

**COUNTY OF LINCOLN**  
**New Mexico**  
*Agenda Special Meeting*  
**Board of County Commissioners**

**Jackie Powell**, Chairwoman

**Mark Doth**, Member

**Dallas Draper**, Member

**Glenna N. Robbins**, Treasurer

**Rhonda B. Burrows**, Clerk

**Preston Stone**, Vice-Chair

**Kathryn L. Minter**, Member

**Robert Shepperd**, Sheriff

**Paul Baca**, Assessor

**Stirling Spencer**, Probate Judge

**Nita Taylor**, County Manager

---

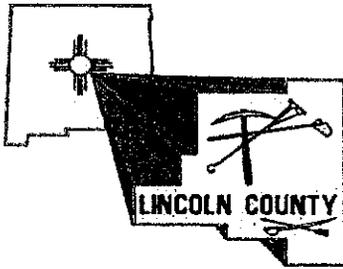
**July 24, 2014 at 8:30 A.M.**

1. Call to Order
2. Roll Call
3. Invocation
4. Pledge of Allegiance
  - A. Pledge – U.S.A. Flag
  - B. Salute – N.M. Flag – (“I salute the flag of the State of New Mexico, the Zia Symbol of perfect friendship among united cultures”)
5. Approval of Agenda
6. Continuance of Public Hearing to consider Final Budget FY 2014-2015
  - a. Resolution 2014-4 - Adopt Final Budget FY 2014-2015
7. Consideration/Direction on FY 16-20 Infrastructure Capital Improvement Plan (ICIP)
8. Executive Session Pursuant to the Open Meetings Act: Discussion of all Threatened and/or Pending Litigation Section 10-15-1, Sub-Paragraph H.(7); and Discussion of the purchase, acquisition or disposal of real property or water rights by the public body, Section 10-15-1, Sub-Paragraph H.(8).
9. Signing of Official Documents if needed
10. Next Regular Meeting – Tuesday, August 19, 2014
11. Adjournment

---

**PLEASE NOTE: ALL SUBJECTS LISTED ON THIS AGENDA ARE TO BE CONSIDERED ACTION ITEMS BY THE BOARD OF COUNTY COMMISSIONERS UNLESS OTHERWISE INDICATED.**

July 24, 2014: THIS AGENDA IS SUBJECT TO CHANGE



www.lincolncountynm.net

# County of Lincoln

P.O Box 711 • 300 Central Ave. • Carrizozo, New Mexico 88301-0711 • (575) 648-2385

## AGENDA ITEM Nos. 6

July 22, 2014

### MEMORANDUM

**TO:** County Commissioners

**FROM:** Nita Taylor, Lincoln County Manager *NT*

**SUBJECT:** Final Budget Approval FY14-15 - Public Hearing

At the regular commission meeting of May 20, 2014, the county's preliminary budget was approved, with modifications, and forwarded to DFA for subsequent approval, which was received on June 19, 2014. As a separate document, you have received the "County of Lincoln Final Budget for Fiscal Year 2014 - 1015". At **Enclosure 1**, pages 1 and 2, are the summary sheets of that Final Budget for your convenience and the public's information.

### Review of Changes:

#### 1. **Changes in Revenue & Expenditures Since Preliminary Budget:**

The Treasurer's beginning cash balance of \$9,343,533 has been modified from the preliminary budget forecast \$6,940,242. This reflects a true-up of \$2,403,921 (+34.6%) that is due to a number of adjustments required to: 1) accommodate bills received and paid since June 19<sup>th</sup>; 2) account for expenses budgeted for prior year, that were underspent; and 3) recognize other factors since the preliminary budget was approved. Final Adjusted Budgeted Fund Expenditures of \$7,493,892 has also been modified, for the same reasons, from the preliminary budget amount of \$7,451,833. The resulting Adjusted Ending Cash Balance is \$3,257,534. See **Enclosure 2** for a History of General Fund Revenues / Expenditures. See **Enclosure 3** for detailed notes detailing modifications from the Preliminary Budget to the final Budget.

2. **Ending reserve over required reserve.** By law, funds must be reserved in the amount of 3/12 of General Fund expenditures. The required reserve is \$1,873,473, and this budget reflects \$1,384,061 over that requirement.

#### 2. **After reviewing the above, consider potential additions or deletions of the following:**

- Review external requests to see if any changes are desired (**Enclosure 4**).
- Review previously unfunded and new requests and approve additional funding to the extent you want to commit the revenues for these expenditures (**Enclosure 5**).

3. **Lincoln County Medical Center Budget Request.** Al Santos will present additional information regarding Lincoln County Medical's Center's request. (**Enclosure 8**) See **Enclosure 9** for Manager's analysis of LCMC budget request, along with recommendations for Commission consideration.

**Final Recommendation and Comment:**

The departments are to be commended for diligently participating in the budget process; each has been reasonable in their forecasts for FY14-15, and was cognizant of the past year's budget guidelines in the management of their operations. As this budget process necessarily falls mainly to Finance and Treasury, Punkin Schlarb and Glenna Robbins and their teams expended valuable time and energy "over and above" in finalizing this budget package and recommendation. Through their diligent efforts to develop and monitor the budget throughout the year, I'm confident this FY 2014 – 2015 Lincoln County Budget is solid and properly reflects conservatively forecasted revenues, as well as forecasted expenditures at levels that ensure responsible oversight of public funds.

**Recommendation.** *Should you opt to approve any of the additional expense items presented to you for consideration, or make any other changes, direct Staff to incorporate such modifications, and approve Resolution 2014-4 at **Enclosure 10** for forwarding to DFA with the final budget?*

**Department of Finance and Administration  
Local Government Division  
Budget Recapitulation**

(CENTS ROUNDED TO NEAREST DOLLAR)

Entity Code 26 GENERAL FUND  
Fiscal Year 2014-2015  
USE OVER REQ. RESERVES  
3,257,534 ENDING CASH

(A) PROPERTY TAX CATEGORY	(B) ACCOUNT NUMBER	(C) 2013 FINAL VALUATIONS	(D) 2013 OPERATING TAX RATE	(E) TOTAL PRODUCTION [C X D] * 93%	FOR LOCAL GOVERNMENT USE:
RESIDENTIAL	31500	794,775,887	0.00791	6,289,856	1,873,473 REQ. RESERVE
NON-RESIDENTIAL	31500	336,373,119	0.01085	3,648,303	1,384,061 OVER REQ. RESERVE
COLLECTION RATIO		89,862		93%	11,914,492 REVENUES
				93%	-10,506,600 TRANSFERS
					7,493,892 EXPENDITURES
					-6,085,989 REV TO EXP.
					1,384,061 Total over required reserves
					-6,085,989 use for Recurring Expenses
					-4,701,939 use for NonRecurring expenses
					1,873,473 REQUIRED RESERVE 3/12
					279,609 REQUIRED RESERVE 1/12

(F) FUND TITLE	Page #	(G) FUND NUMBER	(H) FY 2014-2015 BEGINNING CASH BALANCE	(I) FY 2014-2015 ADJUSTED BUDGETED FUND REVENUES	(J) FY 2014-2015 ADJUSTED OPERATING TRANSFER	(K) FY 2014-2015 ADJUSTED BUDGETED FUND EXPENDITURES	(L) FY 2014-2015 ADJUSTED ENDING FUND CASH BALANCE	(M) APPROVED RESOLUTIONS
GENERAL FUND	3-19	401	9,343,533	11,914,492	(10,506,600)	7,493,892	3,257,534	
ROAD FUND	20-23	402	321,361	767,792	2,362,764	3,172,308	279,609	
RECREATION	24	404	1	0	0	1	0	
SPECIAL PROGRAMS	25	405	6,290	0	82,020	88,310	0	
RECORDING FEES	26	406	227,701	61,575	0	284,388	4,887	
BONITO FIRE DEPT.	27	407	184,063	199,090	0	383,153	0	
HONDO FIRE DEPT.	28	409	118,237	89,862	0	208,099	0	
LINCOLN FIRE DEPT.	29	410	185,322	148,384	0	333,686	0	
NOGAL FIRE DEPT.	30	411	88,241	49,524	0	137,765	0	
GLENCOE-PALO VERDE FIRE DEPT.	31	412	40,888	98,799	(33,000)	106,687	0	
CAPITAL IMPROVEMENTS PROJECTS	32	414	51,319	0	4,808,647	4,859,966	0	
WHITE OAKS FIRE DEPT.	33	416	48,352	48,524	0	97,876	0	
AGREEMENTS	34	418	25,053	0	199,447	224,500	0	
ARABELA FIRE DEPT.	35	419	92,846	49,524	0	142,370	0	
LEGISLATION APPROPRIATIONS	36	420	178,626	653,622	(260,617)	571,630	0	
GAS TAX SPECIAL	37	421	5,261	183,000	0	183,000	5,261	
PREDATORY ANIMAL CONTROL	38	423	73,135	43,779	52,492	169,406	0	
FIRE SERVICES ADMINISTRATION	39	424	34,894	63,500	0	98,393	0	
FIREFIGHTING/STRIKE ACTIVITIES	40	425	0	150,000	0	150,000	0	
FOREST TITLE III	41	428	27,176	27,000	0	54,176	0	
<b>Page Total</b>			<b>11,052,297</b>	<b>14,549,447</b>	<b>(3,284,846)</b>	<b>18,759,606</b>	<b>3,547,292</b>	<b>0</b>

ENCL 1

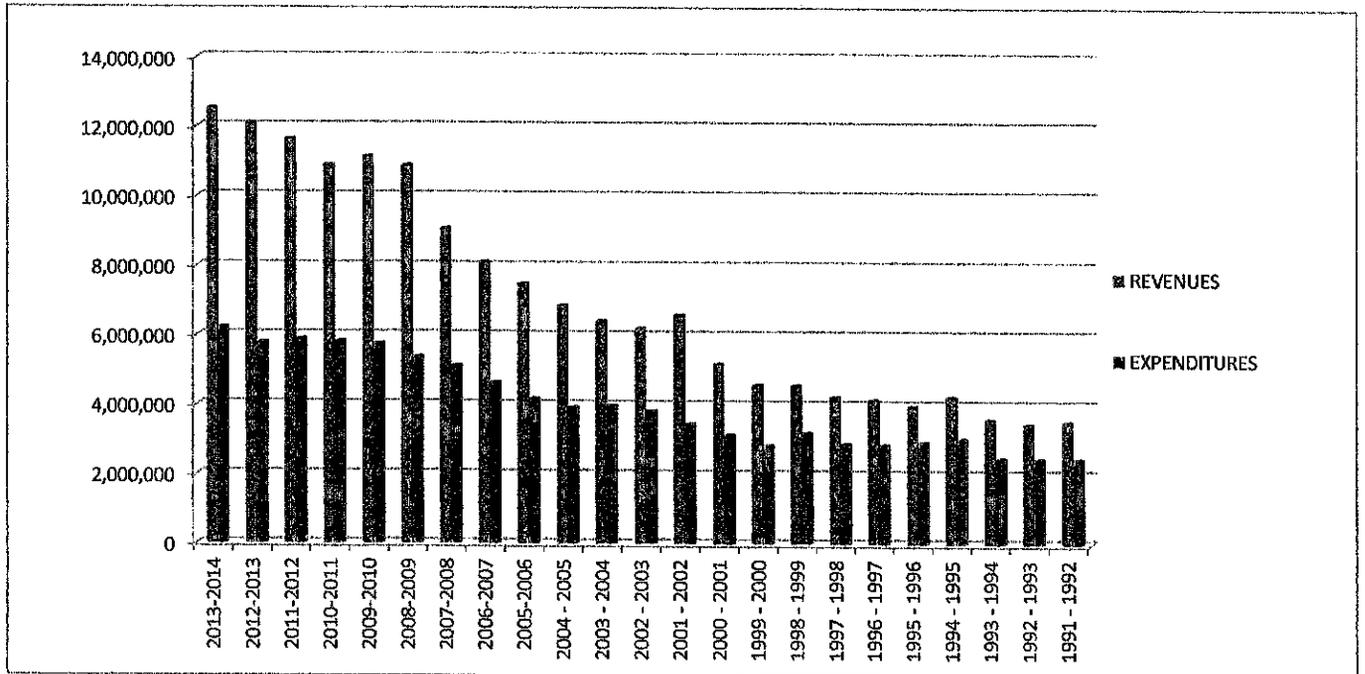
**Budget Recapitulation - Continued**  
 (CENTS ROUNDED TO NEAREST DOLLAR)

(F) FUND TITLE	(G) FUND NUMBER	(H) FY 2014-2015 BEGINNING CASH BALANCE	(I) FY 2014-2015 BUDGETED FUND REVENUES	(J) FY 2014-2015 ADJUSTED OPERATING TRANSFER	(K) FY 2014-2015 ADJUSTED BUDGETED FUND EXPENDITURES	(L) FY 2014-2015 ADJUSTED ENDING FUND CASH BALANCE	(M) APPROVED RESOLUTIONS
LODGERS TAX FUND	42	60,083	50,120	0	92,803	17,400	
CORRECTIONS	43	251,491	370,900	2,673,464	3,295,855	0	
JAG	44	0	10,000	0	10,000	0	
HOMELAND SECURITY FUND	45	1,579	1,166,667	387,310	1,555,556	0	
SHERIFF SEIZURE FUND	46	27,147	50	0	27,197	0	
REAPPRAISAL FUND	47	337,931	250,000	0	578,299	9,633	
RUIDOSO AREA AMBULANCE	48	825	20,000	0	20,825	0	
CAPTAN AMBULANCE DEPT.	49	(27)	7,977	0	7,950	0	
CARRIZO AMBULANCE DEPT.	50	(517)	6,617	0	6,100	0	
CORONA AMBULANCE DEPT.	51	72	7,785	0	7,857	0	
HONDO AMBULANCE DEPT.	52	(151)	7,740	0	7,588	1	
RURAL HEALTH CLINICS	53	433,590	650,900	0	606,810	477,680	
LCMC - HOSPITAL	54	2,127,137	3,260,770	0	2,182,564	3,205,343	
DEER PARK SP FUND	55	0	0	0	0	0	
DEER PARK SAD INCOME FUND	56	596,556	170,800	0	131,890	635,466	
LAW ENFORCEMENT PROTECTION	57	7,216	32,000	0	39,216	0	
ZIA SENIOR CITIZENS	58-63	84,146	669,596	103,824	857,566	0	
ENVIRONMENTAL GROSS RECEIPTS	64	0	145,000	0	145,000	0	
TREASURER'S RETURNED CK FUND	65	2,883	2,150	0	4,828	205	
ENHANCED 911 DATA BASE/NETWORK	66	2,014	13,625	0	13,625	2,014	
FOREST HEALTH FUND	67	182,933	510,000	0	510,000	182,933	
MISDEMEANOR COMPLIANCE FUND	68	845	150,000	0	150,000	845	
CDBG GRANT FUND	69	358,188	500,000	319,147	1,135,553	41,753	
INDIGENT CLAIMS FUND	70	550,227	630,000	22,201	739,667	462,760	
JUVENILE FUND	71	20,950	135,000	148,000	283,000	20,950	
NM HIDTA PARTNERSHIP GRANT	72	0	110,000	0	110,000	0	
1st 1/8 GRT STATUTORY RESERVE	73	155,485	0	0	0	155,485	
DISASTER RELIEF FUND	74	152,884	505,649	0	600,715	57,818	
1st 1/8th GRT INCOME FUND	75	0	630,000	(359,100)	270,900	0	
1st 1/8th GRT DEBT RESERVE FUND	76	272,000	0	0	0	272,000	
<b>Pages Total</b>		<b>5,625,486</b>	<b>10,013,346</b>	<b>3,294,846</b>	<b>13,391,393</b>	<b>5,542,286</b>	<b>0</b>
<b>Grand Total</b>		<b>16,677,784</b>	<b>24,562,793</b>	<b>0</b>	<b>32,150,999</b>	<b>9,089,577</b>	<b>0</b>

# GENERAL FUND HISTORY REVENUES/EXPENDITURES

YEAR	BEGINNING BALANCE		REVENUES		Transfers from General Fund	EXPENDITURES		Ending Cash Balance General Fund
	%increase Beginning Balance	Beginning Balance	%increase Revenues	Actual Revenues	Actual Transfers	%increase Expenditures	Actual Expenditures	
2013-2014	17%	10,720,189	3.71%	12,528,272	7,685,067	7.60%	6,219,861	9,343,533
2012-2013	19%	9,158,099	3.74%	12,080,510	4,738,104	-1.79%	5,780,318	10,720,189
2011-2012	3%	7,716,250	6.78%	11,644,612	4,317,264	1.07%	5,885,499	9,158,099
2010-2011	7%	7,465,625	-2.09%	10,905,189	4,831,517	1.11%	5,823,047	7,716,250
2009-2010	61%	6,964,492	2.31%	11,137,953	4,877,895	7.19%	5,758,926	7,465,625
2008-2009	-5%	4,318,097	20.05%	10,886,030	2,866,770	5.03%	5,372,865	6,964,492
2007-2008	26%	4,557,866	11.74%	9,067,792	4,192,166	10.42%	5,115,396	4,318,097
2006-2007	22%	3,624,053	8.45%	8,115,212	2,548,607	11.01%	4,632,791	4,557,866
2005-2006	40%	2,979,060	9.14%	7,483,104	2,664,763	6.19%	4,173,348	3,624,053
2004 - 2005	-21%	2,123,207	6.86%	6,856,639	2,070,771	-0.93%	3,930,016	2,979,060
2003 - 2004	12%	2,703,522	3.49%	6,416,743	3,030,077	3.67%	3,966,981	2,123,207
2002 - 2003	129%	2,413,184	-5.97%	6,200,111	2,083,357	11.26%	3,826,417	2,703,522
2001 - 2002	12%	1,053,367	27.25%	6,593,830	1,794,778	9.81%	3,439,235	2,413,184
2000 - 2001	-21%	937,674	13.35%	5,181,831	1,934,096	10.71%	3,132,042	1,053,367
1999 - 2000	-20%	1,190,136	0.17%	4,571,733	1,995,193	-11.44%	2,829,001	937,674
1998 - 1999	-7%	1,494,412	8.08%	4,563,755	1,673,727	10.85%	3,194,304	1,190,136
1997 - 1998	1%	1,613,082	1.80%	4,222,576	1,459,529	0.96%	2,881,717	1,494,412
1996 - 1997	-2%	1,600,736	4.76%	4,148,077	1,281,286	-2.25%	2,854,444	1,613,082
1995 - 1996	-40%	1,633,746	-6.40%	3,959,449	1,072,439	-3.34%	2,920,021	1,600,736
1994 - 1995	6%	2,729,108	18.13%	4,230,124	2,304,584	22.42%	3,020,902	1,633,746
1993 - 1994	18%	2,577,973	3.70%	3,580,949	962,245	0.72%	2,467,569	2,729,108
1992 - 1993	13%	2,188,478	-1.80%	3,453,305	613,769	0.18%	2,450,041	2,577,973
1991 - 1992	24%	1,942,079	-3.16%	3,516,612	824,491	5.88%	2,445,722	2,188,478
1990 - 1991		1,570,200		3,631,186	949,510		2,309,798	

## GENERAL FUND HISTORY



**NOTES FOR FINAL BUDGET 2014-2015**

7/22/2014

**Beginning Cash for General Fund**

Has increased by 34.6%, this is due to diligence from all departments that are funded by General Fund. Closing of unused purchase orders and getting in all invoices that were pertinent to closing the fiscal year.

**Expenditures**

<b>401-08</b>	<b>Emergency Services</b>		
		2133 Vehicle Fuel	(1,000)
		2140 Mileage & Per Diem	1,000
		<b>Total</b>	<b>0</b>

**GRAND TOTAL GENERAL FUND** **0**

**402 Road Fund - Transfers increase due to addition of new positions  
and accounts payable** **229,618**

<b>Fund 404</b>	<b>Recreation</b>		
		2512 Recreation	1
		<b>Total</b>	<b>1</b>

**Fund 405 - Special Programs Fund** **(6,290)**  
**Decrease of transfer due to beginning cash balance**

<b>Fund 406</b>	<b>Recording Fees Clerk Fund</b>		
	<b>Decrease due to Beginning Cash Balance</b>		
		2962 CAP OUT - Equipment (RES)	(20,000)
		2968 CAP OUT - Digital Imagery (View Scan)	20,000
		<b>Total</b>	<b>0</b>

<b>Fund 407</b>	<b>Bonito Fire</b>		
	<b>Increase revenue - State Fire Marshall Allotment</b>		<b>8,390</b>
	2907 Pumper Tanker		(21,472)
	Decrease due to Beginning Cash Balance		

<b>Fund 408</b>	<b>Hondo Fire</b>		
	<b>Increase revenue - State Fire Marshall Allotment</b>		<b>3,784</b>
	2907 Pumper Tanker		(26,979)
	Decrease due to Beginning Cash Balance		

<b>Fund 410</b>	<b>Lincoln Fire</b>		
	<b>Increase revenue - State Fire Marshall Allotment</b>		<b>6,248</b>

**NOTES FOR FINAL BUDGET 2014-2015**

7/22/2014

	2909 CAP OUT - Furniture	2,428
<b>Fund 411</b>	<b>Nogal Fire</b>	
	<b>Increase revenue - State Fire Marshall Allotment</b>	<b>2,083</b>
	2920 CAP OUT - New Building	(1,939)
	Decrease due to Beginning Cash Balance	
<b>Fund 412</b>	<b>Glencoe Fire</b>	
	<b>Increase revenue - State Fire Marshall Allotment</b>	<b>4,167</b>
	<b>Decrease due to Beginning Cash Balance</b>	
	2130 Maintenance Equipment	(5,000)
	2148 Fire Equipment & Supplies	(5,933)
	2906 CAP OUT - Communication Equipment	(15,000)
	2921 CAP OUT - Equipment	(10,000)
	<b>Total</b>	<b>(35,933)</b>
<b>414-91</b>	<b>Capital Improvement Projects</b>	
	<b>Increase in transfer due to accounts payable and new additions to fac improvements</b>	<b>1,288,533</b>
<b>Fund 416</b>	<b>White Oaks Fire</b>	
	<b>Increase revenue - State Fire Marshall Allotment</b>	<b>2,083</b>
	2937 Fax Expansion/Improvements	2,003
<b>Fund 418</b>	<b>Agreements</b>	
	<b>Decrease due to Beginning Cash Balance</b>	<b>(25,053)</b>
<b>Fund 419</b>	<b>Arabela Fire</b>	
	<b>Increase revenue - State Fire Marshall Allotment</b>	<b>2,083</b>
	2925 CAP OUT - Vehicle	(7,682)
	Decrease due to Beginning Cash Balance	
<b>Fund 420</b>	<b>Legislative Appropriation Fund</b>	
	<b>Decrease transfer due to Beginning Cash Balance</b>	<b>(70,617)</b>
<b>Fund 423 - Farm and Range</b>		
	<b>Increase due to Beginning Cash balance - change in software invoicing</b>	
	<b>Increase transfer</b>	<b>4,771</b>
	2162 Predatory Animal Control	93,135
	2513 ADC	(20,000)
	<b>Total</b>	<b>73,135</b>

NOTES FOR FINAL BUDGET 2014-2015

7/22/2014

<b>Fund 424</b>	<b>Fire Services Administration</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2104 Telephone	2,500
	2188 Safety Equipment	(2,000)
	2925 CAP OUT - Vehicle	(10,607)
	<b>Total</b>	<b>(10,107)</b>
<b>Fund 450</b>	<b>Corrections</b>	
	<b>Decrease in transfer due to Beginning Cash Balance</b>	<b>(97,112)</b>
	2529 Management Agreement - ECM	150,291
<b>Fund 462</b>	<b>Homeland Security</b>	
	<b>Decrease in transfer due to Beginning Cash Balance</b>	<b>(1,579)</b>

**NOTES FOR FINAL BUDGET 2014-2015**

7/22/2014

<b>Fund 466</b>	<b>Sheriff's Seizure</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2909 CAP OUT - Equipment	(787)
<b>Fund 500-20</b>	<b>Ruidoso Area Ambulance</b>	
	<b>Increase due to Beginning Cash Balance</b>	
	2142 Training	825
<b>Fund 500-24</b>	<b>Capitan Area Ambulance</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2142 Training	(27)
<b>Fund 500-25</b>	<b>Carrizozo Area Ambulance</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2142 Training	(517)
<b>Fund 500-26</b>	<b>Corona Area Ambulance</b>	
	<b>Increase due to Beginning Cash Balance</b>	
	2142 Training	72
<b>Fund 500-27</b>	<b>Hondo Area Ambulance</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2142 Training	(152)
	<b>GRAND TOTAL AMBULANCE</b>	<b>201</b>
<b>Fund 520</b>	<b>Law Enforcement Protection Fund</b>	
	<b>Decrease due to Beginning Cash Balance</b>	
	2138 Equipment Repair	(2,144)
<b>Fund 530-76</b>	<b>Carrizozo Senior Center</b>	
	<b>Decrease in transfer due to Beginning Cash Balance</b>	<b>(83,846)</b>

**LINCOLN COUNTY PRELIMINARY BUDGET REVIEW - MAY 2, 2014**  
**2014 - 2015 External Requests**

	Organization	10-11 Funded	11-12 Funded	12-13 Funded	13-14 Funded	14-15 Request May 2, 2014	Diff. 14-15 Request From 13- 14 Funded	FUNDED 5.2.2104	% Granted of Total Request
1	NMSU Co-op Ext. Svcs.	\$63,400	\$63,400	\$93,337	\$64,399	\$93,000	\$28,601	\$93,000	100%
2	Capitan Library	\$12,000	\$3,000	\$3,000	\$5,000	\$13,295	\$8,295	\$5,000	38%
3	Corona Library	\$5,000	\$3,000	\$3,000	\$5,000	\$5,000	\$0	\$5,000	100%
4	Ruidoso Library	\$25,000	\$15,000	\$15,000	\$20,000	\$35,000	\$15,000	\$20,000	57%
5	LCJJB	\$4,000	\$8,000	\$8,000	\$8,000	\$8,000	\$0	\$8,000	100%
6	SNMEDD	\$6,000	\$6,000	\$6,000	\$6,000	\$6,000	\$0	\$6,000	100%
7	USDA Wildlife Svcs.	\$15,667	\$31,363	\$38,603	\$39,373	\$47,721	\$8,348	\$47,721	100%
<p><i>Note: Total Request \$91,000. Per head tax of \$0.55 = \$18,400; delinquent taxes = \$1,200; Taylor Grazing = \$24,179 Requested \$47,721 from Gen'l Fund.</i></p>									
8	Noxious Weeds	\$50,000	\$50,000	\$50,000	\$40,000	\$50,000	\$10,000	\$50,000	100%
9	South Central Mtn. RC&D	\$7,000	\$7,000	\$40,000	\$30,000	\$40,000	\$10,000	\$40,000	100%
10	Humane Society of Lincoln Cnty	\$35,000	\$30,000	\$30,000	\$30,000	\$35,000	\$5,000	\$30,000	86%
11	EcoServants	\$20,000	\$20,000	\$15,000	\$15,000	\$25,000	\$10,000	\$15,000	60%
12	NM State Library Rural Bookmobile	\$1,050	\$1,050	\$1,050	\$1,260	\$1,260	\$0	\$1,260	100%
13	Coalition of Counties			\$5,000	\$5,000	\$5,000	\$0	\$5,000	100%
14	Town of Carrizozo	\$12,500	\$12,500	\$8,000	\$0	\$7,500	\$7,500	\$2,500	33%
15	Lincoln County Fair Board		\$19,500	\$23,000	\$24,000	\$24,000	\$0	\$24,000	100%
16	Boys & Girls Club	\$3,600	\$0	\$0	\$3,000	\$6,000	\$3,000	\$6,000	100%
17	<b>Sub-total</b>	<b>\$260,217</b>	<b>\$269,813</b>	<b>\$338,990</b>	<b>\$296,032</b>	<b>\$401,776</b>	<b>\$105,744</b>	<b>\$358,481</b>	
<b>Special Requests 2013-14</b>									
18	New Horizons					\$60,000	\$60,000	\$40,000	67%
19	White Mtn. Search & Rescue				\$1,000	\$1,000	\$0	\$1,000	100%
20	<b>Total</b>	<b>\$260,217</b>	<b>\$269,813</b>	<b>\$338,990</b>	<b>\$296,032</b>	<b>\$462,776</b>	<b>\$166,744</b>	<b>\$399,481</b>	<b>86%</b>
<b>Historical Funding</b>									
		\$0	\$0	\$1,000	\$0				
	Lincoln Cnty Food Bank	\$10,000	\$0	\$0					
21	<b>Total Incl. Historical</b>	<b>\$270,217</b>	<b>\$269,813</b>	<b>\$339,990</b>	<b>\$296,032</b>				

**OPTIONAL COUNTY REQUESTS  
for FINAL Budget Discussion  
24-Jul-14**

**SHERIFF**

1	Office Furniture for expanded space	\$40,000
2	Security Camera System	\$48,000
3	Computer Network System	\$102,000
3	Three SUVs	\$102,000
4	One SUV	\$34,000
		<b>\$326,000</b>

**ROAD DEPT.**

5	Oil Distributer	\$10,000
6	Two Pick-Up Trucks	\$67,463
7	Dozer (lease)	\$57,576 /year
		<b>\$135,039</b>

**LINCOLN COUNTY DETENTION CENTER**

8	Four security cameras	\$6,000
9	Washers / dryers for Alpha Unit	\$3,000
		<b>\$9,000</b>

**MANAGER**

10	One Pick-up Truck (maintenance)	\$16,078
11	One Forklift (maintenance)	\$7,000
12	Storage shed w/concrete pad	\$35,000
13	Expand Manager's office	\$12,600
		<b>\$70,678</b>

**DEPARTMENTAL-RECOMMENDED EMPLOYEE MODIFICATIONS**

\*\*\*to be considered at mid-year adjustment

**TOTAL APPROVED at Preliminary \$540,717**

**ADDITIONAL BUDGET CONSIDERATIONS: See Enclosure 6**

1	Increase Salary for Elected Officials (15% allowed by law). See Enclosure 7	\$32,612
2	Professional Services Contract - King Industries	\$63,413
3	Professional Services Contract - Caggiano Consulting	\$6,441
4	Legal Services Contract - Melendres & Melendres	\$63,638
5	Carrizozo Sr. Center Constr - Increased costs	\$115,776
6	Increase Janitorial Contract - expanded Courthouse/Sheriff's Complex	\$13,812
7	Lincoln County Building - Main Complex Facility Expansion Improvements	\$450,000
8	Forest / Watershed Health Implementation Project	\$600,000
9	Matching Funds for ICIP Projects	
	a. New Hondo Fire Station	_____
	b. Expand LCMC dention Center	_____
	c. New Road Department Yard, Garage and Office Facility	_____
	d. Renovate New Horizons Developmental Center	_____
	E. Expand White Oaks Fire Station	_____

## ADDITIONAL BUDGET CONSIDERATIONS Fy13-15

1. **SALARY INCREASE FOR ELECTED OFFICIALS: \$32,612.** At its May 2, 2014 Preliminary Budget Hearing, the Commission considered the HB 344 allowance to increase the salaries of County Officers by a maximum of 15%. The direction at the time was to bring the issue back for final budget consideration. The increase applies only to newly elected officials, and their appointees. See **Enclosure 7**. *Manager recommends approval of this proposed increase.*
2. **PROFESSIONAL SERVICES CONTRACT FOR KING INDUSTRIES: \$63,413.** County has utilized King Industries for a number of issues that require work beyond the expertise and time consideration of County employees. Examples include project management for Forest Health projects; development of practices to ensure the County is compliant with federal grant requirement (such as FEMA grants); and provision of professional opinion for engineering-required projects. Some amount of the time and expense counts toward the County match for federal and state grants. *Manager recommends approval of this proposed contract.*
3. **PROFESSIONAL SERVICES FOR CAGGIANO CONSULTING: \$6,441.** County has utilized this consulting firm for assistance with GPS and mapping requirements. Specific duty is tied to assistance with developing new County Map Book that will be maintained by County employees and utilized by both the County, Medical and Law Enforcement providers, as well as the public. *Manager recommends approval of this proposed contract.*
4. **LEGAL SERVICES CONTRACT – Melendres & Melendres: \$63,638.** County has utilized the legal services provided by this firm for specific litigation with GSWA, and will continue to require this service in FY2014-15. *Manager recommends approval of this proposed contract.*
5. **CARRIZOZO SR. CENTER – Increased costs: \$115, 776.** Manager and staff met with Architect regarding next steps with the bid process for this project, which is funded with a combination of CDBG Grant funds, Non-Metro Area Agency on Aging, State capital outlay, and County funds. Because of the multiple number of agencies, it has taken awhile to obtain all approvals. Architect advises us to provide a 5% escalation for increased construction costs, as well as 5% contingency funding. *Manager recommends approval of this proposed increase.*
6. **JANITORIAL SERVICES – Increased costs: \$13,812.** Due to the expansion of the Courthouse / Sheriff's Complex, janitorial costs will increase. *Manager recommends approval of this proposed increase.*
7. **Forest / Watershed Health Implementation Project: \$600,000.** At its July 15<sup>th</sup> Meeting, the Commission considered a presentation by Dr. Brent Racher: *Lincoln County & Its long Term Commitment to Forest/Watershed Restoration*. Dr. Racher posed the reality that each year the size and severity of wildfires in our state (and in our County) increases, along with the subsequent post-fire flooding that degrades rivers, streams and other critical water sources. In addition, state and federal agencies spend hundreds of millions of dollars a year reacting to these fires, not including the lost revenue to businesses. Dr. Racher stressed the need to move from a reactive mode to a preventative mode: by making a long-term commitment of \$600,000 to \$700,000 per year for ten years to develop a comprehensive treatment program; a program that would require leverage with other local, state and federal funding initiatives, plus private investments. The Commission directed manager to work with Dr. Racher to establish a multi-agency task force to commence this initiative. *Manager recommends dedication of \$600,000 for this fiscal year toward this initiative.*
8. **INFRASTRUCTURE CAPITAL IMPROVEMENT PLAN.** It is not a requirement to provide matching funding for Capital Outlay awards; however, it may improve the chances of an award.

Admin Fee 15.60  
 Pres EM-HMT 5675.52 Pres EL - HMO 12769.92 Pres EC - HMO 7945.92 Pres FF - HMC 16742.88 108 FTE  
 BCBS EM 6600.48 BCBS EL 14852.16 BCBS EC 8241.32 BCBS FF 19472.64 ALL DISABILITY RESPONSIBLE BY EMP Including all  
 Delta EM 348.00 Delta EL 696.00 Delta FF 1044.00 PERA INCREASE TO COUNTY 4% Elected  
 Life 50.40 Vision EL 121.68 Vision FF 179.28  
 Lovelace EM 5675.52 Lovelace EL 12769.92 Lovelace EC 7945.92 Lovelace FF 16742.88 Officials and

DEPT FUND	EMPLOYEE NAME	POSITION	GRADE STEP	15% INCREASE	ANNUAL SALARY	FICA 6.2%	MEDICARE 1.45%	PERA 9.55% 18.9%	RETIREE INS 2.000% EMPLOYER 1.000% EMPLOYEE MPL2 EMPLOYER 2.500% 1.250% EMPLOYEE MPL5	WC ASSESS 2.30 EMPLOYER 2.00 EMPLOYEE	TOTAL PERSONAL SERVICES
40101	DOTI, MARK	COMMISSIONER 6/6	10 1 32	22832	24,545	1,522	356	2,344	491	9	42,042
40101	DRAPER, DALLAS	COMMISSIONER	10 1 32	22832	24,545	1,522	356	0	0	9	26,485
40101	MINTER, KATHRYN	COMMISSIONER 6/6	10 1 32	22832	24,545	1,522	356	2,344	491	9	37,622
40101	POWELL, JACKIE	COMMISSIONER 6/6	10 1 32	22832	24,545	1,522	356	0	0	9	41,053
40101	STONE, PRESTON	COMMISSIONER	10 1 32	22832	24,545	1,522	356	2,344	491	9	29,342
40115	BURROWS, RHONDA	COUNTY CLERK 6/6	18 1 32	57265	61,560	3,817	893	5,879	1,231	9	84,335
40115	MADDOX, TAMMIE	CHIEF DEPUTY 6/6	17 1	54402	58,482	3,626	848	5,385	1,170	9	82,417
40117	SPENCER, STIRLING	PROBATE JUDGE	S 5 2	20024	21,526	1,335	312	2,056	431	9	31,332
40119	BACA, PAUL	COUNTY ASSESSOR	18 1 32	60765	65,060	4,034	943	0	0	9	82,657
40119	LUCERO, YOVANNE	CHIEF DEPUTY	17 1	57902	61,982	3,843	899	5,919	1,240	5	78,811
40121	CALAWAY, BEVERLY	CHIEF DEPUTY 6/6	17 1	54402	58,482	3,626	848	5,385	1,170	9	80,666
40121	ROBBINS, GLENNA	COUNTY TREASURER 6/6	18 1 32	57265	61,560	3,817	893	2,940	616	9	82,531
40122	CRAMER, KENNETH	UNDERSHERIFF	17 2	59699	64,177	3,979	931	12,129	1,604	9	88,492
40122	HARKEY, DONNA	ADMINISTRATIVE SECRETARY	16 5	44774	48,132	2,984	698	4,597	963	9	74,015
40122	SHEPPERD, ROBERT	SHERIFF	17 2	59699	64,177	3,979	931	12,129	1,604	9	82,829

INDICATES POSITIONS ELIGIBLE FOR INCREASE

21,888 1,357 317 2,090 438 26,090

+ 3/12 reserve = 432,612



LCMC 2014 - 2015 Mil Levy Budget Request  
Thursday, July 24, 2014

ENCL 8

## LCMC Existing Services

- Hospital – 25 Beds
- Hospital Based Clinics
  - ❖ Family Medicine, Internal Medicine, General Surgery, OB/GYN, Physical Therapy
- Rural Health Clinics (3)
- Dental Clinic
- County Ambulance Service
- L C A P

## LCMC Expanded Services

- Orthopedics
- Podiatry
- Cardiology
- Specialty Services
- Same Day Primary Care Walk-ins
- General Surgery
- Internal Medicine

# LCMC Recognitions

- 2013 Top 100 Critical Access Hospital
- Brilliant Torch Award for Quality & Patient Safety for 5 consecutive years
- Joint Commission Accreditation
- Joint Commission Top Performer for Key Quality Measures
- 41 years in Lincoln County

## LCMC Economic Benefit to Lincoln County

- \$55 million in direct, indirect and induced financial effect annually.\*
- 260 Jobs
- 1800% return on LC Mil Levy Support (\$2.79 million budget request nets \$55 million)

\*2012 ENMU Roswell Study

# 2014 -15 Mil Levy Budget Request Facts

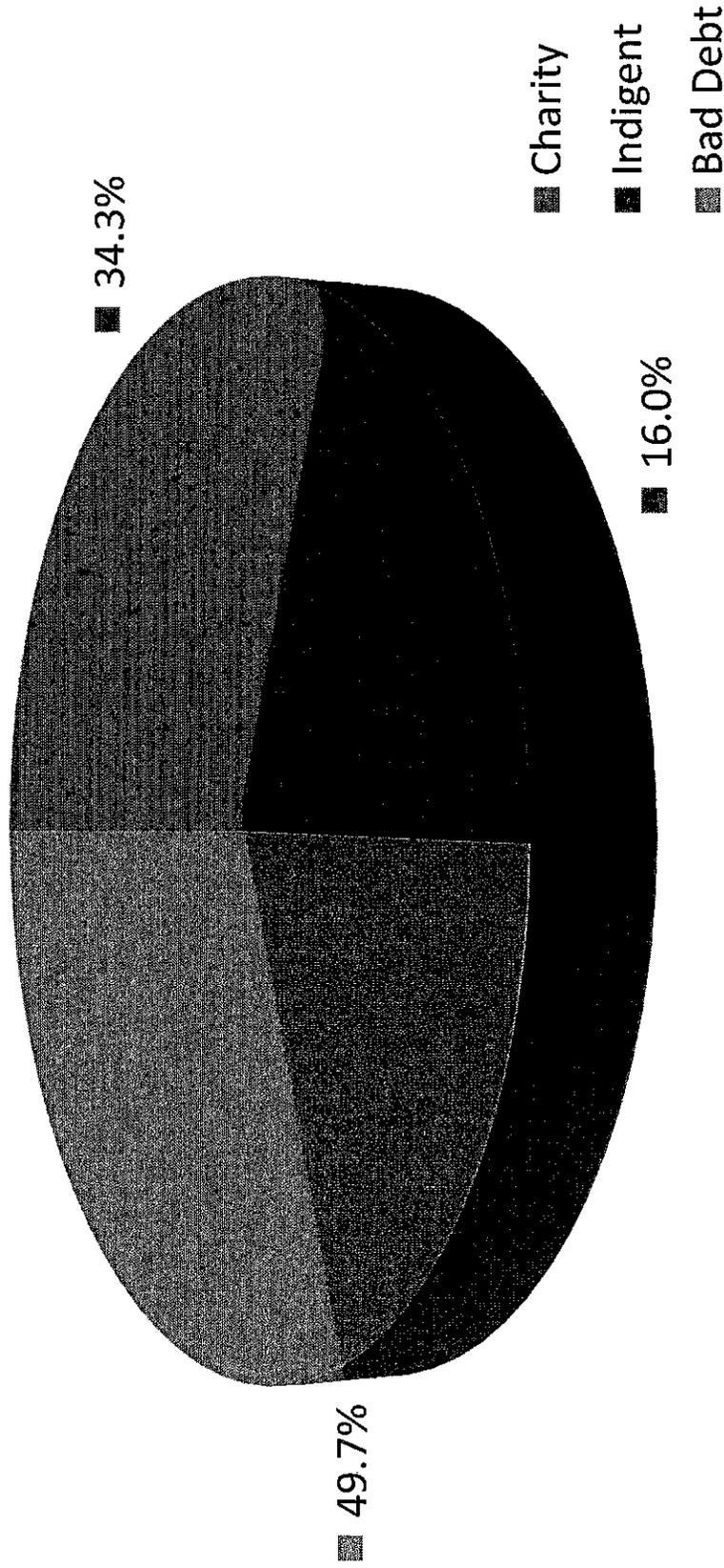
- **NO INCREASE IN TAXES**
- Maintenance of Affordable & Accessible Quality Healthcare Services
- Maintain Historical Balance in Uncompensated Care (47% LC & Fed; 53% LCMC)
- \$1.3 Million County Medical Budget Surplus

# Uncompensated Care Breakdown

2009-2013 LCMC Fiscal Year (Jan 1 – Dec 31)

Uncomp. Care	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Actual	% of Total Uncomp. Care
Charity Care	\$2,545,321 30.1%	\$2,582,014 35.5%	\$2,356,371 38.3%	\$2,680,689 34.5%	\$3,090,072 39.2%	34.3%
Indigent	\$857,910 10.1%	\$1,240,768 17.0%	\$917,068 14.9%	\$1,707,597 21.9%	\$1,480,000 18.9%	16.0%
Bad Debt	\$5,050,761 59.8%	\$3,458,279 47.5%	\$2,876,180 46.8%	\$3,395,794 43.6%	\$4,451,659 42.1%	49.7%
Total	\$8,453,992	\$7,281,061	\$6,149,618	\$7,784,080	\$9,021,731	100%

# 2009 - 2013 % Uncompensated Care at LCMC



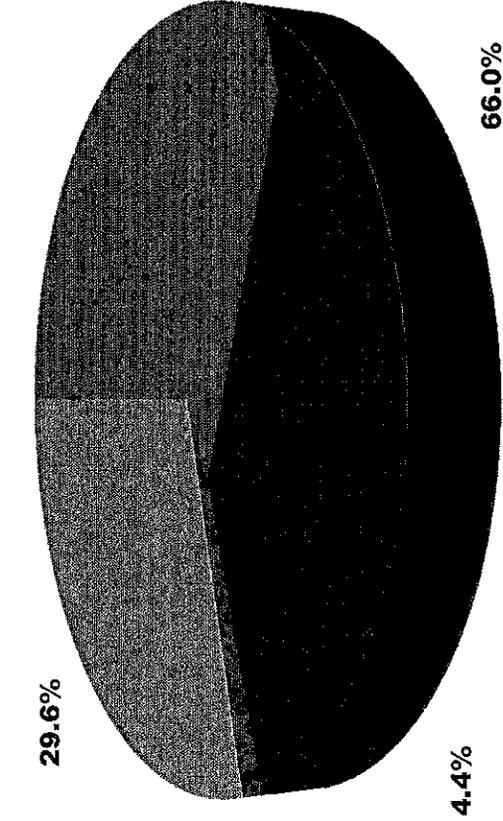
# SCP & Uncompensated Care History

2010-2013 County Fiscal Years (July 1 – June 30)

County Fiscal Year (July 1-June 30)	Lincoln County Matching Funds	Federal SCP & SSCP Matching Ratio	Total SCP & SSCP	Total Uncompensated Care	Total SCP & SSCP as a % of Uncomp. Care
2010	\$485,048	5.020	\$2,912,016	\$7,549,905	38.6%
2011	\$701,373	3.7641	\$3,341,237	\$6,997,466	47.7%
2012	\$1,170,729	2.54	\$3,675,079	\$6,410,156	57.3%
2013	\$1,008,500	2.238	\$1,546,094	\$8,332,402	18.6%
2014	\$414,226	6.6649	\$3,175,000 UCC & BR	\$9,336,589	34.0%
2014 [a]	\$414,226	6.6649	\$4,425,000 UCC+BR+ Mill Levy	\$9,336,589	47.4%

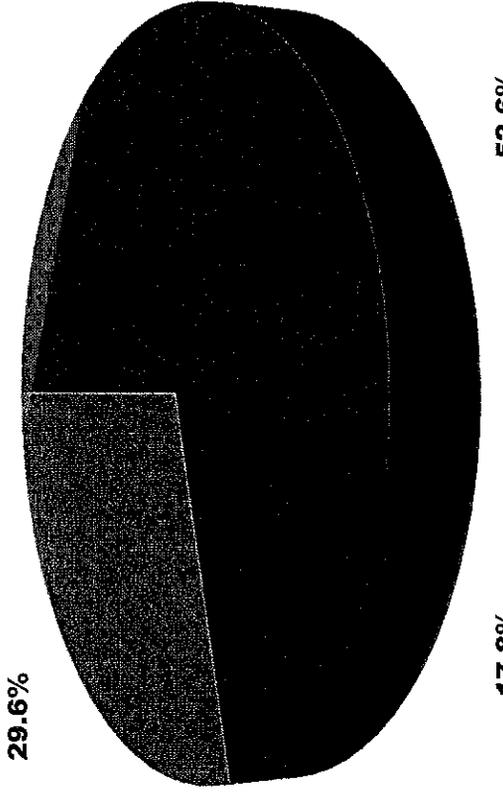
# Percent of Uncompensated Care Paid by County, LCMC or Feds in 2014 [Co. FY]

Without Hospital Operating Mill Levy  
Support of \$1,250,000



■ LCMC ■ Lincoln Co. ■ Federal

With Hospital Operating Mill Levy  
Support of \$1,250,000



■ LCMC ■ Lincoln Co. ■ Federal



LCMC Mil Levy Budget Recommendation

Approve LCMC Mil Levy Budget Request

Of \$2,799,536 for

Fiscal Year July 1, 2014 – June 30, 2015

## MANAGER'S ANALYSIS - LCMC Budget Request FY14-15

nt

At its May 15<sup>th</sup> Preliminary Budget meeting, LCMC recommended a total of \$2,799,536, of which \$2,227,726 was for its EMS and Medical Center budget. See **Enclosure 9a** for a copy of Manager's recommendation *at that time* regarding hospital funding. The Commission approved full funding, as recommended, for the Clinics, and withheld final approval on the hospital/EMS portion of the request until final budget. See **Enclosure 9b** for clarification of which portions, and what amount, of the LCMC request would be paid out of which mill levy fund.

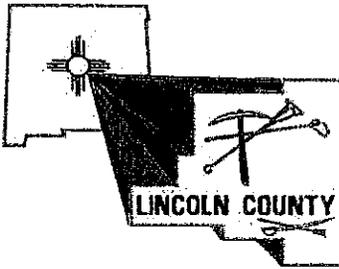
As discussed at that time, the SCP program ceased as of December, 2013, and has been replaced by two different programs: Safety Net Care Pool and Base Rate Increases for Medicaid payments. Smaller hospitals, such as LCMC will benefit more from the Safety Net Care Pool, and somewhat from the Base Rate Increase. With a change in that program came a change in State law, which requires each County to pay the equivalent of 1/12 mill. For Lincoln County, that amount is \$414,226. According to recent discussions with Mr. Santos, the recently calculated, not-yet-released amount of the Safety Net Care Pool for LCMC is \$2,300,000, and for the Base Rate Increase is \$ 875,000, totaling \$3.175 Million. This number is not yet final.

Mr. Santos, Mr. Morel and I have met to discuss the LCMC budget requests a number of times, and LCMC has provided me with valuable information to assist me in assessing its requests against historical payments and County Mill Levy Funds. See **Enclosure 9c** for various Options I developed for Commission consideration. ***I recommend that the Commission, if it chooses to budget any additional funds at all, select Option 2, which allocates \$825,000 of Mill Levy funds to LCMC.*** The mandatory 1/12<sup>th</sup>, or \$414,226, is already included in LCMC's overall request, resulting in a total Mill Levy fund allocation of ***\$1,239,226***, which is greater than historical allocations. See **Enclosure 9d** for excerpt from LCMC presentation, Page 9 for historical trends. The rationale behind my recommendation includes:

- Both federal and state laws have been developed with the goal in mind to provide what they consider to be sufficient subsidies for hospitals in NM; the funding level is 1/12<sup>th</sup> mill per county;
- Based on the polling of my peers in other Counties, there are few, if any at all, Counties in New Mexico allocating *any* additional funding outside the mandatory 1/12<sup>th</sup>;
- Lincoln County not only provided \$1.1 million *in arrears* for July – December, 2013 when the SCP funds were being withheld from hospitals, but also pledged \$1.1 million for each of the first and second halves of FY13-14. Lincoln County is the *only* County in the state to have done that;

- **Option 1** was excluded from my recommendation due to low resulting Operating Margin for LCMC of .3%.
- **Option 2 was selected as my recommendation over Option 3** as being consistent with past practices of this Commission for a number of years: to allocate SCP funds conservatively to the State for whatever matching funds were available to come back to LCMC, and to put the remaining public funds aside for future needs; including building needs. It is because of this conservative trend that Lincoln County was able to build the LCMC Physician's Office Building (POB) out of those "set-aside" public funds. According to Vice-President, Regional Operations for PHS, the resulting Operating Ratio of .8% is adequate for LCMC.
- **Options 4 and 5** were excluded, as they result in a negative balance when applied to the \$2,063,270 Mill Levy funds available.

Finally, see **Enclosure 9E** for correspondence from NM Human Services Department, requesting counties to pay the State additional funds to be applied to matching funds for further distribution to hospitals. The requested County portion is \$193,503. The issue stems from the fact that SCP ended in December, 2013, and Safety Net Care Pool/Base Rate Increases do not commence until FY14/15. The HSD is attempting to get agreement for this "work-around" to be able to provide hospitals with some degree of funding. The vast majority of NM Counties are not agreeing to this funding. *I recommend the County not approve this funding request.* As already mentioned, LCMC has already received \$1.1 million allocation by the Lincoln County for that timeframe.



www.lincolncountynm.net

# County of Lincoln

P.O. Box 711 • 300 Central Ave. • Carrizozo, New Mexico 88301-0711 • (575) 648-2385

## Agenda Item 20

May 15, 2014

### MEMORANDUM

TO: County Commissioners

FROM: Nita Taylor, Lincoln County Manager *NTX*

SUBJECT: FY 2014-2015 Preliminary Budget Approval

### Budget Requests Under Consideration

#### 1. Clinic Funding Requests

- a. Lincoln County Medical Center requested \$521,810 for a combination of operating funds and capital outlay for the clinics in Capitan, Carrizozo and Corona.
- b. La Casa Buena Salud requested \$85,000 to assist with the provision of medical services to uninsured and underinsured.

Both of these requests for the rural health clinics will be funded from the Rural Clinics Health Center Fund (Fund 501, page 53). The budgeted .6 mill levy is estimated to yield \$620,000 and is sufficient to cover these budget requests. A review of this Fund shows an estimated carryover in the amount of \$759,936. *I recommend the clinic funding requests be approved.*

#### 2. Lincoln County Medical Center requested funding for its Emergency Medical Services and Medical Center as follows:

a. LCEMS Operating Funds	\$ 5,000
b. LCEMS Capital Requests	\$ 333,000
c. LCMC Operating Funds	\$ 1,250,000
d. LCMC Capital Requests	\$ 125,500
e. LCMC Community Assistance Program	\$ 150,000
f. Safety Net Matching Funds	\$ <u>414,226</u>
<b>TOTAL EMS AND MEDICAL CENTER</b>	<b>\$ <u>2,277,726</u></b>
<b>TOTAL CLINICS, EMS AND MEDICAL CENTER</b>	<b>\$ <u>2,799,536</u></b>

Of the above request, the \$414,226 is the equivalent 1/12 that state law requires each county to pay to the State of New Mexico to obtain matching federal funds. It is appropriate that this mandate be funded from the Lincoln County Medical Center Fund, (Fund 502, page 54), which consists largely of the 2.0 Mill Levy and the lease payments from LCMC for the medical center complex. However, these mandated funds will be paid directly to the state, and will not be included in LCMC's budget. In addition, the mandated State Medicaid Fund Contribution (\$325,720) will also be funded from this source.

Mr. Santos indicated that this year's request of \$2,799,536 was less than last year's Commission-approved budget award of \$3.3 million. While correct, it is important to note that the \$3.3 generous award included \$1.1 million that LCMC requested to assist with expenses for the prior fiscal year, January to June of 2013. See **Enclosure 5** for a copy of last year's budget memo regarding LCMC's

budget request. This memo provides a brief history of last year's turmoil, and prior funding levels. Mr. Santos also pointed out that many unknowns currently exist in the health care business, as was the case last year, and for the first time ever, LCMC is requesting funding to cover operational expenses in the substantial amount of \$1,250,000. A key factor in determining the proper amount of County funds to budget for LCMC is the level of federal matching funds that LCMC will be awarded. That is an unknown. While the formulas continue to be in limbo, an early estimate during the legislative hearings predicted that LCMC would receive substantially more funding than it had in the past. Currently, for Commission review purposes, the entire \$2.7 million LCMC request is contained in this preliminary budget; however, *I recommend the Commission not make a final decision on budget levels to award to LCMC until the County is made aware of the additional funds to which LCMC will have access.*

**Conclusion & Manager's Recommendation:**

I recommend a thorough review of summary pages 1 – 4 (**Enclosure 6**) for an understanding of the good financial health of the County. The Grand Total Line on Page 2 illustrates a cash balance of \$8,182,259 after all revenues collected and all expenses paid:

1. Discuss and provide the manager any desired final adjustments in any area of the budget – internal and external requests at Enclosures 1, 2 and 3;
2. Determine whether to adjust the total amount of the LCMC request of \$2,799,536 that is in the current preliminary budget. I recommend the Commission make a final determination on LCMC funding only after the level of matching funds are made public and an analysis conducted to determine need;
3. Approve Resolution 2013-38 (**Enclosure 7**) for forwarding to DFA with the approved preliminary budget

**SUMMARY OF LCMC TOTAL BUDGET REQUEST - COMPARED TO MILL LEVY FUNDS**

	<b>LCMC Budget Request</b>	<b>La Casa Budget Request</b>	<b>Total Clinic Budget Request</b>	<b>Mill Levy \$\$ Available</b>	<b>Balance</b>
<b>Clinic Mill Levy Available</b>					
<b>Rural Clinics Budget Requests</b>					
Capitan Clinic	\$521,810	\$85,000	\$606,810	\$620,000	\$13,190
Carrizozo Clinic	\$100,000				
Corona Clinic	\$374,610				
Carrizozo Clinic Capital Outlay	\$30,000				
Capitan Clinic Capital Outlay	\$14,100				
	\$3,100				
<b>LCMC Hospital / EMS Budget Request</b>					
Lincoln County Emergency Services	\$338,000				
LCMC Community Assistance Program	\$150,000				
LCMC Operating Funds	\$1,250,000				
LCMC Capital Requests	\$125,500				
Safety Net Care Pool Matching Funds	\$414,226				
<b>Total LCMC Hospital Request</b>	<b>\$2,277,726</b>			<b>\$2,063,270</b>	<b>-\$214,456</b>
<b>Total LCMC Hospital, EMS, Clinic Request</b>	<b>\$2,799,536</b>			<b>\$2,683,270</b>	

**OPTIONS FOR MILL LEVY ALLOCATIONS TO LCMC FY 14 - 15**

Hospital Mill - 2.0 Mill	\$2,063,270								
Clinic Mill - .6 Mill	\$620,000								
<b>Total Mill</b>	<b>\$2,683,270</b>								
<b>FY 14-15 Hospital Mill Available</b>	<b>\$2,063,270</b>								
1 LCEMS Oper. Funds	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
2 LCEMS Capital Req.	\$333,000	\$333,000	\$333,000	\$333,000	\$333,000	\$333,000	\$333,000	\$333,000	\$333,000
3 LCMC Capital Req.	\$125,500	\$125,500	\$125,500	\$125,500	\$125,500	\$125,500	\$125,500	\$125,500	\$125,500
4 LCMC LCAP	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
5 Operating Funds	\$0	\$211,500	\$486,500	\$726,500	\$726,500	\$726,500	\$726,500	\$726,500	\$1,250,000
6 Add'l Misc. Request									
<b>7 Total County Mill Levy Allocation to LCMC</b>	<b>\$613,500</b>	<b>\$825,000</b>	<b>\$1,100,000</b>	<b>\$1,340,000</b>	<b>\$1,340,000</b>	<b>\$1,340,000</b>	<b>\$1,340,000</b>	<b>\$1,340,000</b>	<b>\$1,863,500</b>
8 Safety Net Care Pool to LCMC (estimate)	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000
9 Medicaid Base Rate Increase to LCMC (est.)	\$875,000	\$875,000	\$875,000	\$875,000	\$875,000	\$875,000	\$875,000	\$875,000	\$875,000
<b>10 Total MILL Levy + Safety Net Care &amp; Medicaid</b>	<b>\$3,788,500</b>	<b>\$4,000,000</b>	<b>\$4,275,000</b>	<b>\$4,515,000</b>	<b>\$4,515,000</b>	<b>\$4,515,000</b>	<b>\$4,515,000</b>	<b>\$4,515,000</b>	<b>\$5,038,500</b>
<b>Base Rate Increase Pools</b>									
11 Operating Margin - Hospital	-0.40%	0.10%	0.80%	1.50%	1.50%	1.50%	1.50%	1.50%	2.80%
12 Operating Margin - Total LCMC incl. Clinics	0.30%	0.80%	1.50%	2.00%	2.00%	2.00%	2.00%	2.00%	3.20%
<b>13 Mill Levy Balance after LCMC allocation</b>	<b>\$1,449,770</b>	<b>\$1,238,270</b>	<b>\$963,270</b>	<b>\$723,270</b>	<b>\$723,270</b>	<b>\$723,270</b>	<b>\$723,270</b>	<b>\$723,270</b>	<b>\$199,770</b>
14 Safety Net	\$414,226	\$414,226	\$414,226	\$414,226	\$414,226	\$414,226	\$414,226	\$414,226	\$414,226
15 Medicaid Fund	\$325,720	\$325,720	\$325,720	\$325,720	\$325,720	\$325,720	\$325,720	\$325,720	\$325,720
16 Sub-total	\$739,946	\$739,946	\$739,946	\$739,946	\$739,946	\$739,946	\$739,946	\$739,946	\$739,946
17 Mill Levy Balance after LCMC, SafetyNet, Medicaid	\$709,824	\$498,324	\$223,324	-\$16,676	-\$16,676	-\$16,676	-\$16,676	-\$16,676	-\$540,176
18 Add'l Req. from NM HSD for 2nd half FY13-14	\$193,503	\$193,503	\$193,503	\$193,503	\$193,503	\$193,503	\$193,503	\$193,503	\$193,503
<b>19 Balance after NM/HSD Pmt. for State/Fed Match</b>	<b>\$516,321</b>	<b>\$304,821</b>	<b>\$29,821</b>	<b>-\$210,179</b>	<b>-\$210,179</b>	<b>-\$210,179</b>	<b>-\$210,179</b>	<b>-\$210,179</b>	<b>-\$733,679</b>

\* LCMC Budget Request at May 2, 2014 Prelim Budget Hearing

# SCP & Uncompensated Care History

2010-2013 County Fiscal Years (July 1 – June 30)

County Fiscal Year (July 1-June 30)	Lincoln County Matching Funds	Federal SCP & SSCP Matching Ratio	Total SCP & SSCP	Total Uncompensated Care	Total SCP & SSCP as a % of Uncomp. Care
2010	\$485,048	5.020	\$2,912,016	\$7,549,905	38.6%
2011	\$701,373	3.7641	\$3,341,237	\$6,997,466	47.7%
2012	\$1,170,729	2.54	\$3,675,079	\$6,410,156	57.3%
2013	\$1,008,500	2.238	\$1,546,094	\$8,332,402	18.6%
2014	\$414,226	6.6649	\$3,175,000 UCC & BR	\$9,336,589	34.0%
2014 [a]	\$414,226	6.6649	\$4,425,000 UCC+BR+ Mill Levy	\$9,336,589	47.4%



Susana Martinez, Governor  
Sidonie Squier, Secretary  
Julie B. Weinberg, Director

June 23, 2014

Lincoln County  
Attn: Scott Annala, Indigent Care Administrator  
115 Kansas City Road  
Ruidoso, NM 88345

Dear Indigent Care Administrator:

Beginning January 1, 2014, the Sole Community Provider program was replaced with the Safety Net Care Pool (SNCP) program to comply with the state's federal agreement for operation of the Medicaid program. The SNCP program includes new payments for uncompensated care and hospital quality improvements, and there is a related increase to inpatient Medicaid reimbursement rates. As you no doubt recall, this new program alters the distribution of payments, while still supporting the same set of community hospitals in your counties. Counties continue to play a critical role in supporting these safety net hospitals, and Senate Bill 268 from the 2014 session reflects that commitment.

While the enactment of SB 268 changed the county contribution format beginning July 1, 2014, the legislation did not alter the county budget contributions for FY14, and the Human Services Department (HSD) still needs county support to make hospital payments for the remainder of this fiscal year (January - June 2014). We are preparing to make payments to the hospitals for the second half of FY14.

Because the payments are now based on hospital utilization and demonstrated uncompensated care, we cannot precisely estimate hospital payments prospectively, and therefore, we can't estimate the precise county contribution needed. Thus, we are following the format enacted in SB268, in which each county contributes an equal share of their gross receipts tax (GRT) revenue – an amount equivalent to 1/12<sup>th</sup> of GRT receipts. For counties in which the 1/12<sup>th</sup> amount is more than the amount committed by the county for this six month period of FY14, we are requiring the lesser amount. In other words, we are not requiring anything more than your county committed to contribute.

In total these county contributions alone will not be sufficient to support all of the hospital payments for this six month period. Therefore, for the first time, HSD is also contributing state general fund revenue from its current year budget. This, too, is similar in design to SB268 and HSD budget for FY15 in which state general fund revenue is appropriated for this program.

In January / February of 2013, your county approved a contribution of \$1,048,305.00 for State Fiscal Year 2014 Payments were made to your hospital for the first two quarters of State Fiscal Year 2014. The amount of state share from your county used to support these payments was \$177,592.89. Therefore, there is an unused balance of \$870,712.11 based on the approved amount noted above.

Based on FY13 taxable gross receipts, we've estimated the amount equal to a gross receipts tax rate of one-twelfth percent applied to the taxable gross receipts in your county to be \$387,006.00. Half of this amount for this January 2014 to June 2014 period is \$193,503.00.

Based on the approved commitment from your county with regard to State Fiscal Year 2014, the 1/12<sup>th</sup> estimate is less than the amount your county committed. Please submit the 1/12<sup>th</sup> estimate/original commitment for the six month period in the amount of \$193,503.00 by July 15, 2014. The check should be accompanied with a certification of public funds.

Thank you for your continued support of your local hospital. If you have any questions, please don't hesitate to contact me at 505-827-3127.

Sincerely,



Anna L. Bransford, Financial Manager  
Medical Assistance Division / Financial Management Bureau

**RESOLUTION 2014-4**

**A RESOLUTION ADOPTING THE FINAL  
2014-2015 BUDGET FOR LINCOLN COUNTY**

**WHEREAS**, THE Lincoln County Board of Commissioners, meeting in a Special session on July 24, 2014 did review the final 2014-2015 budget and it was determined that the proposed budget would be beneficial for the citizens of Lincoln County; and

**NOW, THEREFORE, BE IT RESOLVED**, the budget priorities for 2014-2015 for Lincoln County are:

- Priority One – Constrain expenditures to live within budget
- Priority Two – Find additional sources of revenue
- Priority Three - Improve Management of Existing Resources

**BE IT FURTHER RESOLVED**, that the Lincoln County Board of Commissioners hereby continue the existing special mill levy of 2.75 mills, apportioned this year as follows:  
GENERAL COUNTY GOVERNMENT 2.75 MILLS

**BE IT FURTHER RESOLVED**, that the Lincoln County Board of Commissioners hereby authorizes the voter approved (April 8, 2008-3 Mills) Hospital Mill Levy at rates apportioned this year as follows: LINCOLN COUNTY MEDICAL CENTER at 2.0 MILLS, and RURAL HEALTH CLINICS at .6 MILLS

**BE IT FURTHER RESOLVED**, that the Lincoln County Board of Commissioners hereby respectfully requests final approval from the Local Government Division of the Department of Finance and Administration; and

**ATTACHMENTS:** Balance Sheet and Departmental Budgets 2014-2015

**PASSES, APPROVED AND ADOPTED** this 24<sup>th</sup> day of July 2014

**BOARD OF COMMISSIONERS OF  
THE COUNTY OF LINCOLN, NEW MEXICO**

\_\_\_\_\_  
Jackie Powell, Chairman

\_\_\_\_\_  
Preston Stone, Vice Chairman

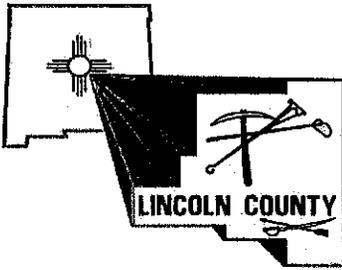
\_\_\_\_\_  
Kathryn Minter, Member

\_\_\_\_\_  
Dallas Draper, Member

\_\_\_\_\_  
Mark Doth, Member

ATTEST:

\_\_\_\_\_  
Rhonda Burrows, County Clerk



www.lincolncountynm.net

# County of Lincoln

P.O Box 711 • 300 Central Ave. • Carrizozo, New Mexico 88301-0711 • (575) 648-2385

## AGENDA ITEM NO. 7

July 22, 2014

### MEMORANDUM

TO: County Commissioners

FROM: Nita Taylor, Lincoln County Manager *NT*

SUBJECT: FY-16-20 Infrastructure Capital Improvement Plan (ICIP)

**Purpose:** Commission Preliminary Consideration and Discussion of FY 2016-2020 ICIP

### **Discussion:**

Enclosed at enclosure 1 is a preliminary list of the ICIP projects for FY 2016-2020 for the Commission consideration and discussion. Final approval will be at the August 19, 2014 Regular Commission Meeting.

**Recommendation:** After further discussion and consideration; provide direction of prioritization of projects to be included in the Lincoln County Infrastructure Capital Improvement Plan for submission on August 19, 2014.

# Infrastructure Capital Improvement Plan FY 2016-2020

## Lincoln County Project Summary

ID	Year	Rank	Project Title	Category	Funded to date	2016	2017	2018	2019	2020	Total Amount			
											Project Cost	Not Yet Funded Phases		
27104	2015	001	New Hondo Fire Station	Fire	0	300,000	0	0	0	0	300,000	300,000	No	
28733	2015	002	Expand Detention Center	Domestic Violence Facilities	0	700,000	0	0	0	0	700,000	700,000	No	
24125	2015	003	New Road Yard	Adm/Service Facilities (local)	0	0	0	560,000	0	0	560,000	560,000	No	
29713	2015	004	New Horizon	Health-Related Cap Infra	0	500,000	500,000	0	0	0	1,500,000	1,500,000	Yes	
23877	2015	005	Expand White Oaks Fire Station	Fire	0	252,000	0	0	0	0	252,000	252,000	No	
24124	2016	002	Improve Fairgrounds	Convention Facilities	0	0	120,000	0	0	0	120,000	120,000	No	
29037	2016	003	Water Crossings At Fairgrounds	Public Safety Equipment/Bldgs	0	0	700,000	0	0	0	700,000	700,000	No	
28949	2016	004	Live Fire Training Facility	Fire	0	0	700,000	0	0	0	700,000	700,000	No	
10779	2017	001	Fire Station Water Holding Tanks	Fire	0	0	30,000	0	0	0	30,000	30,000	No	
27264	2017	002	Glencoe Bridge	Hiways/Roads/Streets/Bridges	0	0	0	100,000	0	0	100,000	100,000	No	
<b>Number of projects:</b>					10								<b>Total Not Yet Funded:</b>	4,962,000
<b>Grand Totals</b>					<b>Funded to date:</b>	0	1,752,000	2,050,000	1,160,000	0	0	4,962,000		

Year 1:	Year 2:	Year 3:	Year 4:	Year 5:	Total Project Cost:	Total Not Yet Funded:
1,752,000	2,050,000	1,160,000	0	0	4,962,000	4,962,000

## **Agenda Item No. 8**

### **SUBJECT**

Executive Session Pursuant to the Open Meetings Act: Discussion of all Threatened and/or Pending Litigation Section 10-15-1, Sub-Paragraph H.(7); and Discussion of the purchase, acquisition or disposal of real property or water rights by the public body, Section 10-15-1, Sub-Paragraph H.(8).

See attached list.

# Alan P. Morel, P.A.

Attorney at Law

700 Mechem Drive, Suite 12  
Post Office Box 1030  
Ruidoso, New Mexico 88355-1030

Jira Plaza  
Telephone (575) 257-3556  
Facsimile (575) 257-3558

July 24, 2014

**LINCOLN COUNTY EXECUTIVE SESSION PURSUANT TO THE OPEN MEETINGS ACT: DISCUSSION OF ALL THREATENED AND/OR PENDING LITIGATION SECTION 10-15-1, SUBPARAGRAPH H.(7); AND DISCUSSION OF THE PURCHASE, ACQUISITION OR DISPOSAL OF REAL PROPERTY OR WATER RIGHTS BY THE PUBLIC BODY, SECTION 10-15-1, SUBPARAGRAPH H.(8)**

**New or Updated Matters since last report = \***

1. *Cooper, Gale and DeBaca County News v. County of Lincoln, Sheriff of Lincoln County, et al.* D-1329-CV-200701364. Suit filed: October 15, 2007. Verified Complaint for Declaratory Judgment Ordering Production of Certain Records and Information. Hearing took place Dec. 18, 2013, and Conclusion of Law/Order was filed May 15, 2014 entered in favor of Ms. Cooper. Ms. Cooper filed an appeal June 10, 2014.
2. *Michael Wheaton v Paul F. Baca, Lincoln County Assessor, et. al.* D-1226-CV-2011-00341. Suit filed October 18, 2011. Notice of Appeal of Final Order of the Lincoln County Valuation Protests Board. Attorney has agreed to stay the case pending the decision from the Court of Appeals.
3. *Coble Constructors, LLC, et al v Carl Kelley Construction Ltd. Co, et al.* D-1226-CV-2012-00003. Suit filed January 15, 2012. Complaint to Foreclose Mechanic=s Lien. Order granting motion for resetting 4/17/13. Motion for Summary Judgment filed Jan. 29, 2014, Hearing scheduled April 24, 2014 produced an Order Granting Motion for Extension of Time which was filed May 6, 2014.
4. *Greentree Solid Waste Authority v. Lincoln County* D-1226-CV-2014-00095. Suit filed May 1, 2014 Verified Petition for Declaratory and Supplemental Relief: Injunction, Motion to Waive Time to Reassign District Judge (Judge Karen Parsons was disqualified). County was served May 14, 2014. Mr. Melendres has filed Answer, Motion to Disqualify Mr. Beauvais and Change of Venue. Motion Hearing is scheduled December 8, 2014.
5. *Greentree Solid Waste Authority v. Lincoln County, et. al.* D-0101-CV-2013-00104. Suit filed January 9, 2013. Petition for Declaratory Judgment; Preliminary and Permanent Injunction. Mr.

Beauvais filed an appeal Feb. 27, 2014. Mr. Beauvais filed a Reply to Motion to Review Stay and Supersedeas Bond on April 16, 2014. Mr. Melendres filed Lincoln County's Answer to Oral Motion to Reconsider May 14, 2014. Ruling on Reconsidering Stay denied by Judge Singleton June 11, 2014.

6. *Rio Grande-Alameda, Ltd. v Paul Baca, Lincoln County Assessor D-1226-CV-2013-00005.* Suit filed January 9, 2013. Complaint for Refund of Taxes Paid. Defendant's first motion to dismiss or Summary Judgment filed August 29, 2013, with plaintiff's response filed Oct. 4, 2013. Defendant's Reply to Motion to Dismiss or for Summary Judgment filed Oct. 21, 2013. Hearing was Jan. 6, 2014, and produced an Order of Dismissal, with a Motion to Reconsider filed Jan. 8, 2014. Hearing on the Merits scheduled for May 12, 2014 in Carrizozo with Judge Parsons. The case has been continued.

7. *Barbara Diane Latham, et al v. Neal Cox, Ben Hazen, Lincoln County Sheriff's Department and the County of Lincoln. D-1226-CV-2013-00191.* Suit filed July 19, 2013. Complaint for Violation of Civil Rights, Wrongful Death and Damages by Attorney Gary Mitchell. LCSO and LC Manager were served on August 5, 2013. Tort Claim Notice was filed on October 27, 2011. Advised NMAC has assigned the case to Brennan and Sullivan Law Firm 9/5/13. Case has been moved to Federal Court August 30, 2013. Settlement Conference scheduled for July 22, 2014.

8. *State of NM/Lincoln County v. Avalon-Construction, Ruidoso, NM D-1226-CV 2014-00006* Filed Jan. 6, 2014 Open complaint for Refund of Taxes paid. Case assigned to Basham & Basham/Dwyer. Peter Dwyer is lead attorney. Settlement conference scheduled for December 5, 2014.

9. *State of NM v. Irene Howcroft – M-30-MR-2013-00190* Alleged animal nuisance and violation of Lincoln County Ordinance No. 2008-08. Pre-Trial Hearing is scheduled for August 12, 2014.

10. Potential Litigation: Protests of Applications 01300-1, 01300-2, 01300-3, 0826-2 into 0275 *et. al.* and H-272 *et al* (T) and H-50-1 into H-272 *et. al.* (T) filed July 15, 2013 pertaining to movement / transfer of water rights from the Hondo Valley to the Village of Ruidoso and the City of Ruidoso Downs.

## **Tort Claims Notices Received or Threatened**

### **2014**

**Ramos, Aaron** – Tort Claim Notice received from Mr. Ramos March 18, 2014 alleging his rights were violated during incarceration at Lincoln County Detention Center. Mr. Ramos alleges damages by not being granted detainee to detainee correspondence.

**Millerden, Kenneth and Anita** – Tort Claim Notice received May 9, 2014 alleging negligence from staff at Lincoln County Medical Center during prepartum care for their infant son.

**Ogden, John D** – Tort Claim Notice received May 26, 2014 alleging mistreatment while incarcerated at LCDC on March 11, 2014.

**Rounds, Christopher** – Tort Claim Notice received June 4, 2014 alleging being held in LCDC without being advised of his charges.

**Herbert, Crystal** – Tort Claim Notice received June 23, 2014 alleging false imprisonment, due process violations, unlawful detention of a minor, emotional distress.

**Class Action** – Tort Claim Notice received June 23, 2014 alleging false imprisonment, false arrest, deprivation of rights at LCDC that arise with Immigration and Customs Enforcement charges.

**Atwell, Stacey** – Tort Claim Notice received June 25, 2014 alleging unlawful seizure of her two minor children during a request for a deputy to assist in keeping the peace.

## 2013

**Allen, Katherine Elizabeth**- Notice of Tort Claim against Lincoln County Detention Center for alleged injuries sustained during transport.

**Borrego, Albert** - Tort Claim Notice received from attorney Gary Mitchell on June 14, 2013, alleging continued harassment to Albert G. Borrego by police while responding to a noise complaint at Mr. Borrego=s residence on February 28, 2013, and a separate incident resulting in Mr. Borrego=s arrest on March 5, 2013, due to an outstanding warrant, during which Mr. Borrego allegedly sustained injuries while in custody due to an existing broken back injury. Claim has been denied by NMAC.

**Espinoza, Robert B** Tort Claim Notice received from Robert Espinoza on June 4, 2013, alleging property damage from vehicle accident while Linda Mullins, driving the LC Senior Center meal delivery van ran off road hitting chain link fence, poles and railroad ties.

**Harrisburg Documents**- Attempts to recover Lincoln County documents illegally taken from the county. County Clerk Rhonda Burrows has been in contact with Harrisburg, PA in recovery efforts.

**Montoya, Emilia L.** - Tort Claim Notice received by attorney Freda Howard McSwane on April 23, 2013, alleging injuries sustained by Ms. Montoya when a physical altercation took place at

the LCDC.

**Ramos, Aaron** - Tort Claim Notice received by attorney Robert J. Beauvais on April 18, 2013, (correspondence dated September 13, 2011) alleging concerns about Mr. Ramos= safety and welfare and violation of his U.S. Constitutional rights.

**Silva, Elmo B** Tort Claim Notice received from attorney Richard Marquez November 6, 2013. Alleges false imprisonment for Mr. Silva, who was sentenced in the 12<sup>th</sup> Judicial District Court to 38 years filed on July 3, 1990.

## **2012**

**Cathy and Steve Altstatt B** Telephone conference with Cathy Altstatt on April 19, 2012, concerning their unbuildable and unsellable Deer Park Valley lot due to lot size, septic tank set back requirements, and an easement granted to Alto Lakes Water & Sanitation District for a water well.

**Riordan, J.T. B** Correspondence received from Theresa Riordan on March 28, 2012, concerning her son=s treatment and detention conditions while being held in LCDC.

**Sheridan, Michael B** Tort Claim Notice received from Attorney, Jennifer Burrill on February 21, 2012, claiming the Lincoln County Sheriff=s Department forced him to register as a sex offender when he did not meet the requirements.

**Biggs, M. Jolene B** Tort Claim Notice received from Attorney, Adam Rafkin on February 6, 2012, claiming liability by the County of Lincoln by failing to maintain the surface of the parking lot across from the Lincoln County Courthouse in Carrizozo, NM.