,696,209	(94,794,780)	1,131,909,772	3,395,729,316
2013	142,627,555	772,885,121	39,048,348	21,654,953	149,003,956	37,218,731	(95,411,236)	1,067,027,428	3,201,082,284
2012	140,006,933	759,204,574	38,935,395	20,729,635	134,437,373	38,651,921	(105,367,053)	1,026,598,778	3,079,796,334

**Source:** County Assessor's Records.

**PROPERTY TAX RATES (MIL RATES) – DIRECT AND OVERLAPPING  
Last 10 Fiscal Years**

Tax Year		Direct Rates		Overlapping Rates			
				Municipalities			
		State of New Mexico	Chaves County	City of Roswell	Town of Hagerman	Town of Dexter	Town of Lake Arthur
<b>2022</b>	<b>Residential</b>	<b>1.3600</b>	<b>5.35</b>	<b>7.2</b>	<b>1.722</b>	<b>1.138</b>	<b>2.013</b>
	<b>Non-Residential</b>	<b>1.3600</b>	<b>10.3500</b>	<b>8.1520</b>	<b>2.2250</b>	<b>2.1190</b>	<b>2.0920</b>
2021	Residential	1.3600	5.433	7.333	1.717	1.162	2.161
	Non-Residential	1.3600	10.3500	8.1770	2.2250	2.2250	1.9550
2020	Residential	1.3600	5.417	7.323	1.721	1.144	2.073
	Non-Residential	1.3600	10.3500	8.1760	2.2250	2.2250	1.8940
2019	Residential	1.3600	5.4160	7.3290	1.7230	1.1370	2.0680
	Non-Residential	1.3600	10.1580	8.2040	2.2250	2.2250	1.8350
2018	Residential	1.3600	5.3260	7.2170	1.6840	1.1250	2.0150
	Non-Residential	1.3600	9.6160	8.2040	2.2250	2.2250	2.0400
2017	Residential	1.3600	5.3050	7.1540	1.6940	1.1240	2.0110
	Non-Residential	1.3600	9.0440	8.1960	2.1660	2.1740	2.0040
2016	Residential	1.3600	5.4330	7.2950	1.7630	1.1550	2.0590
	Non-Residential	1.3600	9.2850	8.1820	2.1560	2.1850	2.0660
2015	Residential	1.3600	6.5260	7.3980	1.7820	1.1770	2.0700
	Non-Residential	1.3600	10.3500	8.1900	2.2250	2.2160	2.1210
2014	Residential	7.3980	1.3600	6.5260	1.7820	1.1770	2.0700
	Non-Residential	8.1900	1.3600	10.3500	2.2250	2.2160	2.1210
2013	Residential	8.1500	1.3600	6.6210	1.8350	1.2010	2.0970
	Non-Residential	8.8720	1.3600	10.3500	2.2030	2.1810	2.1190



**PROPERTY TAX RATES (MIL RATES) – DIRECT AND OVERLAPPING (CONTINUED)**  
**Last 10 Fiscal Years**

Tax Year		Overlapping Rates					ENMUR	Artesia School District
		School Districts						
		Roswell School District	Dexter School District	Hagerman School District	Lake Arthur School District			
<b>2022</b>	<b>Residential</b>	<b>7.88</b>	<b>12.502</b>	<b>7.437</b>	<b>7.529</b>	<b>0.8720</b>	<b>7.147</b>	
	<b>Non-Residential</b>	<b>8.1470</b>	<b>12.1950</b>	<b>7.6410</b>	<b>7.8310</b>	<b>1.0000</b>	<b>7.5000</b>	
2021	Residential	7.916	12.207	7.445	11.874	0.0885	7.271	
	Non-Residential	8.1490	12.5010	7.6410	12.1030	1.0000	7.5000	
2020	Residential	7.899	12.21	7.472	11.663	0.8820	7.375	
	Non-Residential	8.1320	12.5200	7.6710	11.8510	1.0000	7.5000	
2019	Residential	7.8470	12.2360	7.3210	11.6850	0.8820	7.3190	
	Non-Residential	8.1390	12.4980	7.6570	11.8570	1.0000	7.5000	
2018	Residential	7.8050	12.2290	7.3060	13.5560	0.8670	6.9800	
	Non-Residential	8.1320	12.5100	7.6870	13.7170	1.0000	7.5000	
2017	Residential	7.7960	13.3940	7.2580	16.7880	0.8510	7.1600	
	Non-Residential	8.0990	13.5960	7.4380	16.8500	0.9690	7.4650	
2016	Residential	7.8480	12.1910	7.4240	9.5440	0.8710	7.2780	
	Non-Residential	8.1360	12.3190	7.6290	9.7020	0.9950	7.5000	
2015	Residential	7.8780	12.2220	7.3960	9.5730	1.9190	7.3280	
	Non-Residential	8.1350	12.5960	7.6340	9.7560	2.0350	7.4570	
2014	Residential	7.8790	12.2210	7.3960	9.5730	1.9190	7.3280	
	Non-Residential	8.1350	12.5960	7.6340	9.7560	2.0350	7.4570	
2013	Residential	7.9540	12.2480	7.4170	8.6220	1.9320	7.3900	
	Non-Residential	8.1800	12.5560	7.5910	8.7670	2.0350	7.4640	

**PROPERTY TAX RATES (MIL RATES) – DIRECT AND OVERLAPPING (CONTINUED)**  
**Last 10 Fiscal Years**

Tax Year		Overlapping Rates			
		School Districts			Special District
		Elida School District	Tatum School District	NMJC College	SWCD
<b>2022</b>	<b>Residential</b>	<b>2.381</b>	<b>5.3540</b>	<b>3.5730</b>	<b>1.0000</b>
	<b>Non-Residential</b>	<b>2.4890</b>	<b>10.3500</b>	<b>5.0000</b>	<b>1.0000</b>
2021	Residential	2.142	6.9940	3.6180	1.0000
	Non-Residential	2.4750	7.2540	5.0000	1.0000
2020	Residential	2.152	6.9730	3.6230	1.0000
	Non-Residential	2.4620	7.2340	5.0000	1.0000
2019	Residential	2.1610	6.8400	3.5880	1.0000
	Non-Residential	2.3930	7.2240	5.0000	1.0000
2018	Residential	2.1940	7.2480	3.5240	1.0000
	Non-Residential	2.4010	7.6650	5.0000	1.0000
2017	Residential	2.2650	7.7950	3.5400	1.0000
	Non-Residential	2.2330	8.4010	5.0000	1.0000
2016	Residential	2.4210	5.5340	3.6280	1.0000
	Non-Residential	2.4380	5.8890	5.0000	1.0000
2015	Residential	2.3960	5.4310	3.7290	1.0000
	Non-Residential	2.4180	5.7390	5.0000	1.0000
2014	Residential	2.3950	5.4310	3.7290	1.0000
	Non-Residential	2.4180	5.7390	5.0000	1.0000
2013	Residential	2.4340	5.5240	3.8620	1.0000
	Non-Residential	2.4560	5.7700	5.0000	1.0000

**Source:** State of New Mexico, Taxation and Revenue Department, Certified by Chaves County.

**PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND NINE YEARS PRIOR**

Taxpayer	2022			2013		
	Primary Assessed Valuation	Percentage of County's Net Assessed Valuation		Primary Assessed Valuation	Percentage of County's Net Assessed Valuation	
BURLINGTON NORTHERN THE & ; SANTA FE RAILWAY CO	\$ 23,996,711	1.82	%	\$ 10,913,414	1.06	%
MID AMERICA PIPELINE COMPANY	20,938,896	1.59		12,583,014	1.23	
S W P S	16,760,085	1.27		8,739,937	0.85	
S W P S	13,842,686	1.05		8,640,873	0.84	
CORTEZ PIPELINE COMPANY	8,933,826	0.68		8,659,943	0.84	
TRANSWESTERN PIPELINE CO; PROPERTY TAX DEPARTMENT	8,547,246	0.65		14,923,640	1.45	
EL PASO NATURAL GAS CO	8,528,474	0.65		9,373,653	0.91	
ROSWELL HOSPITAL CORPORATION	8,322,207	0.63		11,133,261	1.08	
CENTRAL VALLEY ELECTRIC	6,582,949	0.50		3,388,923	0.33	
PLATEAU TELECOMMUNICATIONS	6,546,394	0.50		-	0.00	
<b>Total</b>	<b>\$ 122,999,474</b>	<b>9.33</b>	<b>%</b>	<b>\$ 88,356,658</b>	<b>8.61</b>	<b>%</b>
<b>County's Total Assessed Valuation</b>	<b>\$1,318,217,523</b>			<b>\$ 1,026,598,778</b>		

**Source:** The source of this information is the County Assessor's tax records.

**OUTSTANDING DEBT BY TYPE**  
**Last 10 Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities				Total Outstanding Debt				
	General Obligation Bonds	NMFA Loans	Refunding Revenue Bonds	Total	Taxable Value of Property	Percentage of Assessed Property Value	Percentage of Personal Income	Total Population	Ratio of Total Debt Per Capita
<b>2022</b>	\$ -	\$ 1,281,720	\$ -	\$ 1,281,720	\$ 1,318,217,523	0.10 %	0.05 %	64,615	19.84
2021	-	1,977,299	-	1,977,299	1,247,851,339	0.16 %	0.07 %	64,615	30.60
2020	-	2,454,008	-	2,454,008	1,247,851,339	0.20 %	0.09 %	65,157	37.66
2019	-	3,501,240	612,300	4,113,540	1,231,262,297	0.33	0.16	64,689	63.59
2018	-	4,043,233	1,837,167	5,880,400	1,186,798,659	0.50	0.22	64,866	90.65
2017	-	4,663,220	3,040,149	7,703,369	1,186,987,591	0.65	0.33	65,282	118.00
2016	-	5,279,821	4,203,131	9,482,952	1,132,008,650	0.84	0.41	65,764	144.20
2015	-	5,870,541	5,286,113	11,156,654	1,131,909,772	0.99	0.58	65,878	169.35
2014	-	6,160,770	6,264,095	12,424,865	1,067,027,428	1.16	0.58	66,041	188.14
2013	-	6,085,547	7,172,077	13,257,624	1,026,598,778	1.29	0.63	65,823	201.41

**Source:** The source of this information is the County's financial records.

**LEGAL DEBT MARGIN INFORMATION**  
**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,				
	2022	2021	2020	2019	2018
Debt Limit	\$ 52,728,701	\$ 49,914,054	\$ 49,708,260	\$ 49,250,492	\$ 47,471,946
Total Net Debt Applicable to Limit	-	-	-	-	-
<b>Legal Debt Margin</b>	<b>\$ 52,728,701</b>	<b>\$ 49,914,054</b>	<b>\$ 49,708,260</b>	<b>\$ 49,250,492</b>	<b>\$ 47,471,946</b>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0 %	0 %	0 %	0 %	0 %

	Fiscal Year Ended June 30,				
	2017	2016	2015	2014	2013
Debt Limit	\$ 47,479,504	\$ 45,280,346	\$ 45,276,391	\$ 42,681,097	\$ 41,063,951
Total Net Debt Applicable to Limit	-	-	-	-	-
<b>Legal Debt Margin</b>	<b>\$ 47,479,504</b>	<b>\$ 45,280,346</b>	<b>\$ 45,276,391</b>	<b>\$ 42,681,097</b>	<b>\$ 41,063,951</b>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0 %	0 %	0 %	0 %	0 %

**Legal Debt Margin Calculation for Fiscal Year 2015**

Assessed Value	\$ 1,318,217,523
Debt Limit (4% of total assessed value)	52,728,701
Debt Applicable to Limit	-
<b>Legal Debt Margin</b>	<b>\$ 52,728,701</b>

**Source:** The source of this information is the County's financial records.

**PLEGGED REVENUE COVERAGE**  
**Last 10 Fiscal Years**

General Obligation & Refunding Bonds					
Fiscal Year Ended June 30,	Gross Receipt Tax Revenues	Debt Service			Coverage
		Principal	Interest	Total	
<b>2022</b>	<b>\$ 3,067,020</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>N/A</b>
2021	2,650,024	-	-	-	N/A
2020	2,912,346	600,000	12,300	612,300	476%
2019	2,599,350	1,215,000	49,204	1,264,204	206%
2018	2,450,516	1,180,000	97,113	1,277,113	192%
2017	2,387,693	1,140,000	142,648	1,282,648	186%
2016	2,323,132	1,060,000	185,415	1,245,415	187%
2015	2,488,215	955,000	224,336	1,179,336	211%
2014	2,456,373	885,000	259,535	1,144,535	215%
2013	2,300,360	860,000	292,475	1,152,475	200%

**Note:** The County currently has no general obligation or refunding bonds debt outstanding.

**Source:** The source of this information is the County's financial records.

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2022**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable to County	Estimated Amount Applicable to County
<b>DIRECT</b>			
Chaves County	\$ 1,977,299	100.00%	\$ 1,977,299
<b>OVERLAPPING DEBT</b>			
State of New Mexico	3,538,922,000	2%	70,778,440
<b>Municipalities</b>			
City of Roswell	25,375,417	100.00%	25,375,417
Town of Dexter	702,676	100.00%	702,676
Town of Hagerman	167,851	100.00%	168
Town of Lake Arthur	329,804	100.00%	329,804
<b>School Districts</b>			
Roswell Independent School District	39,498,306	100.00%	39,498,306
Dexter Schools	4,705,000	100.00%	4,705,000
Hagerman Schools	1,160,000	100.00%	1,160,000
Lake Arthur Schools	3,008,811	100.00%	3,008,811
Eastern NM University Roswell	42,067,370	100.00%	42,067,370
NM Junior College	-	0.00%	-
<b>Subtotal, Overlapping Debt</b>			<b>187,625,992</b>
<b>Total Direct and Overlapping Debt</b>			<b>\$ 189,603,291</b>

**Ratios**

Ratio of Total Direct & Overlapping Debt to 2015 Assessed Valuation: 14.38%

Ratio of Chaves County's Outstanding General Obligation Debt to 2021 Estimated Actual Valuation: 5.06%

Per Capita Direct & Overlapping Debt      \$                      -

Net Taxable Valuation                                      \$    1,318,217,523

Total Estimated Actual Valuation                      \$    3,743,554,017

Total Population - Estimated                                      64,615

**Note:** Percentage applicable to Chaves County is derived by taking the Valuation for the Entity within Chaves County divided by the total valuation of the entity for all counties it is a portion of. State of New Mexico has not released their 2020 AFCR, 2019 debt numbers were used.

**Sources:** Chaves County Financial Records  
State of New Mexico, Dept. of Finance & Admin., Budget & Finance Bureau 2019 CAFR  
State of New Mexico, Office of the State Auditor  
Individual Financial Reports of Overlapping Entities for Debt Outstanding

COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS  
Last 10 Calendar Years

Year	Population	Personal Income (millions)	Per Capita Income	Unemployment Rate	Births	Deaths	School Enrollment
<b>2022</b>	<b>64,629</b>	<b>2,822</b>	<b>43,615</b>	<b>5.70%</b>	<b>N/A</b>	<b>N/A</b>	<b>11,241</b>
2021	64,615	2,697	43,359	8.20%	N/A	N/A	11,159
2020	65,157	2,608	40,322	8.30%	N/A	N/A	12,133
2019	64,689	2,629	40,537	4.90%	800	664	11,892
2018	64,866	2,629	40,537	6.40%	860	695	11,850
2017	65,282	2,357	36,108	7.10%	890	684	11,865
2016	65,764	2,398	36,466	6.20%	931	614	11,823
2015	65,878	2,330	35,377	6.00%	913	645	11,993
2014	65,823	2,116	32,147	7.50%	936	677	11,827
2013	65,784	2,142	32,566	7.60%	948	612	11,771

**Sources:** The source of the "Population" and "Per Capita Income" information is: U.S. Census Bureau, Census of Populations Births and Deaths sources: New Mexico Health Department.

The source of the "Unemployment Rate " information is: New Mexico Department of Workforce Solutions.

Other data received from Bureau of Economic Analysis.

School Enrollment was obtained through NM Public Education Department.



**PRINCIPAL EMPLOYERS**  
**Current Fiscal Year and Nine Years Prior**

Employer	Industry	2022			2013		
		Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Roswell Independent School Districts	Education	1,700	1	6.34 %	792	1	2.95 %
Leprino Foods	Manufacturing	580	3	2.16	520	3	1.94
City of Roswell	Government	622	2	2.32	520	3	1.94
Eastern New Mexico Medical Center	Health Care	452	4	1.69	600	2	2.24
Krumland Auto Group	Commercial	310	7	1.16	200	8	0.75
New Mexico Military Institute	Education	330	6	1.23	260	5	0.97
Aersale	Aviation	209	11	0.78	150	11	0.56
Walmart	Commercial	350	5	1.31	-	-	-
Chaves County	Government	219	10	0.82	240	6	0.89
Albertson's Market (2 stores)	Commercial	170	14	0.63	110	14	0.41
Tabosa Development	Health Care	180	13	0.67	180	9	0.67
Farmers Country Market (3 stores)	Commercial	205	12	0.76	-	-	-
Cattle Barron Restaurants, Inc.	Restaurant	165	15	0.62	-	-	-
Eastern New Mexico University-Roswell	Education	239	9	0.89	240	6	0.89
Christmas by Krebs (Seasonal)	Manufacturing	48	21	0.18	160	10	0.60
Sam's Club	Commercial	130	17	0.48	-	-	-
Mission Arch Care	Health Care	85	19	0.32	120	13	0.45
Casa Maria Healthcare Center	Health Care	54	20	0.20	100	15	0.37
Dean Baldwin Painting	Aviation	105	18	0.39	123	12	0.46
Pioneer Bank	Financial	154	21	0.57	-	-	-
McDonald's	Fast Food	260	8	0.97	-	-	-
<b>Total</b>		<b>6,567</b>		<b>24.49 %</b>	<b>4,315</b>		<b>16.09 %</b>
<b>Total employment</b>		<b>26,816</b>			<b>26,792</b>		

**Source:** The source of the information is from Chaves County Economic Development Center and BLS.gov

**FULL-TIME EQUIVALENT EMPLOYEES BY COUNTY DEPARTMENT/DIVISION OR ELECTED OFFICE  
Last 10 Fiscal Years**

	Full-time Equivalent Employees as of June 30,				
	2022	2021	2020	2019	2018
<b>General Government</b>					
County Commissioners	5	5	5	5	5
County Manager & Legal	1	1	1	1	1
Human Resources	2	2	2	2	2
Safety	1	1	1	1	1
Fire & Emergency	0	0	0	0	0
<b>General Services</b>					
Public Works	2	2	2	2	2
Information Technology	3	3	3	3	3
Planning & Zoning	2	3	4	3	4
Purchasing	1	1	1	1	1
<b>Finance</b>					
Finance Admin	4	4	4	4	4
Community Development	1	1	2	2	2
Hospital Indigent Claims	2	2	2	2	2
<b>Detention Facilities</b>					
Detention Administration	10	9	11	9	8
Adult Detention	20	45	66	39	57
Juvenile CCJD	0	0	0	15	15
<b>Facility Maintenance</b>					
Facility Maintenance	10	10	9	7	8
Courthouse Maintenance	3	3	1	1	3
<b>Record &amp; Filing (Clerk)</b>					
Clerk Administration	6	6	6	5	6
Clerk Bureau Election	3	3	3	3	3
Probate Judge	1	1	1	1	1
<b>Property Assessments (Assessor)</b>					
Assessor's	6	7	7	6	7
Re-Appraisal Dept.	5	4	5	5	5
<b>Collections (Treasurer)</b>					
Treasurer's Administration	6	6	5	5	5
<b>Law Enforcement</b>					
Sheriff Administration	15	15	16	15	14
Sheriff Patrol & Investigations	23	27	25	21	23
Court Security	5	5	7	3	5
<b>Other Funds/Departments</b>					
Road Administration	5	5	5	5	5
Road Shop	7	7	7	7	7
Road Construction & Maintenance	22	31	30	26	29
DWI	3	2	2	2	1
Flood Control	12	10	11	9	11
Court Services	4	5	4	4	3
<b>Total</b>	<b>190</b>	<b>226</b>	<b>248</b>	<b>214</b>	<b>243</b>

**FULL-TIME EQUIVALENT EMPLOYEES BY COUNTY DEPARTMENT/DIVISION OR ELECTED OFFICE (CONTINUED)**  
**Last 10 Fiscal Years**

	Full-time Equivalent Employees as of June 30,				
	2017	2016	2015	2014	2013
<b>General Government</b>					
County Commissioners	5	5	5	5	5
County Manager & Legal	1	1	1	2	2
Human Resources	2	3	2	1	1
Safety	0	0	1	0	0
Fire & Emergency	0	1	0	0	1
<b>General Services</b>					
Public Works	2	2	4	3	3
Information Technology	3	3	3	3	3
Planning & Zoning	4	4	4	4	4
Purchasing	2	2	2	2	2
<b>Finance</b>					
Finance	4	4	4	4	4
Community Development	2	2	2	3	2
Hospital Indigent Claims	2	2	2	2	2
<b>Detention Facilities</b>					
Detention Administration	10	10	10	10	8
Adult Detention	56	67	64	58	59
Juvenile CCJD	14	17	18	17	18
<b>Facility Maintenance</b>					
Facility Maintenance	9	8	9	9	10
Courthouse Maintenance	3	3	3	3	3
<b>Record &amp; Filing (Clerk)</b>					
Clerk Administration	6	5	5	5	6
Clerk Bureau Election	3	4	3	3	3
Probate Judge	1	1	1	1	1
<b>Property Assessments (Assessor)</b>					
Assessor's	7	7	7	7	7
Re-Appraisal Dept.	5	5	5	3	4
<b>Collections (Treasurer)</b>					
Treasurer's Administration	5	5	5	5	5
<b>Law Enforcement</b>					
Sheriff Administration	10	11	11	10	11
Sheriff Patrol & Investigations	27	30	29	29	32
Court Security	7	7	6	6	6
<b>Other Funds/Departments</b>					
Road Administration	4	3	3	4	4
Road Shop	7	6	7	7	6
Road Construction & Maintenance	30	34	31	33	30
DWI	1	3	2	2	2
Flood Control	11	11	10	9	9
Court Services	4	2	4	3	4
<b>Total</b>	<b>247</b>	<b>268</b>	<b>263</b>	<b>253</b>	<b>257</b>

**Source:** The source of this information is from the County's financial records.

**CAPITAL ASSETS INFORMATION**  
**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Function/Program</b>										
<b>General Gov't</b>										
Buildings	3	3	3	3	3	2	2	2	2	2
Building Sites	31	31	31	24	24	24	24	26	24	24
Right of Way	3	3	3	3	3	3	3	3	3	3
Recreation	10	10	10	10	10	10	10	10	10	10
<b>Admin</b>										
Parking	4	4	4	4	4	4	4	4	4	4
Vehicles	139	133	129	115	132	136	142	134	140	128
Jails	2	2	2	0	0	0	0	0	0	0
Equipment	27	31	27	25	29	29	30	30	33	33
Other	110	104	102	86	99	106	112	137	183	178
<b>Clerk Recording &amp; Filing</b>										
Vehicles	1	1	1	1	1	1	1	1	1	1
Equipment	5	5	5	4	4	4	4	4	4	1
Other	2	3	3	3	3	3	2	2	1	1
<b>Courthouse</b>										
Parking	1	1	1	1	1	1	1	1	1	1
Other	1	1	1	1	1	1	1	1	1	1
<b>DWI</b>										
Vehicles	2	2	2	1	1	1	1	1	1	
Other	4	4	4	4	3	3	3	2	2	2
<b>Fire Departments</b>										
Stations	16	16	16	16	16	16	15	14	14	14
Vehicles	63	63	62	62	58	58	45	44	43	40
Pumpers	29	30	28	27	27	28	22	22	20	19
Tankers	17	17	17	17	17	15	13	13	12	11
Equipment	6	6	5	5	5	5	6	6	6	6
Other	52	37	37	28	28	32	29	27	14	11

**CAPITAL ASSETS INFORMATION (CONTINUED)**

**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Function/Program</b>										
<b>Flood Department</b>										
Building Sites	1	1	1	0	0	0	0	0	0	0
Vehicles	33	35	33	33	33	33	35	34	33	31
Other	5	5	5	5	5	5	5	4	4	4
<b>Law Enforcement</b>										
Vehicles	6	6	0	0	0	0	0	0	0	0
Other	2	2	2	2	2	2	2	2	2	2
<b>Other Grants &amp; Contract</b>										
Building Sites	1	1	1	0	0	0	0	0	0	0
Parking	1	0	0	0	0	0	0	0	0	0
Vehicles	15	15	15	14	3	3	3	3	3	3
Equipment	0	0	0	0	1	1	1	1	1	0
Other	14	12	12	7	6	6	3	3	3	1
<b>Property Valuation</b>										
Vehicles	5	5	5	5	5	5	5	5	5	5
Equipment	1	1	0	0	0	0	0	0	0	0
<b>Road Dept.</b>										
Buildings	3	3	3	4	4	4	4	4	4	4
Bridges	20	22	22	22	22	22	22	22	22	22
Vehicles	139	141	140	129	137	137	135	141	132	125
Tanker	1	1	1	0	0	0	0	0	0	0
Equipment	2	2	2	1	1	1	1	5	1	1
Other	39	34	32	32	25	25	23	3	15	13

**Source:** The source of this information is the County's records.

**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**Last 10 Fiscal Years**

	Fiscal Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Function/Program</b>										
<b>Public Works (4)</b>										
Street Resurfacing (miles) (1)	60	19	95	70	29	63	81	64	69	41
Traffic Sign (2)	490	513	410	503	437	465	449	2,903	772	1,135
Streets (miles)	1,388	1,409	1,415	1,415	1,423	1,400	1,409	1,407	1,407	1,413
Streetlights (3)	42	42	42	42	42	33	33	33	33	33
<b>Law Enforcement</b>										
Traffic Citations	1,727	1,170	1,592	1,821	1,698	1,889	2,095	1,598	934	1,162
911 Calls Answered (5) (6)	47,173	46,717	52,370	47,056	46,251	52,049	58,912	86,555	79,261	76,595
<b>Zoning, Building, and Planning</b>										
Residential Building Permits	15	14	20	13	52	18	18	11	12	14
Commercial Building Permits	1	1	8	7	5	13	5	2	4	2
<b>Detention Center</b>										
Total Bookings	3,303	3,154	3,562	3,915	4,206	4,643	4,668	4,754	4,543	4,705
<b>Fire Departments</b>										
Number of Calls Answered (6)	2,281	2,470	2,109	4,127	633	414	313	311	407	303

**Source:** Various County departments.

**Notes:** 1. Miles of chip sealed roads. Chaves County does not have any streets.

2. This is the number of signs repaired or replaced annually.

3. This is the total certified mileage for Chaves County and includes, paved roads, chip sealed roads and dirt/gravel roads.

4. Only the Road Department and Detention Center reports their information by fiscal year (June 30). The rest of the departments are on calendar year.

5. Data excludes calls made for traffic stops and alarms.

6. Number of calls answered in 2019 include medical calls fire departments responded to.





# CHAVES

COUNTY | NM

## COMPLIANCE SECTION





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**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***

**INDEPENDENT AUDITOR'S REPORT**

**County Commissioners**  
**Chaves County**  
Roswell, New Mexico and

**Mr. Brian Colón, Esq.**  
New Mexico State Auditor  
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and the major special revenue funds of Chaves County (the County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the Table of Contents and have issued our report thereon dated November 30, 2022.

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit of the financial statements, we considered County'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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

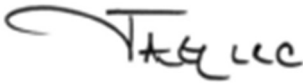


## COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, non-compliance 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 no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

## 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 results 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.

A handwritten signature in black ink, appearing to read "JAG LLC", with a stylized flourish above the letters.

Jaramillo Accounting Group LLC (JAG)  
Albuquerque, New Mexico  
November 30, 2022



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**REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

**INDEPENDENT AUDITOR'S REPORT**

**County Commissioners**  
**Chaves County**  
Roswell, New Mexico and

**Mr. Brian Colón, Esq.**  
New Mexico State Auditor  
Santa Fe, New Mexico

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM**

***OPINION ON EACH MAJOR FEDERAL PROGRAM***

We have audited Chaves County's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2022. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the County complied, in all material respects, with the 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, 2022.

***BASIS FOR OPINION ON EACH MAJOR FEDERAL PROGRAM***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

## **RESPONSIBILITIES OF MANAGEMENT FOR COMPLIANCE**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

## **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF COMPLIANCE**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

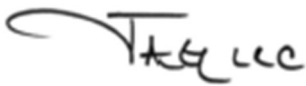
## **REPORT ON INTERNAL CONTROL OVER COMPLIANCE**

*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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance 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 as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "JAG LLC", with a stylized flourish above the letters.

Jaramillo Accounting Group LLC (JAG)  
Albuquerque, New Mexico  
November 30, 2022

# Summary Schedule of Prior Audit Findings

JUNE 30, 2022

2021-001 Alleged Timesheet Fraud and Personal Use of County Vehicle

Resolved

## Schedule of Findings and Questioned Costs

JUNE 30, 2022

### SECTION I: SUMMARY OF AUDITOR'S RESULTS

#### FINANCIAL STATEMENTS:

1	Type of auditor's report issued:	Unmodified
2	Internal Control over Financial Reporting	
	· Material Weakness Identified?	No
	· Significant Deficiencies not considered to be material weakness?	No
	· Non-compliance Material to the financial statements noted?	No

#### FEDERAL AWARDS:

1	Internal control over major programs:	
	· Material weakness(es) identified?	No
	· Significant deficiencies identified not considered to be material weakness(es)?	No
2	Type of auditor's report issued on compliance for major program:	Unmodified
3	Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

#### Identification of Major Federal Programs:

4	Identification of Major Programs:	
	<u>Assistance Listings Program Title</u>	<u>Assistance Listings Number</u>
	COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027
	The threshold for distinguishing Types A & B programs:	\$750,000
5	The County was determined to be a low-risk auditee?	No

### SECTION II: FINANCIAL STATEMENT FINDINGS

None

### SECTION III: FEDERAL AWARD FINDINGS

None

# Exit Conference

JUNE 30, 2022

The contents of this report were discussed, in a closed session, on November 29, 2022. The following individuals were in attendance:

## REPRESENTING CHAVES COUNTY:

**WILLIAM E. CAVIN**  
Commissioner

**T. CALDER EZZELL, JR.**  
Commissioner

**WILLIAM B. WILLIAMS**  
County Manager

**ANABEL BARRAZA**  
Chief Financial Officer

**LUCIA SERRANO**  
Assistant Finance Director

**MAC ROGERS**  
Public Services Director

## REPRESENTING JARAMILLO ACCOUNTING GROUP LLC (JAG):

**AUDREY J. JARAMILLO, CPA, CFE, J.M.**  
Managing Partner

**SCOTT ELIASON, CPA**  
Partner

*Jaramillo Accounting Group LLC (JAG) assisted in the preparation of the financial statements presented in this report. The County's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.*



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# JARAMILLO ACCOUNTING GROUP LLC (JAG)

CERTIFIED PUBLIC ACCOUNTANTS

4700 LINCOLN RD NE, ALBUQUERQUE, NM 87109

T: 505.323.2035

[www.JAG.CPA](http://www.JAG.CPA)

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