

STATE OF NEW MEXICO
COUNTY OF SIERRA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025



INTRODUCTORY SECTION

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

	Page
INTRODUCTORY SECTION	
Table of Contents	i-ii
Official Roster	iii
FINANCIAL SECTION	
Independent Auditor’s Report	1-4
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	6-7
Statement of Activities	8-9
Fund Financial Statements:	
Balance Sheet – Governmental Funds	10-11
Reconciliation of the Balance Sheet to the Statement of Net Position	12
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	13-14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP Budgetary Basis) and Actual- General Fund - 401	16
Grant Fund - 500	17
Legislative Appropriation Fund – 502	18
US Department Treasury Fund – 512	19
Correction Protection Fund – 605	20
Flood Commission Fund - 627	21
Statement of Net Position – Proprietary Fund	22
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Fund	23
Statement of Cash Flows	24
Statement of Fiduciary Net Position	25
Statement of Changes in Fiduciary Net Position	26
Notes to Financial Statements	27-65
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of the County’s Proportionate Share of the Net Pension Liability	67-68
Schedule of County Contributions	69-70
Schedule of the County’s Proportionate Share of the Net OPEB Liability	71
Schedule of the County Contributions	72
Notes to Pension and OPEB Required Supplementary Information	73

**STATE OF NEW MEXICO
SIERRA COUNTY
TABLE OF CONTENTS
JUNE 30, 2025**

	Page
SUPPLEMENTARY INFORMATION	
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Fund Descriptions	76-78
Combining Balance Sheet – Nonmajor Governmental Funds	79-84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	85-90
SUPPORTING SCHEDULES AS REQUIRED BY NMAC 2.2.2	
Schedule of Joint Powers Agreements	92-95
Schedule of Collateral Pledged by Depository for Public Funds	96
Schedule of Cash and Temporary Investment Accounts	97
Tax Roll Reconciliation – Changes in Property Tax Receivable	98
Treasurer’s Property Tax Schedule	99-108
Schedule of Special, Deficiency, Specific, and Capital Outlay Appropriations	109-110
COMPLIANCE SECTION	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	112-113
Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	114-116
Schedule of Expenditures of Federal Awards	117
Notes to Schedule of Expenditures of Federal Awards	118
Schedule of Findings and Questioned Costs	119-121
Prior Year Audit Findings	122
Exit Conference	123

**STATE OF NEW MEXICO
SIERRA COUNTY
OFFICIAL ROSTER
JUNE 30, 2025**

Board of County Commissioners

Name	Title
Travis Day	Chairman
Hank Hopkins	Vice Chairman
Sandy Jones	County Commissioner

County Officials

Michael Huston	County Assessor
Amy Whitehead	County Clerk
Candace Chavez	County Treasurer
Tom Pestak	Probate Judge
Joshua Baker	County Sheriff
Amber Vaughn	County Manager
Jessica Peña	Finance Director

FINANCIAL SECTION



Independent Auditors' Report

To Joseph M. Maestas, P.E., CFE
New Mexico State Auditor

Sierra County Commissioners
Truth or Consequences, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparison for the General Fund and major special revenue funds of Sierra County (County), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue funds of Sierra County, as of June 30, 2025, 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.

Basis for Opinion

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 Sierra 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 opinion.

Responsibilities of Management for the Financial Statements

Sierra County's 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

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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 Sierra 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 auditors' report that includes our opinion. 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 Sierra 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 Sierra 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

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

Accounting principles generally accepted in the United States of America require that the Schedules of the County's Proportionate Share of the Net Pension Liability and Schedules of County Contributions, the schedule of the County's proportionate share of the OPEB Liability, the schedule of the County's contributions on pages 67-73 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 combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the supporting schedules listed in the table of contents as required by 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the supporting schedules listed in the table of contents as required by 2.2.2 NMAC, are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other

records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the supporting schedules listed in the table of contents as required by 2.2.2 NMAC, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 20, 2026 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Pattillo, Brown & Hill, LLP

Pattillo, Brown & Hill, L.L.P.
Albuquerque, New Mexico
January 20, 2026

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF NET POSITION
June 30, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
<i>Current:</i>			
Cash and cash equivalents	\$ 20,918,919	23,931	20,942,850
Cash - restricted	1,040,750	-	1,040,750
Investments	-	158,559	158,559
Property tax receivables	447,184	-	447,184
Other taxes receivable	935,198	-	935,198
Due from other governments	61,036	27,182	88,218
Prepaid expenses	198,968	-	198,968
<i>Total current assets</i>	<u>23,602,055</u>	<u>209,672</u>	<u>23,811,727</u>
<i>Noncurrent assets:</i>			
Capital assets, net accumulated depreciation	20,737,611	300,000	21,037,611
<i>Total noncurrent assets</i>	<u>20,737,611</u>	<u>300,000</u>	<u>21,037,611</u>
<i>Total assets</i>	<u>44,339,666</u>	<u>509,672</u>	<u>44,849,338</u>
DEFERRED OUTFLOWS			
Pension related	1,928,152	-	1,928,152
OPEB related	429,656	-	429,656
<i>Total deferred outflows</i>	<u>2,357,808</u>	<u>-</u>	<u>2,357,808</u>
<i>Total assets and deferred outflows</i>	<u>\$ 46,697,474</u>	<u>509,672</u>	<u>47,207,146</u>

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF NET POSITION
June 30, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
<i>Current liabilities:</i>			
Accounts payable	\$ 905,363	-	905,363
Accrued payroll liabilities	271,370	2,358	273,728
Accrued interest	32,911	-	32,911
Unearned revenue	-	-	-
Compensated absences	375,796	-	375,796
Current portion of leases payable	211,126	-	211,126
Current portion of notes payable	699,722	-	699,722
<i>Total current liabilities</i>	<u>2,496,288</u>	<u>2,358</u>	<u>2,498,646</u>
<i>Noncurrent liabilities:</i>			
Compensated absences	-	-	-
Leases payable	188,030	-	188,030
Notes payable	6,796,559	-	6,796,559
Landfill liability	-	170,345	170,345
Net pension liability	8,415,727	-	8,415,727
Net OBEB liability	1,093,688	-	1,093,688
<i>Total noncurrent liabilities</i>	<u>16,494,004</u>	<u>170,345</u>	<u>16,664,349</u>
<i>Total liabilities</i>	<u>18,990,292</u>	<u>172,703</u>	<u>19,162,995</u>
DEFERRED INFLOWS			
Pension related	236,623	-	236,623
OPEB related	986,616	-	986,616
<i>Total deferred inflows</i>	<u>1,223,239</u>	<u>-</u>	<u>1,223,239</u>
NET POSITION			
Net investment in capital assets	12,842,174	300,000	13,142,174
Restricted			
Special revenue	12,116,209	-	12,116,209
Capital projects	62,346	-	62,346
Debt service	-	-	-
Subsequent years expenditures	1,922,367	-	1,922,367
Unrestricted	(459,153)	36,969	(422,184)
<i>Total net position</i>	<u>26,483,943</u>	<u>336,969</u>	<u>26,820,912</u>
<i>Total liabilities, deferred inflows, and net position</i>	<u>\$ 46,697,474</u>	<u>509,672</u>	<u>47,207,146</u>

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED June 30, 2025

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 5,048,732	383,788	2,937,793	3,521,980
Public safety	8,516,276	457,199	1,271,212	-
Highways and streets	2,863,242	-	-	160,151
Culture and recreation	192,229	-	-	-
Health and welfare	3,346,504	-	-	-
Interest relating to long-term debt	122,814	-	-	-
<i>Total governmental activities</i>	<u>20,089,797</u>	<u>840,987</u>	<u>4,209,005</u>	<u>3,682,131</u>
Business-type activities				
Solid Waste	154,905	16,748	-	-
<i>Total business-type activities</i>	<u>154,905</u>	<u>16,748</u>	<u>-</u>	<u>-</u>
<i>Total primary government</i>	<u>\$ 20,244,702</u>	<u>857,735</u>	<u>4,209,005</u>	<u>3,682,131</u>

General Revenues:

- Property taxes
- Payment in lieu of taxes
- Local and state shared taxes
- Investment earnings
- Gain (loss) from sale of assets
- Miscellaneous

Total general revenues

Change in net position

Net position - beginning

Ending net position

Net (Expense) Revenue and Changes in Net Position

Primary Government

Governmental Activities	Business-Type Activities	Total
1,794,829	-	1,794,829
(6,787,865)	-	(6,787,865)
(2,703,091)	-	(2,703,091)
(192,229)	-	(192,229)
(3,346,504)	-	(3,346,504)
(122,814)	-	(122,814)
<u>(11,357,674)</u>	<u>-</u>	<u>(11,357,674)</u>
-	(138,157)	(138,157)
-	(138,157)	(138,157)
<u>(11,357,674)</u>	<u>(138,157)</u>	<u>(11,495,831)</u>
5,532,867	-	5,532,867
1,537,996	-	1,537,996
5,720,714	122,614	5,843,328
412,764	4,397	417,161
92,736	-	92,736
481,521	-	481,521
<u>13,778,598</u>	<u>127,011</u>	<u>13,905,609</u>
2,420,924	(11,146)	2,409,778
<u>24,063,019</u>	<u>348,115</u>	<u>24,411,134</u>
<u>\$ 26,483,943</u>	<u>336,969</u>	<u>26,820,912</u>

**STATE OF NEW MEXICO
SIERRA COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED June 30, 2025**

	General Fund 401	Grant Fund 500	Legislative Appropriations 502	US Department Treasury Fund 512
ASSETS				
<i>Current:</i>				
Cash and cash equivalents	\$ 8,672,628	1,357,014	-	2,256,105
Cash - restricted	608,520	-	-	-
Receivables				
Property tax receivable	343,488	-	-	-
Other taxes receivable	390,761	-	-	-
Due from other governments	30,000	-	-	-
Due from other funds	625,088	-	-	-
Prepaid expenses	198,968	-	-	-
<i>Total current assets</i>	<u>\$ 10,869,453</u>	<u>1,357,014</u>	<u>-</u>	<u>2,256,105</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities:</i>				
Accounts payable	\$ 74,408	146,948	144,757	79,145
Accrued payroll liabilities	173,237	11,546	-	-
Interest payable	-	-	-	-
Due to other funds	-	165,750	436,276	-
Unearned revenues	-	-	-	-
<i>Total current liabilities</i>	<u>247,645</u>	<u>324,244</u>	<u>581,033</u>	<u>79,145</u>
DEFERRED INFLOWS				
Property taxes	295,120	-	-	-
<i>Total deferred inflows</i>	<u>295,120</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICIT)				
Nonspendable	198,968	-	-	-
Restricted				
Special revenue	-	1,032,770	-	2,176,960
Capital projects	-	-	-	-
Debt service	-	-	-	-
Subsequent years expenditures	1,811,096	-	-	-
Unassigned	8,316,624	-	(581,033)	-
<i>Total fund balance (deficit)</i>	<u>10,326,688</u>	<u>1,032,770</u>	<u>(581,033)</u>	<u>2,176,960</u>
<i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	<u>\$ 10,869,453</u>	<u>1,357,014</u>	<u>-</u>	<u>2,256,105</u>

See Notes to Financial Statements

Correction Protection Fund 605	Flood Commission Fund 627	Nonmajor Governmental Funds	Total Governmental Funds
369,503	4,053,947	4,209,722	20,918,919
-	-	432,230	1,040,750
-	44,070	59,626	447,184
86,077	-	458,360	935,198
1,980	-	29,056	61,036
-	-	-	625,088
-	-	-	198,968
<u>457,560</u>	<u>4,098,017</u>	<u>5,188,994</u>	<u>24,227,143</u>
263,394	-	196,711	905,363
-	-	86,587	271,370
-	-	-	-
-	-	23,062	625,088
-	-	-	-
<u>263,394</u>	<u>-</u>	<u>306,360</u>	<u>1,801,821</u>
-	40,876	53,845	389,841
-	40,876	53,845	389,841
-	-	-	198,968
194,166	4,057,141	4,655,172	12,116,209
-	-	62,346	62,346
-	-	-	-
-	-	111,271	1,922,367
-	-	-	7,735,591
<u>194,166</u>	<u>4,057,141</u>	<u>4,828,789</u>	<u>22,035,481</u>
<u>457,560</u>	<u>4,098,017</u>	<u>5,188,994</u>	<u>24,227,143</u>

STATE OF NEW MEXICO
SIERRA COUNTY
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED June 30, 2025

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

Fund balances - total governmental funds	\$ 22,035,481
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	20,737,611
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.	1,928,152
Defined OPEB plan deferred outflows are not financial resources and, therefore, are not reported in the funds.	429,656
Other long-term assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:	
Property taxes	389,841
Long-term liabilities, are not due in the current period and, therefore, are not reported in the funds	
Net pension liability	(8,415,727)
Net OPEB liability	(1,093,688)
Accrued interest payable	(32,911)
Notes payable	(7,496,281)
Leases payable	(399,156)
Compensated absences	(375,796)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.	(236,623)
Defined OPEB plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(986,616)</u>
Total net position	<u>\$ 26,483,943</u>

See Notes to Financial Statements

**STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED June 30, 2025**

	General Fund 401	Grant Fund 500	Legislative Appropriations 502	US Department Treasury Fund 512
<i>Revenues:</i>				
Intergovernmental:				
Federal	\$ -	-	-	2,569,403
State	425,000	2,512,793	-	-
Local and state shared taxes	2,836,911	-	-	-
Property taxes	4,172,146	-	-	-
Payment in lieu of taxes	1,537,996	-	-	-
Licenses and permits	8,950	-	-	-
Charges for services	162,526	-	-	-
Investment earnings	329,530	-	-	-
Miscellaneous	171,658	-	-	-
Total revenues	9,644,717	2,512,793	-	2,569,403
<i>Expenditures:</i>				
Current				
General government	2,724,105	225,354	-	356,374
Public safety	3,355,383	59,243	-	-
Highways and streets	-	427,554	-	-
Culture and recreation	-	173,492	-	-
Health and welfare	-	758,739	-	-
Capital outlay	63,670	18,031	1,295,717	36,069
Debt service				
Principal	439,548	-	-	-
Interest	-	-	-	-
Total expenditures	6,582,706	1,662,413	1,295,717	392,443
Excess (deficiency) of revenues over expenditures	3,062,011	850,380	(1,295,717)	2,176,960
<i>Other financing sources (uses):</i>				
Proceeds from sale of capital assets	-	-	-	-
Leases	232,849	-	-	-
Transfers in	-	-	398,522	-
Transfers out	(2,944,924)	-	-	-
Total other financing sources (uses)	(2,712,075)	-	398,522	-
Net change in fund balances	349,936	850,380	(897,195)	2,176,960
Fund balances (deficit)- beginning of year	9,976,752	182,390	-	-
Restatement (Note 20)	-	-	316,162	-
Fund balances (deficit)- beginning of year Re	9,976,752	182,390	316,162	-
Fund balances (deficit) - end of year	\$ 10,326,688	1,032,770	(581,033)	2,176,960

See Notes to Financial Statements

Correction Protection Fund 605	Flood Commission Fund 627	Nonmajor Governmental Funds	Total Governmental Funds
-	-	32,311	2,601,714
114,384	-	2,237,245	5,289,422
446,476	-	2,437,327	5,720,714
-	478,470	749,755	5,400,371
-	-	-	1,537,996
-	-	-	8,950
63,581	-	605,930	832,037
-	83,326	(92)	412,764
848	-	309,015	481,521
<u>625,289</u>	<u>561,796</u>	<u>6,371,491</u>	<u>22,285,489</u>
-	-	552,667	3,858,500
1,989,295	-	2,549,660	7,953,581
-	4,757	1,665,188	2,097,499
-	-	18,737	192,229
-	149,346	2,392,231	3,300,316
-	-	354,383	1,767,870
-	-	605,831	1,045,379
-	-	3,377	3,377
<u>1,989,295</u>	<u>154,103</u>	<u>8,142,074</u>	<u>20,218,751</u>
<u>(1,364,006)</u>	<u>407,693</u>	<u>(1,770,583)</u>	<u>2,066,738</u>
-	-	92,736	92,736
-	-	-	232,849
1,255,920	-	2,014,851	3,669,293
-	-	(724,369)	(3,669,293)
<u>1,255,920</u>	<u>-</u>	<u>1,383,218</u>	<u>325,585</u>
(108,086)	407,693	(387,365)	2,392,323
-	3,649,448	5,834,568	19,643,158
302,252	-	(618,414)	-
<u>302,252</u>	<u>3,649,448</u>	<u>5,216,154</u>	<u>19,643,158</u>
<u>194,166</u>	<u>4,057,141</u>	<u>4,828,789</u>	<u>22,035,481</u>

See Notes to Financial Statements

**STATE OF NEW MEXICO
SIERRA COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED June 30, 2025**

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

Net change in fund balances - total governmental funds	\$ 2,392,323
Net pension expense	(589,158)
Net OPEB expense	351,011

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures	1,767,870
Loss on disposition	(517,919)
Depreciation expense	(1,635,543)

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

Change in unearned revenue related to the property taxes receivable	132,496
Increase in accrued compensated absences	(174,080)
Change in leases payable	10,919
Principal payments on notes and bonds	682,114
Change in accrued interest on long-term debt	<u>891</u>

Change in net position	<u><u>\$ 2,420,924</u></u>
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STATE OF NEW MEXICO
SIERRA COUNTY
GENERAL FUND (401)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts 401	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental:				
State	\$ 396,000	396,000	425,000	29,000
Local and state shared taxes	2,230,500	2,230,500	2,781,288	550,788
Property taxes	4,390,196	4,390,196	4,187,796	(202,400)
Payment in lieu of taxes	1,700,000	1,700,000	1,537,996	(162,004)
Licenses and permits	9,000	9,000	8,950	(50)
Charges for services	132,400	132,400	132,526	126
Investment earnings	2,500	2,500	329,530	327,030
Miscellaneous	116,690	116,440	147,113	30,673
Total revenues	8,977,286	8,977,036	9,550,199	542,490
Expenditures				
Current				
General government	2,865,810	2,927,953	2,785,307	142,646
Public safety	3,588,934	3,781,452	3,402,220	379,232
Capital outlay	57,750	22,202	22,178	24
Debt service				
Principal	520,691	512,778	441,232	71,546
Total expenditures	7,033,185	7,244,385	6,650,937	593,448
Excess (deficiency) of revenues over expenditures	1,944,101	1,732,651	2,899,262	1,166,611
Other financing sources (uses):				
Proceeds from sale	-	-	-	-
Transfers	(2,164,941)	(2,164,941)	(2,944,924)	(779,983)
Total other financing sources (uses)	(2,164,941)	(2,164,941)	(2,944,924)	(779,983)
Net changes in fund balances	\$ (220,840)	(432,290)	(45,662)	386,628
Reconciliation to GAAP basis:				
Adjustments to revenues			327,367	
Adjustments to expenditures			68,231	
Net Change in Fund Balances (GAAP Basis)			\$ 349,936	

STATE OF NEW MEXICO
SIERRA COUNTY
GRANT FUND (500)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
			500	
Revenues				
Intergovernmental:				
State	\$ 1,760,378	1,760,378	2,544,815	784,437
<i>Total revenues</i>	<u>1,760,378</u>	<u>1,760,378</u>	<u>2,555,379</u>	<u>795,001</u>
Expenditures				
Current				
General government	143,557	540,051	300,029	240,022
Public safety	356,836	1,154,852	304,150	850,702
Public works	788,821	788,821	427,554	361,267
Culture and recreation	136,000	262,468	154,140	108,328
Health and welfare	350,000	625,552	631,143	(5,591)
Capital outlay	-	18,000	18,031	(31)
<i>Total expenditures</i>	<u>1,775,214</u>	<u>3,389,744</u>	<u>1,835,047</u>	<u>1,554,697</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(14,836)</u>	<u>(1,629,366)</u>	<u>720,332</u>	<u>2,349,698</u>
Other financing sources (uses):				
Transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	\$ <u>(14,836)</u>	<u>(1,629,366)</u>	<u>720,332</u>	<u>2,349,698</u>
<i>Reconciliation to GAAP basis:</i>				
Adjustments to revenues			(42,586)	
Adjustments to expenditures			<u>172,634</u>	
Net Change in Fund Balances (GAAP Basis)			\$ <u>850,380</u>	

STATE OF NEW MEXICO
SIERRA COUNTY
LEGISLATIVE APPROPRIATION FUND (502)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts 502	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental:				
State	\$ 2,342,160	2,342,160	699,239	(1,642,921)
<i>Total revenues</i>	<u>2,342,160</u>	<u>2,342,160</u>	<u>699,239</u>	<u>(1,642,921)</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,332,632	2,495,593	1,097,761	1,397,832
<i>Total expenditures</i>	<u>2,332,632</u>	<u>2,495,593</u>	<u>1,097,761</u>	<u>1,397,832</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>9,528</u>	<u>(153,433)</u>	<u>(398,522)</u>	<u>(245,089)</u>
Other financing sources (uses):				
Transfers	-	-	398,522	398,522
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>398,522</u>	<u>398,522</u>
Net changes in fund balances	\$ <u>9,528</u>	<u>(153,433)</u>	<u>-</u>	<u>153,433</u>
<i>Reconciliation to GAAP basis:</i>				
Adjustments to revenues			(699,239)	
Adjustments to expenditures			<u>(197,956)</u>	
Net Change in Fund Balances (GAAP Basis)			\$ <u>(897,195)</u>	

STATE OF NEW MEXICO
SIERRA COUNTY
US Department Treasury (512)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
			512	
Revenues				
Intergovernmental:				
Federal	\$ -	-	2,569,403	2,569,403
<i>Total revenues</i>	-	-	2,569,403	2,569,403
Expenditures				
Current				
General government	607,443	1,092,601	277,229	815,372
Capital outlay	262,414	216,756	36,069	180,687
<i>Total expenditures</i>	869,857	1,309,357	313,298	996,059
<i>Excess (deficiency) of revenues over expenditures</i>	(869,857)	(1,309,357)	2,256,105	3,565,462
Other financing sources (uses):				
Transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net changes in fund balances	\$ (869,857)	(1,309,357)	2,256,105	3,565,462
<i>Reconciliation to GAAP basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(79,145)	
Net Change in Fund Balances (GAAP Basis)			\$ 2,176,960	

STATE OF NEW MEXICO
SIERRA COUNTY
Correction Protection (605)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
			605	
Revenues				
Intergovernmental:				
State	\$ 115,000	115,000	114,384	(616)
Local and state shared taxes	362,100	362,100	434,531	72,431
Charges for services	65,000	65,000	64,021	(979)
Miscellaneous	900	900	848	(52)
<i>Total revenues</i>	<u>542,100</u>	<u>542,100</u>	<u>613,784</u>	<u>70,836</u>
Expenditures				
Current				
Public safety	2,005,600	2,005,600	1,883,056	122,544
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,005,600</u>	<u>2,005,600</u>	<u>1,883,056</u>	<u>122,544</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,463,500)</u>	<u>(1,463,500)</u>	<u>(1,269,272)</u>	<u>194,228</u>
Other financing sources (uses):				
Transfers	1,100,000	1,100,000	1,255,920	155,920
<i>Total other financing sources (uses)</i>	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,255,920</u>	<u>155,920</u>
Net changes in fund balances	\$ <u><u>(363,500)</u></u>	<u><u>(363,500)</u></u>	<u><u>(13,352)</u></u>	<u><u>350,148</u></u>
<i>Reconciliation to GAAP basis:</i>				
Adjustments to revenues			11,505	
Adjustments to expenditures			<u>(106,239)</u>	
Net Change in Fund Balances (GAAP Basis)			\$ <u><u>(108,086)</u></u>	

STATE OF NEW MEXICO
SIERRA COUNTY
FLOOD COMMISSION FUND (627)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED June 30, 2025

	Budgeted Amounts		Actual Amounts 627	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental:				
Property taxes	\$ 491,000	491,000	481,731	(9,269)
Investment earnings	87,100	87,100	83,326	(3,774)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>578,100</u>	<u>578,100</u>	<u>565,057</u>	<u>(13,043)</u>
Expenditures				
Current				
General government	-	-	-	-
Public works	80,000	80,000	4,757	75,243
Health and welfare	273,100	273,100	167,016	106,084
Capital outlay	225,000	225,000	-	225,000
<i>Total expenditures</i>	<u>578,100</u>	<u>578,100</u>	<u>171,773</u>	<u>406,327</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>393,284</u>	<u>393,284</u>
Other financing sources (uses):				
Transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>\$ -</u>	<u>-</u>	<u>393,284</u>	<u>393,284</u>
<i>Reconciliation to GAAP basis:</i>				
Adjustments to revenues			(3,261)	
Adjustments to expenditures			17,670	
Net Change in Fund Balances (GAAP Basis)			<u>\$ 407,693</u>	

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUND
June 30, 2025

	Solid Waste Fund 405
ASSETS	
<i>Current:</i>	
Cash and cash equivalents	\$ 23,931
Investments - restricted	158,559
Accounts receivable, net	<u>27,182</u>
<i>Total current assets</i>	<u>209,672</u>
<i>Noncurrent assets:</i>	
Land and land improvements	300,000
Capital assets, net accumulated depreciation	<u>-</u>
<i>Total noncurrent assets</i>	<u>300,000</u>
<i>Total assets</i>	\$ <u><u>509,672</u></u>
LIABILITIES	
<i>Current liabilities:</i>	
Accounts payable	\$ -
Accrued payroll liabilities	<u>2,358</u>
<i>Total current liabilities</i>	<u>2,358</u>
<i>Noncurrent liabilities:</i>	
Landfill closure liability	<u>170,345</u>
<i>Total noncurrent liabilities</i>	<u>170,345</u>
<i>Total liabilities</i>	<u>172,703</u>
NET POSITION	
Net investment in capital assets	300,000
Unrestricted	<u>36,969</u>
<i>Total net position</i>	<u>336,969</u>
<i>Total liabilities, deferred inflows, and net position</i>	\$ <u><u>509,672</u></u>

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED June 30, 2025

	Solid Waste Fund 405
Operating Revenues	
Charges for services	\$ 16,734
Other revenue	14
<i>Total operating revenues</i>	<u>16,748</u>
Operating Expenses	
Personnel - salaries and wages	47,898
Personnel services - employee benefits	8,907
Professional and contract services	59,947
Repairs and maintenance	5,746
Other operating expenses	32,407
Depreciation	-
<i>Total operating expenses</i>	<u>154,905</u>
<i>Operating income (loss)</i>	<u>(138,157)</u>
Non-operating revenues (expenses)	
Gross receipts tax	122,614
Loss on sale of property	-
Interest income	4,397
<i>Total non-operating revenues (expenses)</i>	<u>127,011</u>
<i>Income (loss) before transfers</i>	<u>(11,146)</u>
Transfers in	8,500
Transfers out	(8,500)
<i>Total transfers in (out)</i>	<u>-</u>
Change in net position	(11,146)
Beginning net position	<u>348,115</u>
Net position-end of the year	<u>\$ 336,969</u>

**STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED June 30, 2025**

	Solid Waste Fund 405
<i>Cash flows from operating activities</i>	
Receipts from customers	\$ 7,801
Payments to employees	56,805
Payments to suppliers	<u>(217,185)</u>
<i>Net cash provided (used) by operating activities</i>	<u>(152,579)</u>
<i>Cash flows from noncapital financing activities</i>	
Tax revenues	122,614
Loss on sale of property	-
Transfers from other funds	8,500
Transfers to other funds	<u>(8,500)</u>
<i>Net cash provided by noncapital financing activities</i>	<u>122,614</u>
<i>Cash flows from investing activities</i>	
Interest income	<u>4,397</u>
<i>Net cash provided by investing activities</i>	<u>4,397</u>
<i>Net (decrease) increase in cash and cash equivalents</i>	(25,568)
Cash and cash equivalents - beginning of year	<u>208,058</u>
Cash and cash equivalents - end of year	<u><u>\$ 182,490</u></u>
<i>Reconciliation of operating income (loss) to net cash provided (used) by operating activities</i>	
Operating income (loss)	(138,157)
Noncash items	
Depreciation Expense	-
Landfill post-closure cost	(6,231)
Loss on disposal of fixed assets	-
Changes in assets and liabilities	
Accounts receivable	(8,947)
Accounts payable	-
Accrued expenses	<u>756</u>
<i>Net cash provided (used) by operating activities</i>	<u><u>\$ (152,579)</u></u>

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2025

	Custodial Funds
ASSETS	
Cash and cash equivalents	\$ 269,507
Receivables - property tax	410,445
Receivables - other taxes	<u>0</u>
<i>Total assets</i>	\$ <u><u>679,952</u></u>
LIABILITIES	
Due to other governments	\$ <u>410,445</u>
<i>Total liabilities</i>	410,445
NET POSITION	
Net Position	<u>269,507</u>
<i>Total liabilities and net position</i>	\$ <u><u>679,952</u></u>

STATE OF NEW MEXICO
SIERRA COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITIONS
FIDUCIARY FUNDS
FOR THE YEAR ENDED June 30, 2025

	<u>Custodial Funds</u>
Additions	
Property tax collections for other governments	\$ 5,015,278
Gross receipts tax collections for other governments	<u>581,487</u>
<i>Total additions</i>	<u>5,596,765</u>
Deductions	
Payments of property tax to other governments	5,211,137
Payments of sales tax to other governments	202,213
Administrative costs of sales tax	29,758
Disbursements to others	<u>197,577</u>
<i>Total deductions</i>	<u>5,640,685</u>
<i>Net increase (decrease) in fiduciary net position</i>	(43,920)
Net positions, beginning	<u>313,427</u>
Net position, ending	\$ <u><u>269,507</u></u>

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Sierra County (the "County") is a political sub-division of the State of New Mexico established in 1884 under the provisions of Section 4-5-1 of NMSA, 1978 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 (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

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

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

This summary of significant accounting policies of the County is presented to assist in the understanding of the County's financial statements. The financial statements and notes are the representation of the County's management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No.14, as amended by GASB Statement No. 39, GASB Statement No. 61, GASB Statement No. 80, GASB No. 90 as well as other applicable GASB statements. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The basic (but not the only) criteria for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the County does have the following component units that are required to be reported under GASB Statement 14 as amended by GASB Statements No. 39, No. 61, No. 80, and No. 90 as well as other applicable GASB Statements.

Certain component units, despite being legally separate from the County, are reported as if they were part of the County, because in addition to the County being financially accountable for them, they provide services exclusively to the County. The blended component unit, which is reported as Governmental Fund, is as follows:

- Dispatch activity is captured under funds 606 and 634; those funds are used for activities related with to faster responses in case of emergency performed by Sierra County Regional Dispatch Authority.

Government-wide and fund financial statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report, except for County fiduciary funds, information on all of the activities of the County. The effect of interfund transfers and other internal activity has been removed from the government-wide statements but continues to be reflected on the fund statements. *Governmental Activities* are supported mainly by taxes and intergovernmental revenues and are reported separately from the *business-type activities*, which are supported by fees and charges for services provided.

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

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

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and fund financial statements (Continued)

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

Separate fund financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Each major fund is reported in separate columns in the fund financial statements. Non-major funds include other Special Revenue, Capital Projects, Debt Service and Permanent funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for non-major funds are presented within Combining and Individual Fund Statements and Schedules.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. 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 when all applicable eligibility requirements imposed by the provider are met. Derived tax revenues are recognized when the underlying exchange transaction takes place.

Governmental fund-level 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. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as unearned revenue. Those revenues susceptible to accrual include interest revenues, franchise taxes, gross receipts taxes, charges for services, and grants from other governments.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured, and payment is due.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, subject to

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement focus, basis of accounting, and financial statement presentation (Continued)

the availability criterion. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place, and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met, subject to the availability criterion. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

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

The County reports decreases in net assets that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position. The County reports deferred inflows of resources in the government wide financial statements for inflows received, but not recognized as revenue until future years subject to time restrictions. In the governmental funds, the County recognizes deferred inflows of resources for property taxes and time restricted grants that are not considered available.

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

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

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

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement focus, basis of accounting, and financial statement presentation (Continued)

The *Grants Fund* accounts for grant funding received by the County for various uses.

The *Legislative Appropriations Fund* used to monitor and track the County funding from the State of New Mexico.

The *US Department Treasury Fund* accounts for funds received from Section 605 of the Social Security Act, as added by section 9901 of the American Rescue Plan Act of 2021. Local Assistance and Tribal Consistency Fund (LATCF) provides funding for payment by Treasury to eligible revenue sharing counties and eligible Tribal governments across fiscal years 2022 and 2023 for revenue enhancement.

The *Correction Fund* to account for fees assessed for the housing of prisoners and is used for maintenance of the County jail (Section 35-14-11 NMSA, 1978).

The *Flood Commission Fund* accounts for taxes levied on property in Sierra County to establish the Office of County Flood Commissioner as authorized in Section 4-50-1 NMSA 1978 and County Resolution 88-069.

Proprietary fund:

The *Solid Waste Fund* accounts for the provision of garbage and refuse removal services to the residents of the County. Activities necessary to provide such services are accounted for in this fund.

Fiduciary funds:

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Sierra County's own programs. The statements of fiduciary activities are presented using the economic resources measurement focus and the accrual basis of accounting. The statement of fiduciary net position reports assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position of custodial funds. The statement of changes in fiduciary net position is used to report additions and deductions from the County's custodial funds. The County has no pension, employee benefit trust funds, investment trust funds, or private-purpose funds.

The County's fiduciary funds (custodial funds) are used to account for the collection and payment of property taxes and special fees to other governmental agencies. In addition, the custodial funds will track and account for items held for Sierra Vista Hospital obtained from levying taxes on taxpayers.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgetary Information

Budgets are adopted on the cash basis, which is not in accordance with accounting principles generally accepted in the United States of America.

1. Prior to June 1, the County submits a proposed budget to the Local Government Division of the DFA.
2. The Local Government Division shall:
 - a. Examine each proposed budget, and on or before July 1 of each year, approve and certify for the County an operating budget for use pending approval of a final budget;
 - b. Hold public hearings on proposed budgets;
 - c. Make such corrections, revisions, and amendments to proposed budgets as may be necessary to meet the requirements of law;
 - d. Certify a final budget for the County prior to the first Monday of September of each year. Such budgets, when approved, shall be binding upon all officials of the State;
 - e. Upon the approval of the director of the DFA, authorize the transfer of funds from one budget item to another when such transfer is requested, and an emergency condition exists meriting such transfer and such transfer is not prohibited by law. In case of emergency necessitating the expenditure for item or items not provided for in the budget, upon approval of the director of the DFA, the budget may be revised to authorize such expenditures;
 - f. With written approval of the director of the DFA, increase the total budget of the County in the event the County undertakes an activity, service, project or construction program which was not contemplated at the time of the final budget was adopted and approved and which activity, service, project or construction program will produce sufficient revenue to cover such increase in the budget or the County has surplus funds on hand not necessary to meet the expenditures provided for in the budget with which to cover such increase in the budget;
 - g. Supervise the disbursement of funds to the end that expenditures will not be made in excess of budgeted items or for items not budgeted and that there will not be illegal expenditures;
 - h. Prescribe the form for all budgets, books, records, and accounts for the County; and
 - i. With the approval of the director of the DFA, make rules and regulations relating to budgets, records, reports, handling, and disbursement of public funds, or in any matter relating to the financial affairs of the County.
3. The County Manager is authorized to transfer budgeted amounts between departments within any fund.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Fund.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgetary Information (Continued)

5. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Fund are adopted on a basis inconsistent with GAAP. Budgetary and actual comparisons presented for these funds in this report are on the non-GAAP (cash) budgetary basis.
6. Budgeted amounts are as originally adopted, or as amended by the County Commissioners and approved by the DFA.
7. The level of classification detail in which expenditures may not legally exceed appropriations for budget is at the fund level.

Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity date within twelve months of the date acquired by the County.

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

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

In accordance with Section 6-10-17, NMSA, 1978 Compilation, the County is required to collateralize an amount equal to one-half of the public money in excess of insured funds at each financial institution. Deposits in overnight repurchase agreements are required to be covered by pledged collateral equal to 50% of the deposit. All of the County's depositories were in compliance with collateral requirements.

Receivables and Payables

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time eligibility requirements established by the provider have been met. Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as unearned revenue in the fund statements. Receivables are shown net of an allowance for uncollectible amounts.

Lending or borrowing between funds is reflected as "due to or due from" (current portion) or "advances to/from other funds" (non-current). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Interfund activity reflected in "due to or due from" is eliminated on the government-wide statements.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

The County's method of accounting for inventory is the consumption method. Under the consumption approach, the government reports inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories are actually consumed. Inventory is valued at lower of cost or market value. The lower of cost or market value of purchased supplies and materials is recorded as an expenditure at the time individual inventory items are consumed.

Prepaid Expenses

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

Restricted Assets

Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended. Debt service cash is restricted for future debt payments.

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, software, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements.

Capital assets are defined by the government, per Section 12-6-10 NMSA 1978, as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The County was a phase III government for purposes of implementing GASB 34 and therefore was not required to include the historical cost of infrastructure assets retroactive to 1980.

Since the implementation of GASB 34, the County includes infrastructure in its capital assets. Information Technology Equipment including software is being capitalized and included in furniture, fixtures, and equipment in accordance with NMAC 2.2.20.1.9 C (5). Additionally, the County has elected to include infrastructure assets retroactive to 1980.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Improvements	40-45
Buildings	40-45
Infrastructure	20-40
Machinery and equipment	5-10
Vehicles	5

Accrued Expenses

Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2025, along with applicable PERA, FICA, Retiree Health Care contributions, and Medicare payable.

Compensated Absences

A liability for unused vacation and sick time for all full-time employees is calculated and reported in the government-wide statements. For financial reporting, the following criteria must be met to be considered as compensated absences:

- 1) Leave or compensation is attributable to services already rendered.
- 2) Leave or compensation is not contingent on a specific event (such as illness)

Per GASB Interpretation No. 6, liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e., are due for payment). Compensated absences are accrued in the government-wide statements.

Qualified employees are entitled to accumulate annual leave according to a graduated annual leave schedule. Depending on the length of service, employees may accrue 15 to 18 days per year. Annual leave may be accumulated from year to year up to a maximum of 30 days. Annual leave balances in excess of 30 days as of December 31 of any calendar year will be lost. The employee or the employee's estate will be paid for each day of the unused annual leave at the time of the employee's voluntary or involuntary termination, retirement, death, or total disability up to a maximum of 30 days plus the number of days accrued and unused during the current calendar year.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences (continued)

Qualified employees are entitled to accumulate sick leave at a rate of 12 days per year. There is an accrual limitation of 75 hours. Upon separation of retirement of an employee who has served five or more years, the County shall pay employee a sum equal to 25% of the value of the accumulated and unused sick leave, based on his/her average rate of pay for the preceding 12 months. Part-time employees accrue sick leave on a pro-rata basis. Casual and temporary employees do not accrue sick leave.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that is not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under the governmental activities statement of net position.

Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, or the straight-line method if the difference is inconsequential. Bonds payable are reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Net Position

Net position includes net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets, consist of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position are balances with constraints placed on their use that are either externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. A further classification of restricted net position exists for those balances included in permanent endowments or permanent fund principal amounts. These net balances are classified as either expendable or nonexpendable. Nonexpendable net position includes those that are required to be retained in perpetuity.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position (continued)

Unrestricted net position consists of net balances that do not meet the definition of "restricted" or "invested in capital assets."

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund, for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring and non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

Restricted Assets

Restricted assets are assets which have third-party limitations on their use. When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

1. **Non-spendable Fund Balance:** Non-spendable fund balance shall mean the portion of the gross fund balance that is not expendable (such as inventories or fixed assets) or is legally marked for a specific use.
2. **Restricted Fund Balance:** Restricted fund balance shall include amounts constrained to a specific purpose by the provider, such as a grantor.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Classification (Continued)

3. **Committed Fund Balance:** Committed fund balance shall mean that portion of the fund balance that is constrained to a specific purpose by the Sierra County Board of Commissioners.
4. **Assigned Fund Balance:** Assigned fund balance shall mean that portion of the fund balance that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose by the Sierra County Manager or designee. Such assignment may change and may never be budgeted or may result in expenditures in future periods of time.
5. **Unassigned Fund Balance:** Unassigned fund balance shall include amounts available for any legal purpose. The unassigned fund balance shall be the difference between the total fund balance and the total of the non-spendable fund balance, restricted fund balance, committed fund balance and assigned fund balance.

The County would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Deferred Inflows and Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one item that qualifies for reporting in this category on the government-wide statement of net position. It is the County's contributions subsequent to the measurement date of the collective net pension liability and before the end of the employer's reporting period. This will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has four items, of which one item, deferred property taxes, arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, deferred property taxes, is reported only in the governmental funds balance sheet. Grants restricted by time are reported in the government-wide statement of net position and in the governmental funds financial statements. Net difference between projected and actual investment earnings on pension plan investments and the change of assumptions related to the pension plan are also deferred inflows. These amounts will be amortized and recognized in future years.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Minimum Fund Balance Policy

The County's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the County holds cash reserves of 3/12th the General Fund expenditures and a cash reserve of 1/12th the Road Special Revenue Fund expenditures. The County presented minimum fund balance on the governmental funds balance sheet in the amount of \$1,811,096 for General Fund and \$111,271 for Road fund for the year ending June 30, 2025.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB).

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

Budgetary Information

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

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

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Budgetary Information (Continued)

The budgetary information presented in these financial statements has been amended by County Commissioners in accordance with the above procedures.

The accompanying Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual presents a comparison of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2025 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 3. DEPOSITS AND INVESTMENTS

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2025.

Deposits of funds may be made in interest or non-interest-bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute. The financial institution must provide pledge collateral for 50% of the deposit amount in excess of the deposit insurance.

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

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State of the United States or are backed by the full faith and credit of those governments.

The collateral pledged is listed on the Schedule of Pledged Collateral in this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by an agency, district, or political subdivision of the State of New Mexico.

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2025, \$15,639,648 of the County’s bank balances of \$16,327,728 were exposed to custodial credit risk. \$9,442,873 was collateralized by securities held by the pledging bank’s trust department, not in the County’s name, and \$6,196,775 was uninsured and uncollateralized.

	Citizens Bank	First Savings Bank	Total
Amount of deposits	\$ 16,139,648	187,630	16,327,728
Less: FDIC coverage	<u>(500,000)</u>	<u>(187,630)</u>	<u>(687,630)</u>
Total uninsured public funds	<u>15,639,648</u>	<u>-</u>	<u>15,639,648</u>
Collateral requirement (50% of uninsured public funds)	7,819,824	-	7,819,824
Pledged collateral	<u>9,442,873</u>	<u>-</u>	<u>9,442,873</u>
Over (under) collateralized	\$ <u>1,623,049</u>	<u>-</u>	<u>1,623,049</u>

Deposits with the New Mexico Finance Authority. The County has \$1,040,750 on deposit with the New Mexico Finance Authority which is a State Agency that has its funds deposited with the New Mexico State Treasurer. The New Mexico State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10- 10 P and Sections 6-10-10.1 A and E, NMSA 1978. These funds are not subject to the collateralization requirements.

Investments. The County invests in the New MexiGROW Local Government Investment Pool’s (LGIP) in an effort to distribute their interest-bearing accounts among various entities. The (LGIP) investments are valued at fair value based on quoted market prices as of the valuation date. The LGIP is not SEC registered. The New Mexico State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10.1 A and E, NMSA 1978. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, 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 LGIP is voluntary.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

The County’s investments in LGIP at June 30, 2025 include the following:

<u>Investments</u>	<u>Rated</u>	<u>Weighted Average Maturity (R)</u>	<u>Weighted Average Maturity (F)</u>	<u>Fair Market Value</u>
LGIP	*AAAm	25 days	71 days	\$ 5,350,537

**Based off Standard & Poor’s rating*

Interest Rate Risk – Investments. The County’s policy related to interest rate risk with investments is to comply with the state as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

Concentration of Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The investments in the New MexiGROW LGIP represent 69% of the investment portfolio. The County’s policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

GASB Statement No. 72 requires investment to be presented at fair value. This statement provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under GASB Statement No. 72 are described as follows:

Basis of Fair Value Measurement

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

Level 2 - Quoted prices in markets that are not considered to be active or financial instruments without quoted market prices, but for which all significant inputs are observable, either directly or indirectly.

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

Basis of Fair Value Measurement (Continued)

The following table sets forth by level, within the fair value hierarchy, the County’s assets that had a fair value as of June 30, 2025:

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

	Investment Assets at Fair Value as of June 30, 2025			
	Level 1	Level 2	Level 3	Total
LGIP	\$ 5,350,537	-	-	\$ 5,350,537

NOTE 4. PROPERTY TAXES

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments, November 10th, and April 10th. The taxes become delinquent in December of the year in which the tax bill was prepared and mailed, and in May of the following year. Fund financial statements are kept on a modified accrual basis of accounting. Hence, accounting principles generally accepted in the United States of America require recognition of property taxes when they are considered both measurable and available for the fund financial statements. Therefore, the delinquent property taxes are not recorded as revenue in the fund financial statements until they become both "measurable" and "available" to finance expenditures of the fiscal period.

Government-wide financial statements are kept on a full accrual basis of accounting. Hence, accounting principles generally accepted in the United States of America require recognition of property taxes when the taxes are levied. The delinquent property taxes are recorded as revenue in the government-wide financial statements in the period of levy.

NOTE 5. OTHER RECEIVABLES

Receivables at June 30, 2025 are considered to be fully collectible and are composed as follows:

Governmental Activities

	Other Receivables	Property Taxes	Other Taxes	Total
General Fund	\$ 30,000	343,488	390,761	764,249
Hospital GRT	-	59,626	136,431	196,057
Road	-	-	70,689	70,689
Mental Health	-	-	6,598	6,598
County Indigent	-	-	94,212	94,212
Correction	1,980	-	86,077	88,057
Emergency Communication	19,056	-	148,780	167,836
EMS Communications	10,000	-	1,650	11,650
Flood Commissions	-	44,070	-	44,070
Net Receivables	\$ 61,036	447,184	935,198	1,443,418

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. OTHER RECEIVABLES (CONTINUED)

Receivables for business type activities are as follows:

	<u>Other Taxes</u>	<u>Total</u>
Solid Waste Fund	\$ 27,182	27,182
Less: Allowance for uncollectable	-	-
Net Receivables	<u>\$ 27,182</u>	<u>27,182</u>

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

In the fund financial statements, total cash and investments are reported in the general fund. Cash in other governmental funds is reported as “due from other funds” (or as “due to other funds” in the case of a fund overdraft) with a corresponding amount in the general fund. The County recorded interfund transfers to reflect activity occurring between funds.

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

	<u>Transfers Out</u>	<u>Transfers In</u>
Major Funds		
General Fund	\$ 2,944,924	-
Legislative appropriations	-	398,522
Correction Protection	-	1,255,920
Nonmajor governmental funds	724,369	2,014,851
Solid Waste Fund	8,500	8,500
	<u>\$ 3,677,793</u>	<u>3,677,793</u>

The County recorded interfund receivables/payables to reflect temporary loans between funds. The purpose of the loans was to cover cash shortages until grant reimbursements or other funding measures could be obtained. All interfund receivables/payables are expected to be repaid within one year. The County had the following interfund receivables/payables at June 30, 2025:

	<u>Due From</u>	<u>Due To</u>
Major Funds		
General fund	\$ 625,088	-
Grant fund	-	165,750
Legislative Appropriations	-	436,276
Nonmajor governmental funds	-	23,062
	<u>\$ 625,088</u>	<u>625,088</u>

These interfund receivables and payables are eliminated in the government-wide financial statements.

STATE OF NEW MEXICO
 SIERRA COUNTY
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 7. CHANGES IN CAPITAL ASSETS

Governmental activities:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Capital assets, not depreciated:				
Land	\$ 3,055,873	-	-	3,055,873
Construction in progress	185,163	838,002	-	1,023,165
Total capital assets, not depreciated	3,241,036	838,002	-	4,079,038
Capital assets, depreciated:				
Right of Use Leases - Equipment	-	232,849		232,849
Buildings and improvements	15,909,803	255,424	-	16,165,227
Vehicles, machinery, and equipment	11,021,731	441,595	(1,295,436)	10,167,890
Infrastructure	20,145,823	-	-	20,145,823
Total capital assets, depreciated	47,077,357	929,868	(1,295,436)	46,711,789
Accumulated depreciation:				
Right of Use Leases - Equipment	-	(46,572)		(46,572)
Buildings and improvements	(6,121,311)	(552,931)	-	(6,674,242)
Vehicles, machinery, and equipment	(6,840,607)	(874,130)	777,517	(6,937,220)
Infrastructure	(16,233,272)	(161,910)	-	(16,395,182)
Total accumulated depreciation	(29,195,190)	(1,635,543)	777,517	(30,053,216)
Total capital assets, depreciated net	\$ 21,123,203	132,327	(517,919)	20,737,611

Depreciation expense for the year ended June 30, 2025, was charged to the following functions and funds:

General Government	\$ 447,673
Public Works	736,388
Public Safety	451,483
Total depreciation expense: governmental activities	\$ 1,635,543

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7. CHANGES IN CAPITAL ASSETS (Continued)

Business type activities:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Capital assets, not depreciated:				
Land	\$ 300,000	-	-	300,000
Total capital assets, not depreciated	300,000	-	-	300,000
Capital assets, depreciated:				
Vehicles, machinery, and equipment	271,826	-	-	271,826
Total capital assets, depreciated	271,826	-	-	271,826
Accumulated depreciation:				
Vehicles, machinery, and equipment	(271,826)	-	-	(271,826)
Total accumulated depreciation	(271,826)	-	-	(271,826)
Total capital assets being depreciated	-	-	-	-
Total capital assets, depreciated net	\$ 300,000	-	-	300,000

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8. LONG-TERM DEBT

During the year ended June 30, 2025, the following changes occurred in long-term debt reported in the government-wide statement of net position:

	June 30, 2024	Additions	Deletions	June 30, 2025	Due Within One Year
Governmental funds debt					
Notes payable	\$ 7,631,999	-	(607,186)	7,024,813	618,977
RHCA buy-in payable	546,396	-	(74,928)	471,468	80,745
Lease payable	410,135	232,849	(243,828)	399,156	211,126
Total	\$ 8,588,530	232,849	(925,942)	7,895,437	910,848
Business-type funds debt					
Landfill liability	\$ 176,576	-	(6,231)	170,345	-

NMRHCA Buy-In Payable

On May 17, 2017, the Sierra County Commissioners passed Ordinance No. 17-011 approving participation in the Retiree Health Care Plan. According to Section 2.81.10.8 of the Retiree Health Care Act the County must pay the applicable surplus-amount contribution for each NMRHCA fiscal year beginning with FY19 through the fiscal year in which the employer is accepted in NMRHCA program. The County chose to pay the surplus amount contribution over an extended period of time. According with 2 NMAC 81.10, the employers that elect to pay the surplus amount contribution over time, shall have no more than 13 years to complete such payments. Interest in the amount of seven and one-half percent (7.5%) per annum shall accrue and be charged on all surplus amount contribution amounts not paid within 30 days of the employer's acceptance into the program. The NMRHCA provided the County with a payment schedule of monthly principal/interest payments.

Beginning in July 1, 2017 the County (employer) and the employees began contributing to the RHCA plan at the required percentages of 2% and 1% respectively.

The County has the following buy-in program (loan) with NMRHCA:

Description	Issue Date	Maturity Date	Original Issue	Outstanding	Rates
NMRHCA Buy-in Loan	7/1/2017	6/1/2030	\$ 939,677	471,468	7.50%

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8. LONG-TERM DEBT (Continued)

NMRHCA Buy-In Payable (Continued)

Future payment requirements on the NMRHCA buy-in are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2026	80,745	32,622	113,367
2027	87,013	26,354	113,367
2029	93,768	19,598	113,366
2030	101,048	12,319	113,367
2031	108,894	4,474	113,368
Total	\$ 471,468	95,367	566,835

The buy-in amount paid for July 1, 2023, through June 30, 2025 was \$74,928 for principal payments and \$38,439 for interest.

Long-Term Notes-NMFA

The County entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments to cover debt service. This revenue is subject to intercept agreements.

#	Description	Issue Date	Maturity Date	Original Issue	Outstanding	Interest Rates
1	Poverty Creek VFD (NMFA #15)	10/20/2008	5/1/2031	\$ 399,379	147,428	4.03%
2	Monticello FD (NMFA #16)	3/18/2009	5/1/2029	438,147	114,311	3.58%
3	Arrey Derry - Fire truck loan (NMFA #21)	1/1/2013	5/1/2028	161,210	94,737	1.95%
4	Detention Refinance #13 (NMFA #23)	7/21/2017	5/1/2032	3,680,424	1,883,058	1.15%
5	PPRF 4774	11/30/2018	5/1/2042	3,376,199	2,676,167	2.10%
6	PPRF 5006	10/25/2019	5/1/2037	2,157,941	1,535,941	1.10%
7	PPRF 5391/Dispatch	1/22/2022	5/1/2035	648,695	461,033	0.26%
8	PPRF 5656-2023 Equipment Loan	2/18/2023	5/1/2032	158,260	112,138	1.03%
				\$ 11,586,418	7,024,813	

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8. LONG-TERM DEBT (CONTINUED)

Long-Term Notes-NMFA (Continued)

The County's long-term notes consist of the following:

1. NMFA #15 - During the year ended June 30, 2009, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$399,379, at 4.109% blended interest rate, to plan, design, equip, furnish, and construct a new main station for the Poverty Creek Volunteer Fire Department. Pledged revenues of the County's Fire Protection Funds are intercepted by the New Mexico Finance Authority beginning in fiscal year 2014. The loan matures on May 1, 2031.
2. NMFA #16 - During the year ended June 30, 2009, the County received approval for a loan from NMFA in the amount of \$438,147, at 3.713% blended interest rate, to plan, design, equip, furnish, and construct a new fire station to be used by the Monticello Fire Department. Pledged revenues of the County's Fire Protection Funds are used for this loan. The loan matures on May 1, 2029.
3. NMFA #21 - During the year ended June 30, 2013, the County received approval for a loan from NMFA in the amount of \$161,210, at 2.8567% blended interest rate, for purchasing a Class A fire pumper for use by the Arrey/Derry Volunteer Fire Department. Pledged revenues of the County's State Fire Protection are used for this loan. The loan matures on May 1, 2028.
4. NMFA #23 - During the year ended June 30, 2018, the County received approval for a loan from NMFA in the amount of \$3,680,424, at 2.3117% blended interest rate, to refund loan #13 dated August 31, 2007, with outstanding principal of \$2,129,858. Pledged revenues of the County's Equalization Distribution are used for this loan. The loan matures on May 1, 2032.
5. NMFA PPRF-4774 – During the year ending June 30, 2019, the County received approval for a loan from NMFA in the amount of \$3,376,199, at 3.6447% blended interest rate, to refund and decrease loan #20 dated June 30, 2013, with outstanding principal of \$2,792,235. The original loan #20 was for construction of a new emergency room and general renovations to Sierra Vista Hospital. Pledged revenues of the 0.25% County's Hospital emergency Gross Receipts tax and 2/3rds of the 0.375% Hold Harmless Gross Receipts taxes are used for this loan.
6. NMFA PPRF-5006 – During the year ending June 30, 2020, the County received approval for a loan from NMFA in the amount of \$2,157,941, at 1.5618% blended interest rate, to purchase and renovate a different County building. Pledge revenues of the 0.375% County Gross Receipts tax originally imposed as the County Hold Harmless Gross Receipts tax are used for this loan.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8. LONG-TERM DEBT (CONTINUED)

Long-Term Notes-NMFA (Continued)

7. NMFA PPRF-5391– During the year ending June 30, 2022, the County received approval for a loan from NMFA in the amount of \$648,695, at 0.920899% blended interest rate, to replace the Sierra County Dispatch Center emergency radio system with new radios, radio tower and radio shelter, including new cabling, IT system, security access control, security surveillance systems, new filing systems and IT racking systems, and all installation involved. Pledged revenues of the 0.25% County Emergency Communications and Emergency Medical and Behavioral Services tax are used for this loan.

8. NMFA PPRF-5656 – During the year ending June 30, 2023, the County received approval for a loan from NMFA in the amount of \$158,260, at 1.033907% blended interest rate, to purchase a brush truck and firefighting apparatus for the Las Palomas Fire Department. Pledged revenues of the State’s Fire Protection Funds are used for this loan.

Debt service requirements for all notes are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	618,977	189,311	808,288
2027	631,751	176,539	808,290
2028	645,433	162,855	808,288
2029	660,788	147,537	808,325
2030	620,237	130,813	751,050
2031-2035	2,267,389	425,187	2,692,576
2036-2040	1,173,009	189,899	1,362,908
2041-2043	407,229	24,591	431,820
Total	\$ <u>7,024,813</u>	<u>1,446,732</u>	<u>8,471,545</u>

Revenue bonds have been liquidated by the judicial center bond debt-service fund in prior years.

Leases Payable

On December 31, 2018 the County entered into a financing agreement with Caterpillar Financial Services Corporation to finance the purchase of a motor grader. The cost of the motor grader was \$957,146 at an interest rate of 4.90%. The outstanding balance on the finance agreement at June 30, 2025 was \$ \$ 111,486. The agreement matures on December 31, 2025.

On August 25, 2022 the County entered into a financing agreement with Caterpillar Financial Services Corporation to finance the purchase of a tractor. The cost of the tractor was \$239,160 at an interest rate of 3.99%. The outstanding balance on the finance agreement at June 30, 2025 was \$95,135. The agreement matures on February 25, 2028.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8. LONG-TERM DEBT (CONTINUED)

On June 4, 2024 the County entered into a financing agreement with Caterpillar Financial Services Corporation to finance the purchase of a tractor. The cost of the tractor was \$232,849 at an interest rate of 6.99%. The outstanding balance on the finance agreement at June 30, 2025 was \$192,535. The agreement matures on June 4, 2029.

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	211,126	20,099	231,225
2027	85,063	9,551	94,614
2028	49,690	5,625	55,315
2029	53,277	2,039	55,316
Total	\$ 399,156	37,314	436,470

Compensated Absences

Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During the fiscal year June 30, 2025, compensated absences increased by \$174,080 from the prior year accrual.

	<u>Balance June 30, 2024</u>	<u>Net Change</u>	<u>Balance June 30, 2025</u>	<u>Due Within One Year</u>
\$	201,716	174,080	375,796	375,796

NOTE 9. LANDFILL CLOSURE AND POST-CLOSURE CARE

The County stopped accepting solid waste at its landfill in 2010. State law, federal law and various regulations require that the County perform certain maintenance and monitoring functions at the landfill for 30 years after closure. The estimated liability for the County's landfill post-closure care was \$170,345 as of June 30, 2025. These estimates may change in the future due to inflation or deflation, changes in technology, and applicable laws or regulations governing landfill post-closure care. The County is required by state and federal laws and regulations to make annual contributions to finance closure and post-closure care. The County is in compliance with these requirements, and at June 30, 2025, the County has set aside \$154,859 for these purposes.

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN

General Information about the Pension Plan

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-8, 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, Section 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.

PERA issues a publicly available annual comprehensive financial report that can be obtained at <https://www.nmpera.org/financial-overview/>.

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 100% 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.

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. Under the new requirements (Tier II), general members are eligible to retire at any age if the member has at least five years of service credit and the sum of the member’s age and service credit equals at least 85 or at age 65 with 5 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%. Senate Bill 145 passed during the 2023 Legislative Session and provide the 20% enhanced service credit to certain state police members who had not previously been eligible. All public safety members in Tier II may retire at age 60 with 5 or more years of service credit. Generally, under Tier II, pension factors were reduced by .5%. The computation of final average salary increased as the average of salary for 60 consecutive months.

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

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

PERA Contribution Rates and Pension Factors in effect during FY24						
Coverage Plan	Employee Contribution Percentage		Employer Contribution Percentage	Pension Factor per year of Service		Pension Maximum as a Percentage of the Final Average Salary
	Annual Salary less than \$25,000	Annual Salary greater than \$25,000		TIER 1	TIER 2	
STATE PLAN						
State Plan 3	7.42%	10.92%	19.24%	3.0%	2.5%	100%
MUNICIPAL PLANS 1 – 4						
Municipal Plan 1 (plan open to new employers)	7.0%	9.50%	8.65%	2.0%	2.0%	100%
Municipal Plan 2 (plan open to new employers)	9.15%	11.65%	10.80%	2.5%	2.0%	100%
Municipal Plan 3 (plan closed to new employers 6/95)	13.15%	15.65%	10.80%	3.0%	2.5%	100%
Municipal Plan 4 (plan closed to new employers 6/00)	15.65%	18.15%	13.30%	3.0%	2.5%	100%
MUNICIPAL POLICE PLANS 1 – 5						
Municipal Police Plan 1	7.0%	9.50%	11.65%	2.0%	2.0%	100%
Municipal Police Plan 2	7.0%	9.50%	16.65%	2.5%	2.0%	100%
Municipal Police Plan 3	7.0%	9.50%	20.15%	2.5%	2.0%	100%
Municipal Police Plan 4	12.35%	14.85%	20.15%	3.0%	2.5%	100%
Municipal Police Plan 5	16.3%	18.80%	20.15%	3.5%	3.0%	100%
MUNICIPAL FIRE PLANS 1 – 5						
Municipal Fire Plan 1	8.0%	12.00%	12.65%	2.0%	2.0%	100%
Municipal Fire Plan 2	8.0%	12.00%	19.15%	2.5%	2.0%	100%
Municipal Fire Plan 3	8.0%	12.00%	22.90%	2.5%	2.0%	100%
Municipal Fire Plan 4	12.8%	16.80%	22.90%	3.0%	2.5%	100%
Municipal Fire Plan 5	16.2%	20.20%	22.90%	3.5%	3.0%	100%
MUNICIPAL DETENTION OFFICER PLAN 1						
Municipal Detention Officer Plan 1	16.65%	19.15%	18.30%	3.0%	3.0%	100%
STATE POLICE AND ADULT CORRECTIONAL OFFICER PLANS, ETC.						
State Police and Adult Correctional Officer Plan 1	7.6%	9.1%	25.50%	3.0%	3.0%	100%
State Plan 3 - Peace Officer	7.42%	10.92%	19.24%	3.0%	3.0%	100%
Juvenile Correctional Officer Plan 2	4.78%	8.28%	28.37%	3.0%	3.0%	100%

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2025, the County reported a liability of \$8,415,727 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The total pension liability was rolled forward from the valuation date to the plan year ending June 30, 2024 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2024. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2024. 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.

For PERA Fund Division Municipal General, At June 30, 2025, the County reported a liability of \$6,278,564 for its proportionate share of the net pension liability. At June 30, 2024, the County’s proportion was .26311% , which was an decrease of 0.000179% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the County recognized PERA Fund Division Municipal General pension expense of \$907,318. At June 30, 2025, the County reported PERA Fund Division Municipal General deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 596,273	23,414
Changes in assumptions	201,876	-
Net difference between projected and actual earnings on pension plan investments	260,897	-
Changes in proportion and differences between County’s contributions and proportionate share of contributions	15,503	22,368
County’s contributions subsequent to the measurement date	386,082	-
Total	<u>\$ 1,460,631</u>	<u>45,782</u>

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

\$386,082 reported as deferred outflows of resources related to pensions resulting from the County’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2026	\$	298,633
2027		679,991
2028		108,063
2029		(27,920)
2030		-
Thereafter		-

For PERA Fund Division Municipal Police, At June 30, 2025, the County reported a liability of \$2,137,163 for its proportionate share of the net pension liability. At June 30, 2024, the County’s proportion was 0.20239%, which was a decrease of 0.0174% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the County recognized PERA Fund Division Municipal Police pension expense of \$199,562. At June 30, 2025, the County reported PERA Fund Division Municipal Police deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 228,630	-
Changes in assumptions	-	3,936
Net difference between projected and actual earnings on pension plan investments	81,494	-
Changes in proportion and differences between County’s contributions and proportionate share of contributions	25,888	186,905
County’s contributions subsequent to the measurement date	<u>131,509</u>	<u>-</u>
Total	<u>\$ 467,521</u>	<u>190,841</u>

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

\$131,509 reported as deferred outflows of resources related to pensions resulting from the County’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ 7,794
2027	134,081
2028	11,859
2029	(8,563)
2030	-
Thereafter	-

Actuarial assumptions: The total pension liability in the June 30, 2024, actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2023
Actuarial cost method	Entry age normal
Amortization method	Level Percentage of Payroll for all divisions except for the Legislative division which is Level Dollar
Amortization period	25 years
Actuarial assumptions	
Investment rate of return	7.25% per year, net of investment-related expenses (composed of an assumed 2.50% inflation rate and a 4.75% real rate of return)
Projected salary increases	3.25% to 13.50% annual rate
Includes inflation at	2.50%
Mortality assumption	Pre-retirement mortality: PUB-2010 General Employees Mortality table, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010. For non-public safety group, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups. Post-retirement mortality (non-disabled): PUB-2010 General Mortality table, Below Median Income, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.
Experience study dates	The Board adopted new actuarial assumptions on May 30, 2024 based on the 2024 actuarial experience study prepared as of June 30, 2023. Experience study was conducted for July 1, 2018 to June 30, 2023.

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2023. The total pension liability was rolled-forward from the valuation date to the plan year ended June 30, 2024. These assumptions were adopted by the Board use in the June 30, 2024 actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using statistical analysis in which best estimate ranges of expected real rates of returns (expected returns, net of pension plan investment expense and inflation adjusted) 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.

The target allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	46.00%	3.90%
Core Fixed income	13.00%	2.30%
Credit	17.00%	3.30%
Absolute Return	6.00%	2.60%
Real Assets	18.00%	5.90%
Total	<u>100.0%</u>	

Discount rate. A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2023. 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 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT PLAN (CONTINUED)

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Municipal General Division			
County’s proportionate share of the net pension liability	\$ 9,030,879	6,278,564	4,003,299

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Municipal Police Division			
County’s proportionate share of the net pension liability	\$ 3,079,528	2,137,163	1,370,332

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

Payables to the pension plan: At June 30, 2025, the County did not have any outstanding contributions due to PERA for the year ended June 30, 2025.

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

Plan Description. Employees for 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). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents, and surviving spouses) who have retired or will retire from public service in New Mexico.

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

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

STATE OF NEW MEXICO
 SIERRA COUNTY
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

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

Employees covered by benefit terms – At June 30, 2024, the Fund’s measurement date, the following employees were covered by the benefit terms:

Plan membership	
Current retirees and surviving spouses	52,978
Inactive and eligible for deferred benefit	12,552
Current active members	93,595
	<u>159,125</u>
Active membership	
State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal fire	2,419
Educational Retirement Board	51,002
	<u>93,595</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 \$69,598 for the year ended June 30, 2025.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - At June 30, 2025, the County reported a liability of \$1,093,688 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The County’s proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2024. At June 30, 2024, the County’s proportion was 0.06128 percent.

For the year ended June 30, 2025, the County recognized OPEB income of \$260,091. At June 30, 2025 the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 11,721	114,241
Changes in assumptions	204,656	693,548
Changes in proportion	115,792	178,827
Net difference between projected and actual earnings on OPEB plan investments	9,777	-
Employer contributions subsequent to the measurement date	<u>87,710</u>	<u>-</u>
Total	\$ <u>429,656</u>	<u>986,616</u>

Deferred outflows of resources totaling \$87,710 represent County contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	\$ (219,764)
2026	(261,305)
2027	(149,432)
2028	(45,012)
2029	<u>30,843</u>
Total	<u>\$ (644,670)</u>

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions:

Valuation date	June 30, 2023
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

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

Inflation	2.30% for ERB; 2.50% for PERA
Projected payroll increases	3.00% 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	8.00% graded down to 4.50% over 14 years for Non-Medicare medical plan costs and 8.50% graded down to 4.50% over 16 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 are summarized as follows:

Asset Class	Long-Term Rate of Return
U.S. core fixed income	1.6%
U.S. equity – large cap	6.9%
Non U.S. – emerging markets	8.7%
Non U.S. – developed equities	7.2%
Private equity	9.9%
Credit and structured finance	3.7%
Real estate	3.6%
Absolute return	3.2%
U.S. equity – small/mid cap	6.9%

STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

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

Discount Rate – The discount rate used to measure the total OPEB liability is 7.00% as of June 30, 2024. 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 included. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. The 7.00% assumed investment return on plan assets, which includes the assumed inflation rate of 2.50%, was used to calculate the net OPEB liability.

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the net OPEB liability, calculated using the discount rate of 7.00% as of June 30, 2024, 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 or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
\$	<u>1,379,213</u>	<u>1,093,688</u>	<u>859,632</u>

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 rate:

	1% Decrease	Current Discount Rate	1% Increase
\$	<u>845,190</u>	<u>1,093,688</u>	<u>1,731,862</u>

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, 2024.

Payables changes in the net OPEB liability. At June 30, 2025, the County did not accrue any payables for OPEB.

NOTE 12. CONCENTRATIONS

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

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 13. COMMITMENTS

In the normal course of operations, the County receives grant funds from various federal and state agencies. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. The County expects any liability for reimbursement which may arise as a result of these audits to be immaterial.

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

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 legal counsel the resolution of these matters will not have a material adverse effect on the financial statements of the County.

The County has contracts and grant awards for construction projects in various stages of completion. Such contracts, funded principally by federal and state agencies, constitute future commitments.

The County depends on financial resources flowing from, or associated with, both the federal government and the State of New Mexico. Because of this dependency, the County is subject to changes in the specific flows of intergovernmental revenues based on modifications to federal and state laws and federal and state appropriations.

NOTE 14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries and natural disasters.

The County has joined together with other agencies in the state and obtained insurance through the New Mexico Self Insurers Fund, a public risk pool currently operating as a common risk management and insurance program for local governments. The County pays an annual premium to New Mexico Self Insurers Fund for its general insurance coverage. No losses in excess of insurance coverage have been experienced.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 15. CONTINGENT LIABILITIES

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

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

NOTE 16. RECENT ACCOUNTING PRONOUNCEMENTS

In June 2022, the GASB issued Statement No. 101, Compensated Absences, effective for periods beginning after December 15, 2023. The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The implementation of this Statement had no material effect on the County's financial statements.

In December 2023, the GASB issued Statement No. 102, Certain Risk Disclosures, effective for periods beginning after June 15, 2024. The primary objective of this Statement is to provide users of governmental financial statements with essential information about risk related to a government's vulnerabilities due to certain concentrations or constraints. The implementation of the Statement had no effect on the County's financial statements.

NOTE 17. NEW ACCOUNTING PRONOUNCEMENTS

The following GASB pronouncements have been issued but are not yet effective at June 30, 2025.

GASB Statement No. 103, Financial Reporting Model

GASB Statement No. 104, Disclosure of Certain Capital Assets

The County will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The City believes that the above listed new GASB pronouncements will not have a significant financial impact to the County or in issuing its financial statements.

NOTE 18. TAX ABATEMENTS

As of June 30, 2025, the County adopted GASB Statement No. 77, *Tax Abatement Disclosures*. Considering the immaterial nature of the abatement, the County did not need to report the abatement within the notes under the guidelines of the Statement.

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 19. SUBSEQUENT EVENTS

The entity has evaluated subsequent events through January 20, 2026, the date which the financial statements were available to be issued. As of the report date, January 20, 2026, no subsequent events were identified by management.

NOTE 20 – RESTATEMENT

For the current year, the County reported a change in its financial reporting entity. The County previously reported the Correction, and Legislative Appropriations Fund as a non-major governmental fund. In the prior year, that classification was required based on quantitative factors. However, thresholds were met in the current year which resulted in the classification of the governmental fund as a major fund. Thus, the Correction, and Legislative Appropriations Fund were reclassified to major funds in the current year.

The changes within the financial reporting entity described above resulted in adjustments to beginning fund balance as follows:

	<u>6/30/2025 As Previously Reported</u>	<u>Change Within Financial Reporting Entity</u>	<u>6/30/2025 As Restated</u>
Governmental Funds			
Major Funds:			
General Fund - 401	\$ 9,976,752	-	9,976,752
Grant Fund - 500	182,390	-	182,390
Legislative Appropriations - 502	-	316,162	316,162
U.S. Department Treasury Fund – 512	-	-	-
Correction Protection - 605	-	302,252	302,252
Flood Commission Fund - 627	3,649,448	-	3,649,448
Nonmajor fund	<u>5,834,568</u>	<u>(618,424)</u>	<u>5,216,154</u>
Total governmental funds	<u>\$ 19,643,158</u>	<u>-</u>	<u>19,643,158</u>

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF THE COUNTY'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY
MUNICIPAL GENERAL DIVISION
JUNE 30, 2025

Pension Liability
For Last 10 Fiscal Years
(Dollars in Thousands)

Fiscal Year Measurement Date	30-Jun									
	2025 2024	2024 2023	2023 2022	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017	2017 2016	2016 2015
County's Proportion of the Net Pension Liability (Asset)	0.26311%	0.2649%	0.2645%	0.2593%	0.2620%	0.2505%	0.2560%	0.2090%	0.2301%	0.2520%
County's Proportionate Share of Net Pension Liability (Asset)	\$ 6,278	5,609	4,691	2,922	5,298	4,336	4,082	3,339	3,676	2,569
County's Covered Payroll	\$ 3,574	3,163	2,886	2,574	1,734	2,296	2,406	2,296	2,377	1,812
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll	175.66%	177.33%	162.54%	113.52%	305.54%	188.85%	169.66%	145.43%	154.65%	141.78%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.00%	67.26%	69.35%	77.25%	66.36%	70.52%	71.13%	73.74%	69.18%	76.99%

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF THE COUNTY'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY
MUNICIPAL POLICE DIVISION
JUNE 30, 2025

Pension Liability
For Last 10 Fiscal Years
(Dollars in Thousands)

Fiscal Year Measurement Date	30-Jun									
	2025 2024	2024 2023	2023 2022	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017	2017 2016	2016 2015
County's Proportion of the Net Pension Liability (Asset)	0.20239%	0.2198%	0.2498%	0.2250%	0.2653%	0.3085%	0.2402%	0.2648%	0.2711%	0.2111%
County's Proportionate Share of Net Pension Liability (Asset)	\$ 2,137	2,119	2,007	1,164	2,279	2,279	1,639	1,471	2,000	1,015
County's Covered Payroll	\$ 655	571	573	608	409	633	663	599	532	545
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll	326.26%	371.10%	350.26%	191.45%	557.21%	360.03%	247.21%	245.58%	375.94%	186.24%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.00%	67.26%	69.35%	77.25%	66.36%	70.52%	71.13%	73.74%	69.18%	76.99%

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
MUNICIPAL GENERAL DIVISION
JUNE 30, 2025

Last Ten Fiscal Years
General Division
(Dollars in Thousands)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Statutory Required	\$ 386	340	336	252	225	236	219	216	227	173
Contributions in Relation to the Statutory	386	340	336	252	225	236	219	216	227	173
Annual Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-
County's Covered Payroll	3,574	3,163	2,886	2,574	1,734	2,296	2,406	2,296	2,377	1,812
Contributions as a percentage of covered payroll	10.80%	10.75%	11.64%	9.79%	12.98%	10.28%	9.10%	9.41%	9.55%	9.55%

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
MUNICIPAL POLICE DIVISION
JUNE 30, 2025

Last Ten Fiscal Years
Police Division
(Dollars in Thousands)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	\$ 132	115	85	117	121	127	113	101	103	94
Contributions in Relation to the Contractually	132	115	85	117	121	127	113	101	103	94
Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-
County's Covered Payroll	655	571	573	608	409	633	663	599	532	545
Contributions as a percentage of covered payroll	20.15%	20.14%	14.83%	19.24%	29.58%	20.06%	17.04%	16.86%	19.36%	17.25%

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
JUNE 30, 2025

New Mexico Retiree Healthcare Authority
For Last 10 Fiscal Years*

	Fiscal Year Measurement Date	30-Jun							
		2025 2024	2024 2023	2023 2022	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017
County's Proportion of the Net OPEB liability (Asset)		0.06128%	0.05852%	0.06220%	0.06026%	0.06432%	0.06686%	0.06499%	0.00252%
County's Proportionate Share of OPEB Liability (Asset)	\$	1,093,688	996,554	1,437,861	1,982,765	2,700,738	2,167,861	2,825,996	114,198
County's Covered Payroll	\$	4,385,500	3,606,647	3,458,763	3,143,640	3,306,493	2,790,020	2,788,472	104,974
County's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of Its Covered Payroll		24.94%	27.63%	41.57%	63.07%	81.68%	77.70%	101.35%	108.79%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability		46.99%	44.16%	33.33%	25.39%	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.

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF COUNTY'S CONTRIBUTIONS
JUNE 30, 2025

New Mexico Retiree Healthcare Authority
Last Ten Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018
Contractually Required Contribution	\$ 87,710	74,910	71,435	62,873	59,537	59,182	101,558	8,002
Contributions in Relation to the Contractually Required Contribution	87,710	74,910	71,435	62,873	59,537	59,182	100,318	4,016
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-	1,240	3,986
Employer's covered payroll	\$ 4,385,500	3,606,647	3,458,763	3,143,640	3,306,493	2,790,020	2,788,472	104,974
Contributions as a percentage of covered payroll	2.00%	2.08%	2.07%	2.00%	1.80%	2.12%	3.60%	3.83%

**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.*

**STATE OF NEW MEXICO
SIERRA COUNTY
NOTES TO PENSION AND OPEB REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

Changes of benefit terms: The PERA and COLA and retirement eligibility benefits changes in recent years are described in Note 1 of PERA's ACFR <https://www.nmpera.org/financial-overview/comprehensive-annual-financial-report/>

Assumptions: The Public Employee Retirement Association of New Mexico Annual Actuarial Valuations as of June 30, 2024 report is available at <https://www.nmrhca.org/actuarial-valuation-reports/>.

Retiree Health Care Authority (RHCA). In the total OPEB liability measured as of June 30, 2024, changes in assumptions include adjustment resulting from an increase in the discount rate from 6.22 % to 7.00 %.

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
SIERRA COUNTY
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
JUNE 30, 2025

SPECIAL REVENUE FUNDS

Fire Protection Fund – To accounts for grants received and expenditures incurred in providing fire protection to residents. Financing is provided from the County’s share of fire allotment issued by the State Fire Marshal under NMSA 59-53-1. Such revenue provides for payment of all current operating costs and may be used only for that purpose. Expenditures related to emergency medical services, funded in part by state grants under the Authority of NMSA 24-10A-1 to 24-10A-10 are accounted for in the individual fire funds.

Hospital GRT – To account for funds provided by New Mexico Emergency County Hospital gross receipts tax. The gross receipts tax is assessed under the authority of a local ordinance.

DWI Fund – To account for the activities associated with the DWI prevention program.

Road Fund – To account for revenues and expenditures of the County road improvement fund for the construction of street, road, walkway, bridge, overpass, pathway, alley, curb, gutter, or sidewalk projects (Section 7-1-6.26 NMSA, 1978).

Farm and Range Fund – To account for funds received to finance predator, weed, rodent and parasite control on County farms and ranges. Funds are generated from the Taylor Grazing Act fees. This fund was created by the authority of State Statute NMSA 6-11-6.

White Sands Missile Range Fund – To account for funds used to pay deputies that block the road during White Sands missile launches.

County Indigent Fund - To account for expenditures incurred in providing services for the care of indigent. Financing is provided by the County’s share of gross receipts tax and may be used for that purpose. Authority NMSA 24-10A-1.

Road Grant Fund – To account for revenues and expenditures of the County road improvement fund for the construction of street, road, walkway, bridge, overpass, pathway, alley, curb, gutter, or sidewalk projects.

State Capital Projects Fund – To account for monies from the State of New Mexico for specific projects designated by the state.

Community Projects Fund - Sierra County has a contract with the City of T or C for the Animal Shelter and has a contract with City of T or C for animal control calls as the County does not have an animal control officer.

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

National Opioid Settlement – To account for funds received from the national opioid settlements, the Local Government share. These funds are to be used for opioid related expenditures as defined and authorized by the New Mexico Opioid Allocation Agreement (NMOAA).

STATE OF NEW MEXICO
SIERRA COUNTY
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
JUNE 30, 2025

SPECIAL REVENUE FUNDS (Continued)

County Livestock Loss Authority Fund – To account for a joint powers agreement created between various counties designed to help protect the rights and livelihood of the cattle ranching industry.

Title III Fund – To account for a revenues and expenditures related to Title III funding.

Lodgers' Tax Fund – To account for collections of a lodgers' tax, the proceeds of which are used for advertisement of local attractions. Authority NMSA 3-38-13 to 3-38-24.

Mandatory UA's Fund – Funding is received from clients on probation.

Mental Health Fund - To account for resources to be utilized in the assistance and goals of promoting mental health and assisting those in need of said services.

Ambulance Service – To account for 1-4% County fire protection excise tax imposed by the ordinance of the Board of County Commissioners of Sierra County under authority of Section 7-20A-3, NMSA 1978, the proceeds of which are dedicated solely to the provision of ambulance services, imposed before 1986. Authority is provided by state provisions.

Law Enforcement Protection – To account for the operations of a grant from the State of New Mexico through the Law Enforcement Protection Fund Act for the purpose of maintenance and improvement of law enforcement equipment and may be used only for that purpose. Authority is NMSA 23-13-1.

Emergency Communications Gross Receipt Tax Fund – To account for fiscal activities related to emergency communication and other associated activities.

EMS Communications Gross Receipt Tax Fund – To account for funds provided for Emergency Medical Service Communication through gross receipts tax. The Authority is a local ordinance to assess the gross receipts tax.

Clerk Recording and Filing Fees Fund – To account for collecting a recording fee of \$25.00 for each document filed or recorded by the County Clerk. Pursuant to 14-8-15 NMSA.

EMS Homeland Security Fund – To account for federal and state grants.

Emergency 911 Fund – To account for funds provided by the State of New Mexico under the Enhanced 911 Act (NMSA 1978 Sections 63-9D-1). To be used to improve the physical addressing and provide faster responses in case of emergency.

Treasurer Fee Fund – To account for funds generated from fees charged by the Treasurer Office.

Flood Commission FEMA Fund- to account for federal funds received to construct and maintain structures necessary to control flood water and protect life and property.

**STATE OF NEW MEXICO
SIERRA COUNTY
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
JUNE 30, 2025**

CAPITAL PROJECTS FUNDS

State Capital Appropriations Fund – To account for monies authorized from the State of New Mexico.

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue Funds				
	Fire Protection Fund 209	Hospital GRT Fund 221	DWI 223	Road Fund 402	Farm and Range 403
ASSETS					
<i>Current assets:</i>					
Cash and cash equivalents	\$ 1,643,281	90,122	120,975	321,215	16,837
Cash - restricted	67,232	294,051	-	-	-
Receivables					
Property tax receivable	-	59,626	-	-	-
Other taxes receivable	-	136,431	-	70,689	-
Due from other governments	-	-	-	-	-
<i>Total current assets</i>	<u>\$ 1,710,513</u>	<u>580,230</u>	<u>120,975</u>	<u>391,904</u>	<u>16,837</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES					
<i>Current liabilities:</i>					
Accounts payable	\$ 55,731	-	-	10,690	-
Accrued payroll liabilities	-	-	5,565	27,440	-
Interest payable	-	-	-	-	-
Due to other funds	-	-	-	-	10,060
<i>Total current liabilities</i>	<u>55,731</u>	<u>-</u>	<u>5,565</u>	<u>38,130</u>	<u>10,060</u>
<i>Deferred inflows:</i>					
Property taxes	-	53,845	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>53,845</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances (deficit)</i>					
Restricted					
Special revenue	1,654,782	526,385	115,410	242,503	6,777
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Subsequent years expenditures	-	-	-	111,271	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>1,654,782</u>	<u>526,385</u>	<u>115,410</u>	<u>353,774</u>	<u>6,777</u>
<i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	<u>\$ 1,710,513</u>	<u>580,230</u>	<u>120,975</u>	<u>391,904</u>	<u>16,837</u>

Special Revenue Funds

White Sands Missile Range 404	County Indigent Fund 406	Road Grant 416	State Capital Project 417	Community Projects 419	County Reappraisal Fund 422
8,575	81,657	181,176	137,091	37,932	80,415
-	-	-	-	-	-
-	94,212	-	-	-	-
-	-	-	-	-	-
<u>8,575</u>	<u>175,869</u>	<u>181,176</u>	<u>137,091</u>	<u>37,932</u>	<u>80,415</u>
-	-	56,731	54,503	-	-
-	-	-	-	-	1,797
-	-	-	-	-	-
3,622	-	-	-	-	-
<u>3,622</u>	<u>-</u>	<u>56,731</u>	<u>54,503</u>	<u>-</u>	<u>1,797</u>
-	-	-	-	-	-
-	-	-	-	-	-
4,953	175,869	124,445	82,588	37,932	78,618
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,953</u>	<u>175,869</u>	<u>124,445</u>	<u>82,588</u>	<u>37,932</u>	<u>78,618</u>
<u>8,575</u>	<u>175,869</u>	<u>181,176</u>	<u>137,091</u>	<u>37,932</u>	<u>80,415</u>

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue Funds				
	National Opioid Settlement	County Livestock Authority	Title III Fund	Lodgers Tax Fund	Legislative Appropriations
	427	428	429	477	502
ASSETS					
<i>Current assets:</i>					
Cash and cash equivalents	\$ 15,020	43,708	6,119	16,321	
Cash - restricted	-	-	-	-	
Receivables					
Property tax receivable	-	-	-	-	
Other taxes receivable	-	-	-	-	
Due from other governments	-	-	-	-	
<i>Total current assets</i>	\$ <u>15,020</u>	<u>43,708</u>	<u>6,119</u>	<u>16,321</u>	
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES					
<i>Current liabilities:</i>					
Accounts payable	\$ -	-	-	-	
Accrued payroll liabilities	-	-	-	-	
Interest payable	-	-	-	-	
Due to other funds	-	-	-	-	
<i>Total current liabilities</i>	-	-	-	-	
<i>Deferred inflows:</i>					
Property taxes	-	-	-	-	
<i>Total deferred inflows</i>	-	-	-	-	
<i>Fund balances (deficit)</i>					
Restricted					
Special revenue	15,020	43,708	6,119	16,321	
Capital projects	-	-	-	-	
Debt service	-	-	-	-	
Subsequent years expenditures	-	-	-	-	
Committed	-	-	-	-	
Assigned	-	-	-	-	
Unassigned	-	-	-	-	
<i>Total fund balance (deficit)</i>	<u>15,020</u>	<u>43,708</u>	<u>6,119</u>	<u>16,321</u>	
<i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	\$ <u>15,020</u>	<u>43,708</u>	<u>6,119</u>	<u>16,321</u>	

Special Revenue Funds

Mandatory UA's 507	Mental Health 548	Ambulance Service 603	Law Enforcement Protection 604	Correction Protection 605	Emergency Communication GRT 606
28,211	144,175	41,837	66,356		457,330
-	-	-	-		70,947
-	-	-	-		-
-	6,598	-	-		148,780
-	-	-	-		-
<u>28,211</u>	<u>150,773</u>	<u>41,837</u>	<u>66,356</u>		<u>677,057</u>
-	-	-	-		19,056
-	-	-	3,486		-
-	-	-	-		-
-	-	9,380	-		-
<u>-</u>	<u>-</u>	<u>9,380</u>	<u>3,486</u>		<u>19,056</u>
-	-	-	-		-
-	-	-	-		-
28,211	150,773	32,457	62,870		658,001
-	-	-	-		-
-	-	-	-		-
-	-	-	-		-
-	-	-	-		-
<u>28,211</u>	<u>150,773</u>	<u>32,457</u>	<u>62,870</u>		<u>658,001</u>
<u>28,211</u>	<u>150,773</u>	<u>41,837</u>	<u>66,356</u>		<u>677,057</u>

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue Funds			
	EMS	Clerk	EMS	Emergency
	Communication	Recording and	Homeland	911
	GRT	Filing Fees	Security	Fund
	609	624	629	634
ASSETS				
<i>Current assets:</i>				
Cash and cash equivalents	\$ 19,355	181,323	37,994	126,069
Cash - restricted	-	-	-	-
Receivables				
Property tax receivable	-	-	-	-
Other taxes receivable	1,650	-	-	-
Due from other governments	-	-	10,000	19,056
<i>Total current assets</i>	<u>\$ 21,005</u>	<u>181,323</u>	<u>47,994</u>	<u>145,125</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
<i>Current liabilities:</i>				
Accounts payable	\$ -	-	-	-
Accrued payroll liabilities	-	-	8,695	39,604
Interest payable	-	-	-	-
Due to other funds	-	-	-	-
<i>Total current liabilities</i>	<u>-</u>	<u>-</u>	<u>8,695</u>	<u>39,604</u>
<i>Deferred inflows:</i>				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances (deficit)</i>				
Restricted				
Special revenue	21,005	181,323	39,299	105,521
Capital projects	-	-	-	-
Debt service	-	-	-	-
Subsequent years expenditures	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>21,005</u>	<u>181,323</u>	<u>39,299</u>	<u>105,521</u>
<i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	<u>\$ 21,005</u>	<u>181,323</u>	<u>47,994</u>	<u>145,125</u>

Special Revenue Funds		Total Special Revenue Funds	State Capital Appropriations 418	Total Non-Major Funds
Treasurer Fee Fund 635	Flood Commission FEMA Fund 640			
39,975	204,307	4,147,376	62,346	4,209,722
-	-	432,230	-	432,230
-	-	59,626	-	-
-	-	458,360	-	59,626
-	-	29,056	-	458,360
39,975	204,307	5,126,648	62,346	29,056
-	-	196,711	-	5,188,994
-	-	86,587	-	-
-	-	-	-	196,711
-	-	23,062	-	86,587
-	-	306,360	-	-
-	-	53,845	-	23,062
-	-	53,845	-	306,360
39,975	204,307	4,655,172	-	53,845
-	-	-	62,346	-
-	-	-	-	4,828,789
-	-	111,271	-	-
-	-	-	-	111,271
-	-	-	-	-
-	-	-	-	-
39,975	204,307	4,766,443	62,346	-
39,975	204,307	5,126,648	62,346	4,828,789

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED June 30, 2025

	Special Revenue Funds				
	Fire	Hospital		Road	Farm and
	Protection	GRT Fund	DWI	Fund	Range
	209	221	223	402	403
Revenues					
Intergovernmental:					
Federal	\$ -	-	-	32,311	-
State	937,027	-	52,743	-	34,994
Local and state shared taxes	-	915,927	-	112,095	-
Property taxes	-	749,755	-	-	-
Payment in lieu of taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Charges for services	-	-	103,579	228,437	-
Investment earnings	(7,218)	4,095	-	-	-
Miscellaneous	10,343	-	17,765	7,766	-
Total revenues	940,152	1,669,777	174,087	380,609	34,994
Expenditures					
Current					
General government	-	-	-	-	41,267
Public safety	569,444	26,498	172,144	-	-
Highways and streets	-	-	-	960,594	-
Culture and recreation	-	-	-	-	-
Health and welfare	-	1,370,355	-	-	-
Capital outlay	216,739	-	-	-	-
Debt service					
Principal	86,849	215,057	-	255,417	-
Interest	3,377	-	-	-	-
Total expenditures	876,409	1,611,910	172,144	1,216,011	41,267
Excess (deficiency) of revenues over expenditures	63,743	57,867	1,943	(835,402)	(6,273)
Other financing sources (uses):					
Proceeds from sale of capital assets	-	-	-	92,736	-
Proceeds from long-term debt	-	-	-	-	-
Transfers in	30,393	-	2,834	802,052	28,000
Transfers out	-	-	-	(49,369)	-
Total other financing sources (uses)	30,393	-	2,834	845,419	28,000
Net changes in fund balances	94,136	57,867	4,777	10,017	21,727
Fund balances (deficit) - beginning of year	1,560,646	468,518	110,633	343,757	(14,950)
Restatement (Note 20)	-	-	-	-	-
Fund balances (deficit) - beginning of year	1,560,646	468,518	110,633	343,757	(14,950)
Fund balances (deficit) - end of year	\$ 1,654,782	526,385	115,410	353,774	6,777

Special Revenue Funds

White Sands Missile Range	County Indigent Fund	Road Grant	State Capital Project	Community Projects	County Reappraisal Fund
404	406	416	417	419	422
-	-	-	-	-	-
-	-	244,219	192,084	-	-
-	521,055	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
14,402	1,000	-	-	-	127,111
14,402	522,055	244,219	192,084	-	127,111
-	-	-	-	154,917	105,190
-	-	-	-	2,600	-
-	-	251,905	238,096	-	-
5,827	-	-	-	2,500	-
-	631,550	-	-	-	-
-	-	-	-	-	64,128
-	-	-	-	-	-
-	-	-	-	-	-
5,827	631,550	251,905	238,096	160,017	169,318
8,575	(109,495)	(7,686)	(46,012)	(160,017)	(42,207)
-	-	-	-	-	-
-	-	-	-	-	-
-	26,000	-	-	181,200	-
-	-	-	-	-	-
-	26,000	-	-	181,200	-
8,575	(83,495)	(7,686)	(46,012)	21,183	(42,207)
(3,622)	259,364	132,131	128,600	16,749	120,825
-	-	-	-	-	-
(3,622)	259,364	132,131	128,600	16,749	120,825
4,953	175,869	124,445	82,588	37,932	78,618

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED June 30, 2025

	Special Revenue Funds				
	National	County	Title	Lodgers	Legislative
	Opioid Settlement	Livestock Authority	III Fund	Tax Fund	
427	428	429	477	502	
Revenues					
Intergovernmental:					
Federal	\$ -	-	-	-	
State	102,507	-	-	-	
Local and state shared taxes	-	-	-	9,791	
Property taxes	-	-	-	-	
Payment in lieu of taxes	-	-	-	-	
Licenses and permits	-	-	-	-	
Charges for services	-	-	-	-	
Investment earnings	-	-	-	-	
Miscellaneous	-	120,598	-	-	
Total revenues	102,507	120,598	-	9,791	
Expenditures					
Current					
General government	87,487	-	43,250	-	
Public safety	-	-	-	-	
Highways and streets	-	-	-	-	
Culture and recreation	-	-	-	10,410	
Health and welfare	-	390,326	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
Total expenditures	87,487	390,326	43,250	10,410	
Excess (deficiency) of revenues over expenditures	15,020	(269,728)	(43,250)	(619)	
Other financing sources (uses):					
Proceeds from sale of capital assets	-	-	-	-	
Proceeds from long-term debt	-	-	-	-	
Transfers in	-	-	49,369	-	
Transfers out	-	-	-	-	
Total other financing sources (uses)	-	-	49,369	-	
Net changes in fund balances	15,020	(269,728)	6,119	(619)	
Fund balances (deficit) - beginning of year	-	313,436	-	16,940	316,162
Restatement (Note 20)	-	-	-	-	(316,162)
Fund balances (deficit) - beginning of year	-	313,436	-	16,940	-
Fund balances (deficit) - end of year	\$ 15,020	43,708	6,119	16,321	-

Special Revenue Funds

Mandatory UA's 507	Mental Health 548	Ambulance Service 603	Law Enforcement Protection 604	Correction Protection 605	Emergency Communication GRT 606
-	-	-	-		-
-	-	179,335	208,250		-
-	35,138	-	-		834,535
-	-	-	-		-
-	-	-	-		-
-	-	-	-		-
-	-	-	-		3,031
4,675	-	1,720	-		-
4,675	35,138	181,055	208,250		837,566
-	1,054	-	-		101,269
19,408	-	117,126	272,472		-
-	-	-	-		-
-	-	-	-		-
-	-	37,952	-		-
-	-	-	-		48,508
-	-	-	-		-
19,408	1,054	155,078	272,472		149,777
(14,733)	34,084	25,977	(64,222)		687,789
-	-	-	-		-
-	-	-	-		-
22,501	-	-	-		-
-	-	-	-		(675,000)
22,501	-	-	-		(675,000)
7,768	34,084	25,977	(64,222)		12,789
20,443	116,689	6,480	127,092	302,252	645,212
-	-	-	-	(302,252)	-
20,443	116,689	6,480	127,092	-	645,212
28,211	150,773	32,457	62,870	-	658,001

STATE OF NEW MEXICO
SIERRA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED June 30, 2025

	Special Revenue Funds			
	EMS	Clerk	EMS	Emergency
	Communication	Recording and	Homeland	911
	GRT	Filing Fees	Security	Fund
	609	624	629	634
Revenues				
Intergovernmental:				
Federal	\$ -	-	-	-
State	-	-	-	125,935
Local and state shared taxes	8,786	-	-	-
Property taxes	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	33,202	5,925	228,762
Investment earnings	-	-	-	-
Miscellaneous	(8,865)	-	12,500	-
Total revenues	(79)	33,202	18,425	354,697
Expenditures				
Current				
General government	3,086	14,532	-	-
Public safety	-	-	230,293	1,139,675
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	35,564	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	3,086	50,096	230,293	1,139,675
Excess (deficiency) of revenues over expenditures	(3,165)	(16,894)	(211,868)	(784,978)
Other financing sources (uses):				
Proceeds from sale of capital assets	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Transfers in	-	-	176,329	675,000
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	176,329	675,000
Net changes in fund balances	(3,165)	(16,894)	(35,539)	(109,978)
Fund balances (deficit) - beginning of year	24,170	198,217	74,838	215,499
Restatement (Note 20)	-	-	-	-
Fund balances (deficit) - beginning of year	24,170	198,217	74,838	215,499
Fund balances (deficit) - end of year	\$ 21,005	181,323	39,299	105,521

Special Revenue Funds		Total Special Revenue Funds	State Capital Appropriations	Total Non-major Funds
Treasurer Fee Fund	Flood Commision FEMA Fund			
635	640		418	
-	-	32,311	-	32,311
-	-	2,077,094	160,151	2,237,245
-	-	2,437,327	-	2,437,327
-	-	749,755	-	749,755
-	-	-	-	-
-	-	-	-	-
6,025	-	605,930	-	605,930
-	-	(92)	-	(92)
-	-	309,015	-	309,015
6,025	-	6,211,340	160,151	6,371,491
615	-	552,667	-	552,667
-	-	2,549,660	-	2,549,660
-	-	1,450,595	214,593	1,665,188
-	-	18,737	-	18,737
-	-	2,392,231	-	2,392,231
-	-	354,383	-	354,383
-	-	605,831	-	605,831
-	-	3,377	-	3,377
615	-	7,927,481	214,593	8,142,074
5,410	-	(1,716,141)	(54,442)	(1,770,583)
-	-	92,736	-	92,736
-	-	-	-	-
-	-	1,993,678	21,173	2,014,851
-	-	(724,369)	-	(724,369)
-	-	1,362,045	21,173	1,383,218
5,410	-	(354,096)	(33,269)	(387,365)
34,565	204,307	5,738,953	95,615	5,834,568
-	-	(618,414)	-	(618,414)
34,565	204,307	5,120,539	95,615	5,216,154
39,975	204,307	4,766,443	62,346	4,828,789

SUPPORTING SCHEDULES

**STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF JOINT POWERS AGREEMENTS AND
JUNE 30, 2025**

Participants	Responsible Party	Description	Begin Date	End Date
Sierra County and the Administrative Office of the Courts	Each Party	Support an innovative cross-system collaboration for individuals with illness or co-occurring mental health and substance abuse disorders who come into contact with the justice system	6/14/2022	9/30/2023
Sierra County and City of Truth or Consequences	Each Party	One-time improvements to the City of Truth or Consequences Shooting Range	6/20/2023	On going
Sierra County and the City of Elephant Butte	Each Party	Provide maintenance and repair services for City vehicles and equipment.	5/1/2023	5/31/2027
Sierra County, Catron County, Cibola County, Guadalupe County, Hidalgo County, Socorro County, and Valencia County.	Each Party	Develop and implement a sustainable opioid remediation system in New Mexico	2/24/2023	On going
Sierra County, Catron County, and Socorro County	Each Party	Establish a County Livestock Loss Authority to potentially access available Federal, state, and private funding to ameliorate the economic impact borne by New Mexico livestock producers, by virtue of the implementation of the United States Fish and Wildlife Service's Mexican Grey Wolf Recovery Program.	5/24/2022	On going
Sierra County, City of Truth or Consequences, Village of Williamsburg, City of Elephant Butte	Each Party	Establish and provide for a centralized communications center to expedite and improve public safety related communications dispatch functions in all political subdivisions and jurisdictions.	6/10/2020	On going
Sierra County, Sierra County Detention Center Administrator, and Village of Williamsburg	Each Party	Proper housing and care of Williamsburg's adult prisoners in the County of sierra	7/1/2016	On going

<u>Estimated Amount of Project</u>	<u>Amount Contributed in Fiscal Year</u>	<u>Audit Responsibility</u>	<u>Fiscal Agent</u>	<u>Name of Govt Agency Report Rev & Exp</u>
\$ 100,000	None	Each Party	N/A	Each Party
None	None	Each Party	N/A	Each Party
\$150/day	None	Each Party	N/A	Each Party
\$ 5,669,669	224,511	Each Party	N/A	Each Party
None	None	Each Party	N/A	Each Party
None	\$ 130,150	Each party	N/A	Each Party
\$95/day	None	Each party	N/A	Sierra County

Sierra County and City of Truth or Consequences (City of T or C)	City of T or C	Housing of inmates hourly rate	1/28/2018	On going
Sierra County and City of Truth or Consequences	Each Party	Provide animal control within the boundaries of Sierra County	1/18/2021	On going
City of T or C, Elephant Butte, Village of Williamsburg, and Sierra County	Each Party	Establish minimum pool - Elephant Butte Reservoir	7/17/2017	On going
City of Elephant Butte and Sierra County	Each Party	Provision of Law Enforcement annual services	6/14/2017	On going
Bernalillo County and Sierra County	Each Party	Housing of inmates daily rate	6/18/2017	On going
ASI-MV and Sierra County (DWI)	Each Party	Software license	1/7/2014	On going
USDA APHIS-WS and Sierra County	Each Party	Work and financial agreement	7/1/2017	On going
Sierra County, City of T or C, Village of Williamsburg, City of Elephant Butte, and Sierra Vista Hospital	Each Party	Dedication of certain GRT revenues to be pledged payments to the NM Finance Authority loan used for improvements at the Sierra Vista Hospital	11/13/2018	On going

\$95/day	\$ 32,765	Each party	N/A	Sierra County
\$30/animal	\$ 33,000	Each party	N/A	Each Party
None	None	Each party	N/A	Each Party
\$ 30,000	\$ 30,000	Each party	N/A	Each Party
\$165/day	None	Each party	N/A	Bernalillo County
None	None	Each party	N/A	Each Party
\$ 68,844	\$ 46,157	Each party	N/A	Each Party
None	None	Each party	N/A	Each Party

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY FOR PUBLIC FUNDS
FOR THE YEAR ENDED June 30, 2025

	Citizens Bank	First Savings Bank	Total
Deposits in Bank or Savings and Loan			
Cash deposits	\$ 14,968,685	-	14,968,685
Money Market	158,560	106,677	265,237
Certificates of deposits	1,012,403	80,953	1,093,356
Total amounts on deposit	16,139,648	187,630	16,327,278
Less: FDIC insurance	(500,000)	(187,630)	(687,630)
Total uninsured public funds:	15,639,648	-	15,639,648
Collateral requirement - 50%	7,819,824	-	7,819,824
Total required collateralization	\$ 7,819,824	-	7,819,824

Pledged Collateral						
<i>Type of security and security number</i>	<i>CUSIP Number</i>	<i>Maturity Date</i>				
FHLB	3130ARJB8	10/18/2027	\$	1,811,317		1,811,317
FNMA	31364FKW0	12/20/2027		547,101		547,101
FFCB	3133EKDF0	3/14/2029		483,465		483,465
FFCB	3133EKDF0	3/14/2029		483,465		483,465
FFCB	3133ENVN7	4/27/2029		97,055		97,055
FFCB	3133ENVN7	4/27/2029		485,275		485,275
FFCB	3133ENVN7	4/27/2029		1,941,100		1,941,100
FFCB	3133ENVN7	4/27/2029		97,055		97,055
FFCB	3133ENVN7	4/27/2029		291,165		291,165
FNMA	3135G05Q2	8/5/2030		641,175		641,175
FNMA	3135G05Q2	8/5/2030		2,564,700		2,564,700
			Totals:	\$ 9,442,873	-	9,442,873
			Total under (over) pledged:	(1,623,049)	-	(1,623,049)

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2025

Account Type	Account Name	Citizens Bank	First Savings Bank	Totals
Cash and Cash Equivalents				
Checking	Operational *	\$ 14,968,685	-	14,968,685
	Money Market **	158,560	106,677	265,237
	CD time deposits **	<u>1,012,403</u>	<u>80,953</u>	<u>1,093,356</u>
	Total on Deposit	16,139,648	187,630	16,327,278
	Reconciling Items	<u>(307,284)</u>	<u>-</u>	<u>(307,284)</u>
Book balance		<u>\$ 15,832,364</u>	<u>187,630</u>	16,019,994
LGIP				5,350,537
Petty Cash				385
NMFA				<u>1,040,750</u>
Total cash and cash equivalents June 30, 2025				<u>\$ 22,411,666</u>
Total cash and cash equivalents governmental funds				\$ 20,918,919
Total restricted cash and cash equivalents governmental funds				1,040,750
Total cash and cash equivalents enterprise fund				23,931
Total investments enterprise fund				158,559
Total agency funds cash and cash equivalents				<u>269,507</u>
Total cash, cash equivalents and investments				<u>\$ 22,411,666</u>

* Non-interest-bearing
** Interest-bearing

STATE OF NEW MEXICO
SIERRA COUNTY
TAX ROLL RECONCILIATION - CHANGES IN PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED June 30, 2025

Property taxes receivable, beginning of year	\$ \$ 612,707
Changes to tax roll:	
Net tax charges to treasurer for tax year 2024	\$ 10,596,801
Adjustments:	
Net increase/(decrease) of taxes receivable	<u>\$ 131,568</u>
Total receivable prior to collections	\$ 11,341,076
Collections for fiscal year ended June 30, 2025	<u>\$ (10,483,447)</u>
Property taxes receivable at June 30, 2025	<u>\$ \$ 857,629</u>
Property taxes are reported as follows	
Governmental funds:	
County portion	\$ 447,184
Agency portion	\$ 410,445
Total property taxes receivable	<u>\$ \$ 857,629</u>
Property taxes receivable by years:	
2014-2023	\$ 221,197
2024	<u>\$ 636,432</u>
	<u>\$ \$ 857,629</u>

STATE OF NEW MEXICO
SIERRA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2025

	ORIGINAL TAXES LEVIED	TAXES ADDED PRIOR TO 1-Jul-24	TAXES DELETED PRIOR TO 1-Jul-24	ADDS & DELETES PRIOR TO 1-Jul-24	ADJUSTED TAXES CHARGED PRIOR 1-Jul-24	TAXES COLLECTED PRIOR TO 1-Jul-24
NM OPERATIONS						
2022	\$ 479,564.00	575.03	(319.65)	255.38	479,819.38	(473,877.26)
2021	453,953.35	801.32	(427.11)	374.21	454,327.56	(452,609.55)
2020	437,042.05	493.07	(309.87)	183.20	437,225.25	(436,415.96)
2019	431,811.47	2,768.89	(194.30)	2,574.59	434,386.06	(433,796.94)
Tax Total	1,802,370.87	4,638.31	(1,250.93)	3,387.38	1,805,758.25	(1,796,699.71)
NM DEBT SERV						
2024	\$ 531,583.32	-	-	-	531,583.32	-
2023	502,175.21	1,235.38	(244.77)	990.61	503,165.82	(481,994.44)
2018	436,140.94	844.73	(218.64)	626.09	436,767.03	(436,269.29)
2017	426,541.14	308.92	(290.34)	18.58	426,559.72	(426,019.18)
2016	425,519.70	206.16	(994.91)	(788.75)	424,730.95	(424,315.70)
2015	414,806.29	91.44	(326.06)	(234.62)	414,571.67	(414,245.91)
2014	406,270.85	764.90	(495.85)	269.05	406,539.90	(406,215.69)
Tax Total	3,143,037.45	3,451.53	(2,570.57)	880.96	3,143,918.41	(2,589,060.21)
CO OPERATION						
2024	\$ 4,311,679.42	-	-	-	4,311,679.42	-
2023	4,121,824.03	10,470.18	(1,935.97)	8,534.21	4,130,358.24	(3,957,462.53)
2022	3,940,387.75	4,982.54	(2,684.88)	2,297.66	3,942,685.41	(3,894,691.22)
2021	3,721,219.67	6,658.23	(3,459.23)	3,199.00	3,724,418.67	(3,710,550.39)
2020	3,569,340.25	4,267.73	(2,619.63)	1,648.10	3,570,988.35	(3,564,467.26)
2019	3,473,461.96	23,965.59	(1,577.30)	22,388.29	3,495,850.25	(3,491,259.73)
2018	3,436,061.69	7,041.68	(1,709.25)	5,332.43	3,441,394.12	(3,437,630.56)
2017	3,316,432.45	2,312.56	(2,303.17)	9.39	3,316,441.84	(3,312,294.22)
2016	3,282,895.52	1,616.40	(7,928.23)	(6,311.83)	3,276,583.69	(3,273,450.19)
2015	3,204,673.38	666.93	(2,627.58)	(1,960.65)	3,202,712.73	(3,200,300.55)
2014	3,105,903.68	6,240.19	(4,126.85)	2,113.34	3,108,017.02	(3,105,629.76)
Tax Total	39,483,879.80	68,222.03	(30,972.09)	37,249.94	39,521,129.74	(34,947,736.41)
MUN OPERATION						
2024	\$ 529,025.00	-	-	-	529,025.00	-
2023	495,627.08	1,035.84	(243.69)	792.15	496,419.23	(476,020.39)
2022	472,705.42	303.27	(644.31)	(341.04)	472,364.38	(466,757.25)
2021	452,380.30	873.88	(787.68)	86.20	452,466.50	(451,096.19)
2020	447,569.23	459.87	(483.64)	(23.77)	447,545.46	(447,045.30)
2019	442,828.23	317.29	(172.25)	145.04	442,973.27	(442,564.87)
2018	448,474.05	345.85	(238.15)	107.70	448,581.75	(448,238.99)
2017	444,761.53	141.52	(359.81)	(218.29)	444,543.24	(444,220.57)
2016	441,298.58	108.96	(1,254.30)	(1,145.34)	440,153.24	(439,905.49)
2015	440,376.97	2.86	(292.44)	(289.58)	440,087.39	(439,848.75)
2014	434,357.52	118.82	(656.37)	(537.55)	433,819.97	(433,599.71)
Tax Total	5,049,403.91	3,708.16	(5,132.64)	(1,424.48)	5,047,979.43	(4,489,297.51)
MUN OPERATION						
2024	\$ 561,729.09	-	-	-	561,729.09	-
Tax Total	561,729.09	-	-	-	561,729.09	-
SCH LEVY						
2024	\$ 193,131.58	-	-	-	193,131.58	-
2023	184,608.49	454.16	(90.00)	364.16	184,972.65	(177,189.68)
2022	176,301.75	211.39	(117.48)	93.91	176,395.66	(174,211.17)
2021	166,885.46	294.58	(157.01)	137.57	167,023.03	(166,391.49)
2020	160,664.67	181.26	(113.95)	67.31	160,731.98	(160,434.60)
2019	158,742.37	1,017.85	(71.43)	946.42	159,688.79	(159,472.33)
2018	160,333.67	310.56	(80.37)	230.19	160,563.86	(160,380.93)
2017	156,806.11	113.56	(106.75)	6.81	156,812.92	(156,614.48)
2016	155,884.68	75.56	(364.80)	(289.24)	155,595.44	(155,443.54)
2015	152,366.66	33.59	(119.71)	(86.12)	152,280.54	(152,160.82)
2014	149,356.05	281.20	(182.27)	98.93	149,454.98	(149,335.68)
Tax Total	1,815,081.49	2,973.71	(1,403.77)	1,569.94	1,816,651.43	(1,611,634.72)

STATE OF NEW MEXICO
SIERRA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2025

SCH DEBT SEV	ORIGINAL	TAXES ADDED	TAXES DELETED	ADDS & DELETES	ADJUSTED TAXES	TAXES COLLECTED
	TAXES LEVIED	PRIOR TO 1-Jul-22	PRIOR TO 1-Jul-22	PRIOR TO 1-Jul-22	CHARGED PRIOR 1-Jul-22	PRIOR TO 1-Jul-22
2024	\$ 2,208,676.40	-	-	-	2,208,676.40	-
2023	2,086,494.62	5,132.97	(1,017.12)	4,115.85	2,090,610.47	(2,002,645.02)
2022	1,992,587.90	2,389.24	(1,327.99)	1,061.25	1,993,649.15	(1,968,959.92)
2021	1,885,836.59	3,328.85	(1,774.42)	1,554.43	1,887,391.02	(1,880,254.68)
2020	1,815,552.27	2,048.26	(1,287.40)	760.86	1,816,313.13	(1,812,951.53)
2019	1,796,997.09	11,522.52	(808.65)	10,713.87	1,807,710.96	(1,805,260.56)
2018	1,803,798.54	3,493.83	(904.17)	2,589.66	1,806,388.20	(1,804,330.30)
2017	1,761,904.03	1,276.07	(1,199.30)	76.77	1,761,980.80	(1,759,749.03)
2016	1,759,579.05	852.42	(4,113.95)	(3,261.53)	1,756,317.52	(1,754,601.14)
2015	1,713,438.35	377.66	(1,346.71)	(969.05)	1,712,469.30	(1,711,123.73)
2014	1,681,474.93	3,165.88	(2,052.04)	1,113.84	1,682,588.77	(1,681,246.07)
Tax Total	20,506,339.77	33,587.70	(15,831.75)	17,755.95	20,524,095.72	(18,181,121.98)
SCH CAPT IMPRV						
2024	\$ 772,073.28	-	-	-	772,073.28	-
2023	738,231.61	1,816.43	(359.81)	1,456.62	739,688.23	(708,565.51)
2022	705,213.81	845.60	(470.00)	375.60	705,589.41	(696,851.47)
2021	667,551.18	1,178.35	(628.11)	550.24	668,101.42	(665,575.25)
2020	642,670.18	725.05	(455.74)	269.31	642,939.49	(641,749.57)
2019	634,978.71	4,071.53	(285.72)	3,785.81	638,764.52	(637,898.73)
2018	641,347.01	1,242.25	(321.47)	920.78	642,267.79	(641,536.16)
2017	627,233.26	454.29	(426.98)	27.31	627,260.57	(626,466.10)
2015	609,603.19	134.42	(478.97)	(344.55)	609,258.64	(608,779.78)
2014	597,430.51	1,124.84	(729.09)	395.75	597,826.26	(597,349.20)
Tax Total	6,636,332.74	11,592.76	(4,155.89)	7,436.87	6,643,769.61	(5,824,771.77)
HOSPITAL OPER						
2024	\$ 772,302.61	-	-	-	772,302.61	-
2023	738,448.83	1,816.67	(359.96)	1,456.71	739,905.54	(708,772.85)
2021	667,551.18	1,178.35	(628.11)	550.24	668,101.42	(665,575.25)
2020	642,670.18	725.05	(455.74)	269.31	642,939.49	(641,749.57)
2019	634,978.71	4,071.53	(285.72)	3,785.81	638,764.52	(637,898.73)
2018	641,347.01	1,242.25	(321.47)	920.78	642,267.79	(641,536.16)
2017	627,233.26	454.29	(426.98)	27.31	627,260.57	(626,466.10)
2016	623,373.14	302.13	(1,458.87)	(1,156.74)	622,216.40	(621,608.72)
2015	609,603.19	134.42	(478.97)	(344.55)	609,258.64	(608,779.78)
2014	597,430.51	1,124.84	(729.09)	395.75	597,826.26	(597,349.20)
Tax Total	6,554,938.62	11,049.53	(5,144.91)	5,904.62	6,560,843.24	(5,749,736.36)
SIERRA S&W						
2024	\$ 287,689.83	-	-	-	287,689.83	-
2023	307,048.35	634.89	(149.38)	485.51	307,533.86	(294,682.07)
2022	288,408.87	243.03	(69.06)	173.97	288,582.84	(285,349.41)
2021	283,497.93	526.15	(277.20)	248.95	283,746.88	(283,002.13)
2020	279,690.92	336.39	(427.83)	(91.44)	279,599.48	(279,391.46)
2019	276,972.35	406.98	(251.66)	155.32	277,127.67	(277,002.44)
2018	277,492.50	543.33	(127.93)	415.40	277,907.90	(277,792.06)
2017	272,097.81	139.25	(17.19)	122.06	272,219.87	(272,128.28)
2016	271,794.56	74.35	(321.30)	(246.95)	271,547.61	(271,495.95)
2015	265,629.70	10.22	(100.92)	(90.70)	265,539.00	(265,489.77)
2014	263,366.67	307.85	(122.64)	185.21	263,551.88	(263,496.13)
Tax Total	3,073,689.49	3,222.44	(1,865.11)	1,357.33	3,075,046.82	(2,769,829.70)

STATE OF NEW MEXICO
SIERRA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2025

	ORIGINAL TAXES LEVIED	TAXES ADDED PRIOR TO 1-Jul-22	TAXES DELETED PRIOR TO 1-Jul-22	ADDS & DELETES PRIOR TO 1-Jul-22	ADJUSTED TAXES CHARGED PRIOR 1-Jul-22	TAXES COLLECTED PRIOR TO 1-Jul-22
UNDERWOOD S&W						
2024	\$ 1,857.46	-	-	-	1,857.46	-
2023	1,856.87	-	-	-	1,856.87	(1,856.87)
2022	1,815.08	-	-	-	1,815.08	(1,815.08)
2021	1,776.41	-	-	-	1,776.41	(1,776.41)
2020	1,758.55	-	-	-	1,758.55	(1,758.55)
2019	1,710.19	-	-	-	1,710.19	(1,710.19)
2018	1,686.55	-	-	-	1,686.55	(1,686.55)
2017	1,691.23	-	-	-	1,691.23	(1,691.23)
2016	1,674.19	-	-	-	1,674.19	(1,674.19)
2015	1,690.98	-	-	-	1,690.98	(1,690.98)
2014	1,675.36	-	-	-	1,675.36	(1,675.36)
Tax Total	19,192.87	-	-	-	19,192.87	(17,335.41)
CATTLE LEVY						
2024	\$ 30,191.50	-	-	-	30,191.50	-
2023	27,709.54	-	-	-	27,709.54	(26,772.41)
2022	23,515.74	-	(26.25)	(26.25)	23,489.49	(23,340.71)
2021	22,337.76	-	(57.08)	(57.08)	22,280.68	(21,892.46)
2020	20,526.61	-	(160.85)	(160.85)	20,365.76	(20,070.47)
2019	22,528.90	-	(47.32)	(47.32)	22,481.58	(22,479.86)
2018	22,752.43	-	(20.75)	(20.75)	22,731.68	(22,711.90)
2017	31,998.38	-	-	-	31,998.38	(31,215.46)
2016	34,139.24	-	(54.50)	(54.50)	34,084.74	(33,621.91)
2015	31,986.79	-	(345.05)	(345.05)	31,641.74	(31,641.74)
2014	25,876.62	-	(29.37)	(29.37)	25,847.25	(25,847.25)
Tax Total	293,563.51	-	(741.17)	(741.17)	292,822.34	(259,594.17)
SHEEP LEVY						
2024	\$ 6.60	-	-	-	6.60	-
2023	5.76	-	-	-	5.76	(5.76)
2022	5.03	-	-	-	5.03	(5.03)
2021	5.32	-	-	-	5.32	(5.32)
2020	4.55	-	-	-	4.55	(4.55)
2019	4.39	-	-	-	4.39	(4.39)
2018	4.51	-	-	-	4.51	(4.51)
2017	5.23	-	-	-	5.23	(5.23)
2016	4.58	-	-	-	4.58	(4.58)
2015	6.53	-	-	-	6.53	(6.53)
2014	11.62	-	-	-	11.62	(11.62)
Tax Total	64.12	-	-	-	64.12	(57.52)
GOATS LEVY						
2024	\$ 31.15	-	-	-	31.15	-
2023	29.82	-	-	-	29.82	(26.82)
2022	23.95	-	-	-	23.95	(21.74)
2021	23.50	-	-	-	23.50	(21.46)
2020	28.58	-	(4.46)	(4.46)	24.12	(18.41)
2019	27.80	-	(2.67)	(2.67)	25.13	(23.19)
2018	34.35	-	(7.28)	(7.28)	27.07	(25.13)
2017	43.23	-	(7.60)	(7.60)	35.63	(35.63)
2016	41.45	-	(4.63)	(4.63)	36.82	(36.82)
2015	29.31	-	-	-	29.31	(29.31)
2014	27.34	-	-	-	27.34	(27.34)
Tax Total	340.48	-	(26.64)	(26.64)	313.84	(265.85)

STATE OF NEW MEXICO
SIERRA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2025

	ORIGINAL TAXES LEVIED	TAXES ADDED PRIOR TO 1-Jul-22	TAXES DELETED PRIOR TO 1-Jul-22	ADDS & DELETES PRIOR TO 1-Jul-22	ADJUSTED TAXES CHARGED PRIOR 1-Jul-22	TAXES COLLECTED PRIOR TO 1-Jul-22
EQUINE LEVY						
2024	\$ 1,235.96	-	-	-	1,235.96	-
2023	1,380.70	-	-	-	1,380.70	(1,234.51)
2022	1,287.35	-	(2.20)	(2.20)	1,285.15	(1,216.47)
2021	1,202.68	2.16	(19.43)	(17.27)	1,185.41	(1,145.50)
2020	1,318.12	-	(21.05)	(21.05)	1,297.07	(1,269.06)
2019	1,293.36	-	(8.68)	(8.68)	1,284.68	(1,277.51)
2018	1,190.17	-	(17.97)	(17.97)	1,172.20	(1,164.22)
2017	1,194.67	-	(19.53)	(19.53)	1,175.14	(1,171.59)
2016	944.07	-	(17.55)	(17.55)	926.52	(926.52)
2015	1,025.49	-	(8.13)	(8.13)	1,017.36	(1,017.36)
2014	771.23	-	(6.00)	(6.00)	765.23	(765.23)
Tax Total	12,843.80	2.16	(120.54)	(118.38)	12,725.42	(11,187.97)
DAIRY CTL LEVY						
2024	\$ 80.80	-	-	-	80.80	-
2023	53.89	-	-	-	53.89	(53.10)
2022	4,694.96	-	-	-	4,694.96	(4,694.96)
2021	4,490.45	-	-	-	4,490.45	(4,490.45)
2020	3,260.51	-	-	-	3,260.51	(3,260.51)
2019	4,233.33	-	-	-	4,233.33	(4,233.33)
2018	4,534.98	-	-	-	4,534.98	(4,534.98)
2017	5,507.84	-	-	-	5,507.84	(5,507.84)
2016	6,421.11	-	-	-	6,421.11	(6,421.11)
2015	8,593.61	-	-	-	8,593.61	(8,593.61)
2014	7,244.83	-	-	-	7,244.83	(7,244.83)
Tax Total	49,116.31	-	-	-	49,116.31	(49,034.72)
SWINE LEVY						
2024	\$ 2.59	-	-	-	2.59	-
2023	4.53	-	-	-	4.53	(4.53)
2022	1.68	-	-	-	1.68	(1.68)
2021	1.44	-	-	-	1.44	(1.44)
2020	1.23	-	-	-	1.23	(1.23)
2019	1.33	-	-	-	1.33	(1.33)
2018	0.88	-	-	-	0.88	(0.88)
2017	0.87	-	-	-	0.87	(0.87)
2016	0.77	-	-	-	0.77	(0.77)
2015	0.65	-	-	-	0.65	(0.65)
2014	0.62	-	-	-	0.62	(0.62)
Tax Total	16.59	-	-	-	16.59	(14.00)
BISON LEVY						
2024	\$ 2,811.80	-	-	-	2,811.80	-
2023	3,846.85	-	-	-	3,846.85	(3,846.85)
2022	3,098.00	-	-	-	3,098.00	(3,098.00)
2021	5,500.34	-	-	-	5,500.34	(5,500.34)
2020	4,548.34	-	-	-	4,548.34	(4,548.34)
2019	9,617.78	-	-	-	9,617.78	(9,617.78)
2018	8,761.29	-	-	-	8,761.29	(8,761.29)
2017	15,447.98	-	-	-	15,447.98	(15,447.98)
2016	11,131.56	-	-	-	11,131.56	(11,131.56)
2015	9,098.34	-	-	-	9,098.34	(9,098.34)
2014	9,248.34	-	-	-	9,248.34	(9,248.34)
Tax Total	83,110.62	-	-	-	83,110.62	(80,298.82)

STATE OF NEW MEXICO
SIERRA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2025

	ORIGINAL TAXES LEVIED	TAXES ADDED PRIOR TO 1-Jul-22	TAXES DELETED PRIOR TO 1-Jul-22	ADDS & DELETES PRIOR TO 1-Jul-22	ADJUSTED TAXES CHARGED PRIOR 1-Jul-22	TAXES COLLECTED PRIOR TO 1-Jul-22
CABALLO S&W						
2024	\$ 25,520.88	-	-	-	25,520.88	-
2023	26,145.94	236.76	-	236.76	26,382.70	(25,634.39)
2022	25,221.53	165.53	(2.23)	163.30	25,384.83	(25,128.62)
2021	24,081.88	4.78	-	4.78	24,086.66	(24,036.59)
2020	23,349.79	5.24	-	5.24	23,355.03	(23,334.35)
2019	22,253.86	1,630.65	-	1,630.65	23,884.51	(23,863.83)
2018	23,844.26	-	-	-	23,844.26	(23,837.91)
2017	23,240.72	-	-	-	23,240.72	(23,234.37)
2016	22,403.34	-	-	-	22,403.34	(22,396.99)
2015	21,995.94	-	-	-	21,995.94	(21,989.55)
2014	20,495.19	-	(0.33)	(0.33)	20,494.86	(20,487.01)
Tax Total	258,553.33	2,042.96	(2.56)	2,040.40	260,593.73	(233,943.61)
ADMINISTRATIVE						
2024	\$ 568.06	-	-	-	568.06	-
2023	650.48	3.32	(10.62)	(7.30)	643.18	(571.39)
2022	714.33	-	(21.26)	(21.26)	693.07	(659.54)
2021	690.91	-	(12.45)	(12.45)	678.46	(656.04)
2020	699.69	-	(7.76)	(7.76)	691.93	(673.29)
2019	681.47	-	(4.64)	(4.64)	676.83	(661.49)
2018	697.32	-	(31.02)	(31.02)	666.30	(652.86)
2017	689.40	-	(29.91)	(29.91)	659.49	(649.05)
2016	733.06	-	(13.64)	(13.64)	719.42	(708.09)
2015	700.15	-	(9.39)	(9.39)	690.76	(680.27)
2014	771.33	-	(7.39)	(7.39)	763.94	(755.41)
Tax Total	7,596.20	3.32	(148.08)	(144.76)	7,451.44	(6,667.43)
FLOOD DISTRICT						
2024	\$ 495,781.46	-	-	-	495,781.46	-
2023	527,590.90	1,299.38	(233.26)	1,066.12	528,657.02	(505,704.65)
2022	501,311.67	634.19	(250.09)	384.10	501,695.77	(495,447.17)
2021	482,579.89	852.98	(412.35)	440.63	483,020.52	(481,163.19)
2020	470,985.67	534.68	(245.83)	288.85	471,274.52	(470,392.99)
2019	466,204.98	3,053.66	(145.74)	2,907.92	469,112.90	(468,469.85)
2018	468,825.92	931.69	(179.86)	751.83	469,577.75	(469,034.44)
2017	463,271.03	340.73	(167.65)	173.08	463,444.11	(462,872.56)
2016	461,794.15	221.82	(419.02)	(197.20)	461,596.95	(461,144.67)
2015	451,470.51	100.84	(219.98)	(119.14)	451,351.37	(450,996.33)
2014	444,020.03	523.19	(207.11)	316.08	444,336.11	(443,978.68)
Tax Total	5,233,836.21	8,493.16	(2,480.89)	6,012.27	5,239,848.48	(4,709,204.53)
2024	\$ 10,725,978.79	-	-	-	10,725,978.79	-
2023	9,763,733.50	24,135.98	(4,644.58)	19,491.40	9,783,224.90	(9,373,043.77)
2022	8,616,858.82	10,349.82	(5,935.40)	4,414.42	8,621,273.24	(8,516,126.70)
2021	8,841,566.24	15,699.63	(8,640.18)	7,059.45	8,848,625.69	(8,815,744.13)
2020	8,521,681.39	9,776.60	(6,593.75)	3,182.85	8,524,864.24	(8,509,537.00)
2019	8,379,328.28	52,826.49	(3,856.08)	48,970.41	8,428,298.69	(8,417,497.08)
2018	8,377,328.07	15,996.17	(4,178.33)	11,817.84	8,389,145.91	(8,380,129.12)
2017	8,176,100.17	5,541.19	(5,355.21)	185.98	8,176,286.15	(8,165,789.77)
2016	7,499,632.75	3,457.80	(16,945.70)	(13,487.90)	7,486,144.85	(7,478,887.94)
2015	7,937,096.03	1,552.38	(6,353.91)	(4,801.53)	7,932,294.50	(7,926,473.76)
2014	7,745,733.23	13,651.71	(9,344.40)	4,307.31	7,750,040.54	(7,744,263.13)
Grand Total	94,585,037.27	152,987.77	(71,847.54)	81,140.23	94,666,177.50	(83,327,492.40)

UNCOLLECTED TAXES AS OF 1-Jul-24	TAXES ADDED 1-Jul-24 TO JUN 30, 2025	TAXES DELETED 1-Jul-24 TO JUN 30, 2025	ADDS & DELETES 1-Jul-24 TO JUN 30, 2025	AVAIL ADJ TAXES 1-Jul-24 TO JUN 30, 2025	PD&DISTRIBUTED 1-Jul-24 TO JUN 30, 2025	OUTSTANDING TAX RECEIVABLE AS TO JUN 30, 2025
5,942.12	-	(27.63)	(27.63)	5,914.49	(4,119.66)	1,794.83
1,718.01	-	(13.51)	(13.51)	1,704.50	(1,022.79)	681.71
809.29	-	(12.62)	(12.62)	796.67	(214.99)	581.68
589.12	-	(11.89)	(11.89)	577.23	(144.04)	433.19
9,058.54	-	(65.65)	(65.65)	8,992.89	(5,501.48)	3,491.41
531,583.32	1,247.72	(801.17)	446.55	532,029.87	(501,132.00)	30,897.87
21,171.38	61.15	(89.99)	(28.84)	21,142.54	(14,291.11)	6,851.43
497.74	-	(11.88)	(11.88)	485.86	(96.13)	389.73
540.54	-	(11.89)	(11.89)	528.65	(84.43)	444.22
415.25	-	(11.89)	(11.89)	403.36	(7.78)	395.58
325.76	-	(23.18)	(23.18)	302.58	(7.77)	294.81
324.21	-	(319.56)	(319.56)	4.65	(4.81)	(0.16)
554,858.20	1,308.87	(1,269.56)	39.31	554,897.51	(515,624.03)	39,273.48
4,311,679.42	10,757.90	(6,908.68)	3,849.22	4,315,528.64	(4,067,312.03)	248,216.61
172,895.71	479.90	(739.12)	(259.22)	172,636.49	(116,871.57)	55,764.92
47,994.19	-	(226.26)	(226.26)	47,767.93	(33,209.80)	14,558.13
13,868.28	-	(115.52)	(115.52)	13,752.76	(8,268.08)	5,484.68
6,521.09	-	(108.26)	(108.26)	6,412.83	(1,746.54)	4,666.29
4,590.52	-	(101.41)	(101.41)	4,489.11	(1,149.06)	3,340.05
3,763.56	-	(100.85)	(100.85)	3,662.71	(751.27)	2,911.44
4,147.62	-	(100.51)	(100.51)	4,047.11	(638.65)	3,408.46
3,133.50	-	(100.30)	(100.30)	3,033.20	(54.42)	2,978.78
2,412.18	-	(198.61)	(198.61)	2,213.57	(54.77)	2,158.80
2,387.26	-	(2,353.94)	(2,353.94)	33.32	(33.30)	0.02
4,573,393.33	11,237.80	(11,053.46)	184.34	4,573,577.67	(4,230,089.49)	343,488.18
529,025.00	1,416.50	(800.20)	616.30	529,641.30	(498,542.45)	31,098.85
20,398.84	69.10	(102.69)	(33.59)	20,365.25	(15,092.95)	5,272.30
5,607.13	-	(19.00)	(19.00)	5,588.13	(4,318.64)	1,269.49
1,370.31	-	(3.37)	(3.37)	1,366.94	(980.25)	386.69
500.16	-	(2.59)	(2.59)	497.57	(193.52)	304.05
408.40	-	(2.14)	(2.14)	406.26	(137.51)	268.75
342.76	-	(2.09)	(2.09)	340.67	(114.40)	226.27
322.67	-	(2.06)	(2.06)	320.61	(74.45)	246.16
247.75	-	(2.03)	(2.03)	245.72	(8.39)	237.33
238.64	-	(2.06)	(2.06)	236.58	(8.43)	228.15
220.26	-	(220.32)	(220.32)	(0.06)	-	(0.06)
558,681.92	1,485.60	(1,158.55)	327.05	559,008.97	(519,470.99)	39,537.98
561,729.09	2,782.67	(742.44)	2,040.23	563,769.32	(520,341.27)	43,428.05
561,729.09	2,782.67	(742.44)	2,040.23	563,769.32	(520,341.27)	43,428.05
193,131.58	457.89	(294.02)	163.87	193,295.45	(182,086.91)	11,208.54
7,782.97	22.48	(33.09)	(10.61)	7,772.36	(5,253.70)	2,518.66
2,184.49	-	(10.16)	(10.16)	2,174.33	(1,514.49)	659.84
631.54	-	(4.97)	(4.97)	626.57	(376.05)	250.52
297.38	-	(4.64)	(4.64)	292.74	(79.07)	213.67
216.46	-	(4.37)	(4.37)	212.09	(52.97)	159.12
182.93	-	(4.37)	(4.37)	178.56	(35.35)	143.21
198.44	-	(4.37)	(4.37)	194.07	(31.05)	163.02
151.90	-	(4.37)	(4.37)	147.53	(2.85)	144.68
119.72	-	(8.51)	(8.51)	111.21	(2.86)	108.35
119.30	-	(117.49)	(117.49)	1.81	(1.77)	0.04
205,016.71	480.37	(490.36)	(9.99)	205,006.72	(189,437.07)	15,569.65

UNCOLLECTED TAXES AS OF 1-Jul-22	TAXES ADDED 1-Jul-22 TO JUN 30, 2024	TAXES DELETED 1-Jul-22 TO JUN 30, 2024	ADDS & DELETES 1-Jul-22 TO JUN 30, 2024	AVAIL ADJ TAXES 1-Jul-22 TO JUN 30, 2024	PD&DISTRIBUTED 1-Jul-22 TO JUN 30, 2024	OUTSTANDING TAX RECEIVABLE AS TO JUN 30, 2024
2,208,676.40	5,184.25	(3,328.82)	1,855.43	2,210,531.83	(2,082,153.75)	128,378.08
87,965.45	254.06	(373.95)	(119.89)	87,845.56	(59,378.48)	28,467.08
24,689.23	-	(114.77)	(114.77)	24,574.46	(17,117.19)	7,457.27
7,136.34	-	(56.18)	(56.18)	7,080.16	(4,249.14)	2,831.02
3,361.60	-	(52.46)	(52.46)	3,309.14	(893.33)	2,415.81
2,450.40	-	(49.47)	(49.47)	2,400.93	(599.53)	1,801.40
2,057.90	-	(49.17)	(49.17)	2,008.73	(397.74)	1,610.99
2,231.77	-	(49.10)	(49.10)	2,182.67	(348.85)	1,833.82
1,716.38	-	(49.15)	(49.15)	1,667.23	(32.16)	1,635.07
1,345.57	-	(95.81)	(95.81)	1,249.76	(32.13)	1,217.63
1,342.70	-	(1,322.70)	(1,322.70)	20.00	(19.90)	0.10
2,342,973.74	5,438.31	(5,541.58)	(103.27)	2,342,870.47	(2,165,222.20)	177,648.27

772,073.28	1,831.40	(1,175.98)	655.42	772,728.70	(727,924.43)	44,804.27
31,122.72	89.87	(132.31)	(42.44)	31,080.28	(21,008.59)	10,071.69
8,737.94	-	(40.62)	(40.62)	8,697.32	(6,058.11)	2,639.21
2,526.17	-	(19.89)	(19.89)	2,506.28	(1,504.13)	1,002.15
1,189.92	-	(18.57)	(18.57)	1,171.35	(316.24)	855.11
865.79	-	(17.48)	(17.48)	848.31	(211.86)	636.45
731.63	-	(17.48)	(17.48)	714.15	(141.43)	572.72
794.47	-	(17.48)	(17.48)	776.99	(124.20)	652.79
478.86	-	(34.07)	(34.07)	444.79	(11.44)	433.35
477.06	-	(469.96)	(469.96)	7.10	(7.07)	0.03
818,997.84	1,921.27	(1,943.84)	(22.57)	818,975.27	(757,307.50)	61,667.77

772,302.61	1,831.47	(1,176.04)	655.43	772,958.04	(728,138.77)	44,819.27
31,132.69	89.92	(132.35)	(42.43)	31,090.26	(21,015.14)	10,075.12
2,526.17	-	(19.89)	(19.89)	2,506.28	(1,504.13)	1,002.15
1,189.92	-	(18.57)	(18.57)	1,171.35	(316.24)	855.11
865.79	-	(17.48)	(17.48)	848.31	(211.86)	636.45
731.63	-	(17.48)	(17.48)	714.15	(141.43)	572.72
794.47	-	(17.48)	(17.48)	776.99	(124.20)	652.79
607.68	-	(17.46)	(17.46)	590.22	(11.35)	578.87
478.86	-	(34.07)	(34.07)	444.79	(11.44)	433.35
477.06	-	(469.96)	(469.96)	7.10	(7.07)	0.03
811,106.88	1,921.39	(1,920.78)	0.61	811,107.49	(751,481.63)	59,625.86

287,689.83	53.83	(58.79)	(4.96)	287,684.87	(268,777.10)	18,907.77
12,851.79	44.96	(42.16)	2.80	12,854.59	(8,994.78)	3,859.81
3,233.43	-	-	-	3,233.43	(2,552.99)	680.44
744.75	-	(17.30)	(17.30)	727.45	(632.22)	95.23
208.02	-	-	-	208.02	(122.55)	85.47
125.23	-	-	-	125.23	(71.28)	53.95
115.84	-	-	-	115.84	(61.60)	54.24
91.59	-	-	-	91.59	(39.99)	51.60
51.66	-	-	-	51.66	-	51.66
49.23	-	-	-	49.23	-	49.23
55.75	-	(55.75)	(55.75)	-	-	-
305,217.12	98.79	(174.00)	(75.21)	305,141.91	(281,252.51)	23,889.40

UNCOLLECTED TAXES AS OF 1-Jul-22	TAXES ADDED 1-Jul-22 TO JUN 30, 2024	TAXES DELETED 1-Jul-22 TO JUN 30, 2024	ADDS & DELETES 1-Jul-22 TO JUN 30, 2024	AVAIL ADJ TAXES 1-Jul-22 TO JUN 30, 2024	PD&DISTRIBUTED 1-Jul-22 TO JUN 30, 2024	OUTSTANDING TAX RECEIVABLE AS TO JUN 30, 2024
1,857.46	-	-	-	1,857.46	(1,697.03)	160.43
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,857.46	-	-	-	1,857.46	(1,697.03)	160.43
30,191.50	-	-	-	30,191.50	(28,418.12)	1,773.38
937.13	-	-	-	937.13	(718.25)	218.88
148.78	-	-	-	148.78	(86.06)	62.72
388.22	-	-	-	388.22	-	388.22
295.29	-	-	-	295.29	-	295.29
1.72	-	-	-	1.72	-	1.72
19.78	-	-	-	19.78	-	19.78
782.92	-	-	-	782.92	-	782.92
462.83	-	-	-	462.83	-	462.83
-	-	-	-	-	-	-
-	-	-	-	-	-	-
33,228.17	-	-	-	33,228.17	(29,222.43)	4,005.74
6.60	-	-	-	6.60	(6.60)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6.60	-	-	-	6.60	(6.60)	-
31.15	-	-	-	31.15	(28.36)	2.79
3.00	-	-	-	3.00	(0.69)	2.31
2.21	-	-	-	2.21	(0.16)	2.05
2.04	-	-	-	2.04	-	2.04
5.71	-	-	-	5.71	-	5.71
1.94	-	-	-	1.94	-	1.94
1.94	-	-	-	1.94	-	1.94
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
47.99	-	-	-	47.99	(29.21)	18.78

UNCOLLECTED TAXES AS OF 1-Jul-22	TAXES ADDED 1-Jul-22 TO JUN 30, 2024	TAXES DELETED 1-Jul-22 TO JUN 30, 2024	ADDS & DELETES 1-Jul-22 TO JUN 30, 2024	AVAIL ADJ TAXES 1-Jul-22 TO JUN 30, 2024	PD&DISTRIBUTED 1-Jul-22 TO JUN 30, 2024	OUTSTANDING TAX RECEIVABLE AS TO JUN 30, 2024
1,235.96	-	-	-	1,235.96	(1,128.76)	107.20
146.19	-	-	-	146.19	(92.27)	53.92
68.68	-	-	-	68.68	(38.16)	30.52
39.91	-	-	-	39.91	(20.48)	19.43
28.01	-	-	-	28.01	(2.75)	25.26
7.17	-	-	-	7.17	(2.83)	4.34
7.98	-	-	-	7.98	-	7.98
3.55	-	-	-	3.55	-	3.55
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,537.45	-	-	-	1,537.45	(1,285.25)	252.20
80.80	-	-	-	80.80	(80.80)	-
0.79	-	-	-	0.79	(0.79)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
81.59	-	-	-	81.59	(81.59)	-
2.59	-	-	-	2.59	(2.59)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2.59	-	-	-	2.59	(2.59)	-
2,811.80	-	-	-	2,811.80	(2,811.80)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,811.80	-	-	-	2,811.80	(2,811.80)	-

UNCOLLECTED TAXES AS OF 1-Jul-22	TAXES ADDED 1-Jul-22 TO JUN 30, 2024	TAXES DELETED 1-Jul-22 TO JUN 30, 2024	ADDS & DELETES 1-Jul-22 TO JUN 30, 2024	AVAIL ADJ TAXES 1-Jul-22 TO JUN 30, 2024	PD&DISTRIBUTED 1-Jul-22 TO JUN 30, 2024	OUTSTANDING TAX RECEIVABLE AS TO JUN 30, 2024
25,520.88	124.75	(5.95)	118.80	25,639.68	(24,703.33)	936.35
748.31	-	(5.66)	(5.66)	742.65	(416.97)	325.68
256.21	-	(5.50)	(5.50)	250.71	(229.91)	20.80
50.07	-	(5.34)	(5.34)	44.73	(43.56)	1.17
20.68	-	(5.18)	(5.18)	15.50	(14.33)	1.17
20.68	-	(5.18)	(5.18)	15.50	(14.33)	1.17
6.35	-	(5.18)	(5.18)	1.17	-	1.17
6.35	-	(5.18)	(5.18)	1.17	-	1.17
6.35	-	(5.18)	(5.18)	1.17	-	1.17
6.39	-	(5.03)	(5.03)	1.36	-	1.36
7.85	-	(7.85)	(7.85)	-	-	-
26,650.12	124.75	(61.23)	63.52	26,713.64	(25,422.43)	1,291.21
568.06	-	(2.73)	(2.73)	565.33	(501.05)	64.28
71.79	-	-	-	71.79	(45.93)	25.86
33.53	-	-	-	33.53	(13.18)	20.35
22.42	-	-	-	22.42	(0.64)	21.78
18.64	-	-	-	18.64	(0.65)	17.99
15.34	-	-	-	15.34	(0.70)	14.64
13.44	-	-	-	13.44	-	13.44
10.44	-	-	-	10.44	-	10.44
11.33	-	-	-	11.33	-	11.33
10.49	-	-	-	10.49	-	10.49
8.53	-	(8.53)	(8.53)	-	-	-
784.01	-	(11.26)	(11.26)	772.75	(562.15)	210.60
495,781.46	675.38	(132.69)	542.69	496,324.15	(464,695.45)	31,628.70
22,952.37	67.44	(98.72)	(31.28)	22,921.09	(15,685.72)	7,235.37
6,248.60	-	(29.94)	(29.94)	6,218.66	(4,507.36)	1,711.30
1,857.33	-	(14.39)	(14.39)	1,842.94	(1,106.16)	736.78
881.53	-	(13.39)	(13.39)	868.14	(237.18)	630.96
643.05	-	(13.11)	(13.11)	629.94	(158.90)	471.04
543.31	-	(13.11)	(13.11)	530.20	(106.06)	424.14
571.55	-	(13.11)	(13.11)	558.44	(77.96)	480.48
452.28	-	(13.11)	(13.11)	439.17	(8.58)	430.59
355.04	-	(25.59)	(25.59)	329.45	(8.58)	320.87
357.43	-	(352.13)	(352.13)	5.30	(5.30)	-
530,643.95	742.82	(719.29)	23.53	530,667.48	(486,597.25)	44,070.23
10,725,978.79	26,363.76	(15,427.51)	10,936.25	10,736,915.04	(10,100,482.60)	636,432.44
410,181.13	1,178.88	(1,750.04)	(571.16)	409,609.97	(278,866.94)	130,743.03
105,146.54	-	(473.88)	(473.88)	104,672.66	(73,765.71)	30,906.95
32,881.56	-	(270.36)	(270.36)	32,611.20	(19,707.63)	12,903.57
15,327.24	-	(236.28)	(236.28)	15,090.96	(4,137.39)	10,953.57
10,801.61	-	(222.53)	(222.53)	10,579.08	(2,754.87)	7,824.21
9,016.79	-	(221.61)	(221.61)	8,795.18	(1,845.41)	6,949.77
10,496.38	-	(221.18)	(221.18)	10,275.20	(1,543.78)	8,731.42
7,256.91	-	(203.49)	(203.49)	7,053.42	(125.53)	6,927.89
5,820.74	-	(426.93)	(426.93)	5,393.81	(137.42)	5,256.39
5,777.41	-	(5,698.19)	(5,698.19)	79.22	(79.22)	-
11,338,685.10	27,542.64	(25,152.00)	2,390.64	11,341,075.74	(10,483,446.50)	857,629.24

STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF SPECIAL, DEFICIENCY, SPECIFIC, AND CAPITAL OUTLAY APPROPRIATIONS
AS OF June 30, 2025

Project #	Agency	Project Name	Reversion Date	Original Appropriation Award
22-G3020	DFA	SIERRA CO FAIRGRNDS CONSTRUCT	6/30/2026	\$ 1,750,000
20-E2747	DFA	SIERRA CO ARREY BB CMLPX Sierra Co Sheriff's Dept Vehs	6/30/2024	200,000
23-H3208	DFA	Prchs Hillsboro Cmty Ctr HVAC	6/30/2025	200,000
23-H3212	DFA	Construct	6/30/2027	250,000
23-H3213	DFA	Animal Shelter 16-A2511	6/30/2027	20,000
22-F3060	DFA	Bridge of Grace	6/30/2024	100,000
23-ZH9304	DFA	Sheriff Vehicle Equipment	6/30/2024	375,000
23-H3209	DFA	Arrey Baseball Field	6/30/2027	350,000
24-i3148	DFA	Fairgrounds	6/30/2028	250,000

<u>Appropriation Period</u>	<u>Expenditures as of June 30, 2024</u>	<u>Current Year Expenditures</u>	<u>Remaining Balance as of June 30, 2025</u>	<u>Outstanding Encumbrances</u>	<u>Reversion Amount</u>
1/24/2023	1,409,122	340,878	-	-	-
3/16/2021	-	-	200,000	200,000	-
11/14/2023	130,472	69,528	-	-	-
11/14/2023	184,400	38,141	27,459	27,459	-
11/14/2023	20,000	-	-	-	-
10/28/2021	-	-	100,000	100,000	-
10/17/2023	-	73,371	301,629	301,629	-
11/14/2023	112,113	110,152	127,735	127,735	-
7/23/2024	250,000	-	-	-	-
	<u>\$ 2,106,107</u>	<u>632,070</u>	<u>756,823</u>	<u>756,823</u>	<u>-</u>

COMPLIANCE SECTION

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

To Joseph M. Maestas, P.E., CFE
New Mexico State Auditor

Sierra County Commissioners
Truth or Consequences, New Mexico

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund and major special revenue funds of Sierra County (County) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated January 20, 2026.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in

internal control, described in the accompanying schedule of findings and questioned costs as items 2025-001 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under Government Auditing Standards, which are described in the accompanying schedule of findings and questioned costs as item 2025-002.

County's Response to Findings

Government Auditing Standards require the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



Pattillo, Brown & Hill, LLP
Albuquerque, New Mexico
January 20, 2026

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

To Joseph M. Maestas, P.E., CFE
New Mexico State Auditor

Sierra County Commissioners
Truth or Consequences, New Mexico

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Sierra County, New Mexico (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, 2025. 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, Sierra 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, 2025.

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 Sierra 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 Sierra County's compliance with the compliance requirements referred to above.

OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque

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 Sierra 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 Sierra 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 Sierra 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 Sierra 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 Sierra 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 Sierra 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

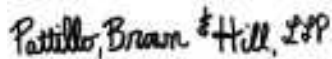
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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. Given these limitations, during our audit 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 that reads "Pattillo, Brown & Hill, LLP". The signature is written in a cursive, slightly slanted style.

Pattillo, Brown, & Hill, L.L.P.
Albuquerque, New Mexico
January 20, 2026

STATE OF NEW MEXICO
 Sierra County
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2025

<u>Funding Source/Grant of Contact Name</u>	Assistance Listing <u>Number</u>	Pass - through <u>Grant Number</u>	Federal <u>Expenditures</u>
U.S. Department of Agriculture (USDA)			
Schools and Road - Grants to Counties	10.666	N/A	\$ <u>32,311</u>
Total U.S. Department of Agriculture (USDA)			<u>32,311</u>
U.S. Treasury Department			
Local Assistance and Tribal Consistency Fund *	21.032	N/A	<u>2,569,403</u>
Total U.S. Treasury Department			<u>2,569,403</u>
Total Federal Financial Assistance			\$ <u><u>2,601,714</u></u>

(*) Denotes Major Federal Program

**STATE OF NEW MEXICO
 SIERRA COUNTY
 NOTES TO SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ended June 30, 2025**

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of the County under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Because the Schedule presents only a portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, and cash flows of the County. Expenditures reported on the Schedule are reported on the accrual basis of accounting.

Subrecipients of Grant Awards

There were no sub-recipients during fiscal 2025.

Loans

The County did not expend any federal awards in the form of loans during the year ended June 30, 2025.

Indirect Cost Rate

The County has elected not to use the 15% de Minimis Indirect Cost Rate.

Reconciliation of Schedule of Expenditures of Federal Awards to Statement of Revenues, Expenditures and Changes in Fund Balances

Total federal awards expended per the Schedule of Expenditures of Federal Awards	\$ 2,601,714
Federal grant revenue per Statement of Revenues, Expenditures and Changes in Fund Balances	<u>2,601,714</u>
Difference	\$ <u>-</u>

**STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025**

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of Auditor’s report issued:	<u>Unmodified</u>
Internal control over financial reporting: Material Weakness reported?	No
Significant deficiencies reported not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs: Material weaknesses reported?	No
Significant deficiencies reported not considered to be material weaknesses?	No
Type of auditor’s report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	No
Identification of major programs: Local Assistance and Tribal Consistency Fund	ALN #21.032
Dollar threshold used to distinguish Between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

**STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025**

SECTION II – FINDINGS – FINANCIAL STATEMENT AUDIT

2025-001 (2015-003) CONTROLS OVER CAPITAL ASSETS (Significant Deficiency)

CONDITION: The County made significant corrections to their capital asset records during the audit and prior to the audit. However, additional work is needed to improve the capital asset listing and increase internal control over capital assets. Capital asset additions are difficult to identify and there is a significant risk that assets will not be identified and capitalized. There was an adjustment made to capital assets and accumulated depreciation reported in the governmental activities. The County's capital outlay accounts were used for only limited transactions. A formal reconciliation of capital outlay accounts is not being completed on an annual basis.

The County has made progress.

CRITERIA: In accordance with 2.20.1 NMAC, the County shall establish controls over its capital assets for the primary purposes of safeguarding them and establishing accountability for their custody and use. Among other controls this includes conducting a physical inventory of the entity's capital assets and tagging the assets in the entity's custody. The physical inventory checks against losses not previously revealed, and brings to light errors in records of accountability, but more importantly, a systematic physical inventory of fixed assets provides an opportunity for surveying their physical condition.

EFFECT: By not establishing internal control procedures over capital assets and not maintaining appropriate accounting records, there is an increased risk that errors and/or irregularities will occur and not be detected and corrected timely. Significant time was needed to create the accounting records and material accounting adjustments were needed to correct the capital assets listing and to record depreciation expense for the year.

CAUSE: Lack of complete information about old assets that may or may not belong on the listing.

RECOMMENDATION: We recommend the following:

- Establish and enforce internal control procedures to record, inventory, reconcile, and correct capital asset activities.
- Perform a reconciliation of the capital outlay accounts and any other general ledger accounts used to purchase capital assets to ensure that all the purchased assets are recorded in the capital assets list.

MANAGEMENT RESPONSE: The County agrees with the finding and will develop and document procedures to enforce internal control procedures to record, inventory, reconcile and correct capital asset activities. The County will reconcile the capital outlay accounts and other GL accounts used to procure capital assets and perform annual reconciliation of the capital assets list. County will update and use new capital assets tracking software.

TIMELINE OF CORRECTIVE ACTION PLAN: June 30, 2026

RESPONSIBLE OFFICIAL: County Manager, Finance Director, Capital Assets Coordinator

**STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025**

**SECTION III – FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD
PROGRAMS AUDIT**

None

**SECTION IV – OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,
SECTION 12-6-5, NMSA 1978**

2025-002 Internal Controls Over Cash Disbursements (Other Matters)

CONDITION: During our testing over cash disbursements, we noted the following:

- 12 transactions out of 25 selected transactions were missing or no support was provided
- 3 transactions out of 25 selected transactions had no traceable documentation to the chart of accounts.
- 2 transactions out of 25 selected transactions were missing purchase orders.
- 7 of 25 selected transactions were missing invoices.

CRITERIA: Section NMAC 6.20.2.17 (A), requires that each municipality establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq., NMSA 1978. An internal control structure over purchasing shall be established and maintained to assure compliance with County policy, and state and federal regulations.

EFFECT: County is not in compliance with written policies and procedures and is at risk for fraud or misuse of public funds.

CAUSE: County personnel did not follow established procurement procedures for the County.

RECOMMENDATION: We recommend that the County follow established procurement procedures for the County.

MANAGEMENT RESPONSE: The County will reiterate the importance of controls and procedures to employees in charge of handling transactions to ensure that the County policies and procedures are being followed. The County will work to ensure that proper supporting documentation is maintained and documented.

TIMELINE OF CORRECTIVE ACTION PLAN: June 30, 2026

RESPONSIBLE OFFICIAL: Finance Director, Chief Procurement Officer

**STATE OF NEW MEXICO
SIERRA COUNTY
SCHEDULE OF PRIOR YEAR FINDINGS
JUNE 30, 2025**

SECTION V – STATUS OF PRIOR YEAR FINDINGS

2024-001 (2015-003)	Controls over Capital Assets (Significant Deficiency)	Repeated & Modified
2024-002	Fuel Cards (Other Non-Compliance)	Resolved

**STATE OF NEW MEXICO
SIERRA COUNTY
EXIT CONFERENCE
JUNE 30, 2025**

An exit conference was conducted on January 20, 2026, with the following individuals:

Sierra County

Travis Day, Commissioner Chair
Jessica Pena, Finance Director

Pattillo, Brown & Hill, LLP

Chris Garner, Partner

Auditor Prepared Financial Statements

Pattillo, Brown & Hill, LLP prepared the GAAP-basis financial statements, related footnotes and supporting schedules from the original books and records provided to them by the management of the County. 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, and the County accepts responsibility for the financial statements.