STATE OF NEW MEXICO

ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED
June 30, 1997

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STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
FINANCIAL CONTROL DIVISION/STATE CONTROLLER'S OFFICE
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GARY E. JOHNSON
GOVERNOR

DAVID W. HARRIS
SECRETARY

ANTHONY I. ARMIJO
DIRECTOR/STATE CONTROLLER

June 30, 1998

To the Citizens, Governor,
and Members of the Legislature
of the State of New Mexico

We are pleased to present the 1997 Annual Financial Report of the State of New Mexico. This report represents the summarized financial position and results of operations of State departments, agencies, and universities.

This report includes all funds and account groups of the State of New Mexico except for the community college and special school funds. The funds represent the various departments, agencies, and other organization units governed by the State Legislature and/or the constitutional officers of the State of New Mexico.

The State provides a variety of services: a judicial system, educational systems, health and human assistance, highway maintenance and construction, law enforcement, public safety programs, natural resource management, and economic development. The cost of those services are presented in this report at various levels of summary. In addition to general government activities, this report includes the universities as component unit entities that are financially accountable to the State and whose exclusion would cause this report to be misleading or incomplete.

We hope this report provides data that is useful in evaluating the financial activity of the State of New Mexico.

Respectfully submitted,

David W. Harris
Cabinet Secretary

Anthony I. Armijo
Director/State Controller

State of New Mexico
Selected State Officials

Executive

Gary Johnson, Governor • **Walter D. Bradley,** Lieutenant Governor • **Stephanie Gonzales,** Secretary of State • **Tom Udall,** Attorney General • **Robert Vigil,** State Auditor • **Ray Powell,** Commissioner of Public Lands • **Michael Montoya,** State Treasurer • **Eric Serna, Jerome Block, and Gloria Tristani,** State Corporation Commissioners

Judicial

Supreme Court: **Joseph F. Baca, Gene Franchini, Pamela Mizner, Patricio Serna, Dan McKinnon III,** Justices

Court of Appeals: **Joseph Alarid, Rudy Apodaca, Tom Donnelly, Harris Hartz, Christina Armijo, Lynn Pickard, Benny Flores, Richard Bosson, Michael Bustamante, James J. Wechsler,** Judges

Legislative

Senate: **Manny M. Aragon**, President Pro-Tempore • **Timothy Z. Jennings**, Majority Leader • **Raymond L. Kysar,** Minority Leader • **Mary Jane Garcia**, Majority Whip • **L. Skip Vernon**, Minority Whip

House of Representatives: **Raymond G. Sanchez**, Speaker of the House • **Michael Olguin**, Majority Leader • **Kip Nicely,** Minority leader • **Ben Lujan**, Majority Whip • **Ted Hobbs**, Minority Whip

State of New Mexico Organization Chart

Citizens of New Mexico

LEGISLATIVE

- Senate
- House of Representatives

EXECUTIVE

- Governor
- Lieutenant Governor
- State Auditor
- State Treasurer
- Secretary of State
- Attorney General
- State Corporation Commissioners
- Commissioner of Public Lands

JUDICIAL

- Supreme Court
- Court of Appeals
- District Courts
- Magistrate Courts

CABINET LEVEL STATE AGENCIES

- Department of Finance and Administration
- Highway and Transportation Department
- General Services Department
- Department of Corrections
- Department of Public Safety
- Department of Education
- State Engineer
- Department of Labor
- Energy, Minerals, and Natural Resources Department
- Taxation and Revenue Departmentent
- Regulation and Licensing Department
- Human Services Department
- Department of Health
- Economic Development Department
- Department of Tourism
- State Investment Council
- Environment Department

FINANCIAL SECTION

General Purpose Financial Statements

STATE OF NEW MEXICO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1997
(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS				
Cash and cash equivalents	$ 412,153	$ 434,394	$ 183,887	$ 27,372
Receivables, net of allowance for uncollectible	168,339	93,108	4,675	1,184
Due from other agencies	313,406	134,365	18,083	39,950
Due from other funds	6,068	52,684	615	13,369
Due from other governmental entities	14,042	12,837	-	-
Inventory and prepaid items	10,097	11,228	-	-
Deferred charges and other assets	727	8,401	-	-
Investments, at fair value (note 2)	-	-	-	-
Investments, at cost (note 2)	-	-	-	-
Investments held by others	-	-	-	-
Fixed assets, net of depreciation	8,905	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for bond retirement	-	-	-	-
Amounts to be provided for other long-term obligations	-	-	-	-
TOTAL ASSETS	$ 933,737	$ 747,017	$ 207,260	$ 81,875
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Payables	$ 308,703	$ 52,482	$ 1	$ 4,632
Accrued liabilities	27,914	4,439	-	-
Due to other agencies	137,042	104,328	-	2,513
Due to other funds	59,767	48,997	23,671	675
Due to other governmental entities	832	13,155	-	-
Advances from others	3,414	-	-	-
Funds held for others	1,463	-	-	-
Other obligations	1,050	17,076	-	-
Undistributed income	-	-	-	-
Investments held for others	-	-	-	-
Reserved for losses and loss adjustments	136,203	-	-	-
Unearned premiums and due to carrier	-	-	-	-
Deferred revenue	28,555	49,504	-	9,275
Available for appropriations	-	-	-	-
Bonds payable	-	-	-	-
Loaned equipment	-	-	-	-
Total Liabilities	704,943	289,981	23,672	17,095

The notes to the financial statements are an integral part of this statement.

EXHIBIT A

Proprietary Fund Types		Fiduciary Fund Types	Account Groups			Totals (Memorandum Only)	
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	University Funds	1997	1996
$ 3,369	$ 89,313	$ 1,401,019	$ -	$ -	$ 84,486	$ 2,635,993	$ 2,322,006
1,743	14,472	709,538	-	-	222,722	1,215,781	811,252
221	1,129	43,297	-	-	-	550,451	558,457
115	1,870	27,805	-	-	31,973	134,499	257,537
-	-	-	-	-	-	26,879	32,182
1,658	758	-	-	-	18,758	42,499	47,881
28	137,657	9,143	-	-	13,815	169,771	22,163
-	-	10,943,798	-	-	-	10,943,798	4,230,254
-	-	8,108,113	-	-	347,349	8,455,462	10,555,236
-	79,571	45,652	-	-	171,341	296,564	151,427
22,584	20,251	-	1,165,596	-	1,582,728	2,800,064	2,655,240
-	-	-	-	177,758	-	177,758	103,260
-	-	-	-	557,840	-	557,840	480,594
-	-	-	-	64,942	-	64,942	61,885
$ 29,718	$ 345,021	$ 21,288,365	$ 1,165,596	$ 800,540	$ 2,473,172	$ 28,072,301	$ 22,289,374

$ 5,594	$ 101,251	$ 1,525,563	$ -	$ -	$ 81,704	$ 2,079,930	$ 904,289
342	1,471	173	-	-	-	34,339	32,650
-	-	153,459	-	-	-	397,342	523,536
45	2,126	315,892	-	-	61,867	513,040	520,364
-	1,589	200,159	-	-	-	215,735	231,602
-	-	773,316	-	-	-	776,730	4,230
-	-	615,520	-	-	29,757	646,740	667,075
255	46	346	-	64,942	45,752	129,467	219,031
-	-	41,847	-	-	-	41,847	67,789
-	-	166,811	-	-	-	166,811	-
-	39,608	-	-	-	-	175,811	37,184
1,378	3,269	-	-	-	-	4,647	8,732
2,010	-	-	-	-	39,560	128,904	81,734
-	-	5,062	-	-	-	5,062	47,403
2,850	5,400	70,455	-	735,598	216,241	1,030,544	824,632
-	-	-	-	-	8,627	8,627	8,736
12,474	154,760	3,868,603	-	800,540	483,508	6,355,576	4,178,987

STATE OF NEW MEXICO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS (CONTINUED)
June 30, 1997
(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Equity and Other Credits:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings	-	-	-	-
Net assets held in trust for pension benefits (Note 3)	-	-	-	-
Fund Balances:				
Unrestricted - Undesignated	-		-	-
Restricted - General	-		-	-
Restricted - Other	-		-	-
Reserved for encumbrances	150,351	387,734	-	32,373
Reserved for special projects	3,275	67,712	-	26,793
Reserved for unemployment benefits	-	-	-	-
Reserved for inventories and prepaid items	8,099	12,482	-	-
Reserved for subsequent years' expenditures	27,830	54,785	-	-
Unreserved - designate for arbitrage rebates (note 6)	-	-	5,830	-
Reserved for beneficiaries	-	-	-	-
Unreserved - Designated for capital projects	-	-	-	5,614
Unreserved - Designated for debt service	-	-	177,758	-
Unreserved - Designated for highway construction	-	(97,509)	-	-
Unreserved - Undesignated	39,239	31,832	-	-
Total Equity and Other Credits	228,794	457,036	183,588	64,780
TOTAL LIABILITIES, EQUITY, AND OTHER CREDITS	$ 933,737	$ 747,017	$ 207,260	$ 81,875

The notes to the financial statements are an integral part of this statement.

oprietary Fund Types		Fiduciary Fund Types	Account Groups			Totals (Memorandum Only)	
erprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	University Funds	1997	1996
-	-	-	1,165,596	-	1,345,695	2,511,291	2,405,701
6,382	21,568	-	-	-	-	27,950	27,272
10,862	168,693	-	-	-	-	179,555	86,461
-	-	10,486,499	-	-	-	10,486,499	8,040,580
-	-	-	-	-	240,336	240,336	234,557
-	-	-	-	-	218,301	218,301	169,491
-	-	-	-	-	185,332	185,332	171,405
-	-	5,692	-	-	-	576,150	458,586
-	-	159,072	-	-	-	256,852	224,192
-	-	425,051	-	-	-	425,051	384,549
-	-	-	-	-	-	20,581	26,788
-	-	-	-	-	-	82,615	90,208
-	-	-	-	-	-	5,830	4,258
-	-	6,343,448	-	-	-	6,343,448	5,842,047
-	-	-	-	-	-	5,614	(11,307
-	-	-	-	-	-	177,758	106,975
-	-	-	-	-	-	(97,509)	(170,326
-	-	-	-	-	-	71,071	18,950
17,244	190,261	17,419,762	1,165,596	-	1,989,664	21,716,725	18,110,387
29,718	$ 345,021	$ 21,288,365	$ 1,165,596	$ 800,540	$ 2,473,172	$ 28,072,301	$ 22,289,374

)F NEW MEXICO
NED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
VERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
Fiscal Year Ended June 30, 1997
s in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
JES:				
:				
neral and selective sales	$ 1,279,945	$ -	$ -	$ 2,45
rsonal income	739,367	-	-	
rporate income	170,746	-	-	
tate	17,857	-	-	
luciary	4,986	-	-	
er and fuel	1,067	302,355	-	
verance and other	181,622	-	-	
es, fees, and permits	33,098	28,044	-	
t and other investment income	365,248	12,462	19,018	56
and royalties	204,663	983	-	
l funds	1,369,304	191,764	322	3,43
)ept of Transportation and partment of Energy	-	163,192	-	
	154,501	46,377	2,777	4,27
es for services	98,138	18,562	-	
General Fund Appropriation	-	-	-	9,96
tal Revenues	4,620,542	763,739	22,117	20,69
ITURES:				
it:				
gislative	14,463	-	-	
licial	84,628	20,175	-	
neral control	126,686	53,857	-	1,12
gulation, licensing and economic evelopment	38,013	10,622	-	
lture, recreation and natural esources	98,124	15,173	-	1,46
alth and human services	2,027,911	53,853	-	
blic safety	213,706	4,620	-	6
ansportation and Highways	276	427,034	-	
ucation	46,505	1,502,762	-	
gher education	479,334	-	-	
blic school support	1,261,593	-	-	
l outlay	-	-	-	52,10
ervice:				
nd principal retirement	-	-	83,232	
nd interest and fiscal charges	-	-	29,342	
	13,000	-	451	
tal Expenditures	4,404,239	2,088,096	113,025	54,77

; to the financial statements are an integral part of this statement.

Fiduciary Fund Types	Totals (Memorandum Only)	
Expendable Trust	1997	1996
$ -	$ 1,282,402	$ 1,230,210
-	739,367	632,168
-	170,746	163,404
-	17,857	10,066
-	4,986	2,405
-	303,422	295,173
106,437	288,059	239,931
-	61,142	49,747
47,441	444,732	422,268
-	205,646	142,997
-	1,564,825	1,514,511
-	163,192	199,802
14,907	222,834	187,727
57,715	174,415	130,751
-	9,967	4,515
226,500	5,653,592	5,225,675
-	14,472	12,102
-	104,803	95,243
82,933	264,604	181,673
5,473	54,108	58,074
-	114,766	121,668
84,482	2,166,246	2,058,203
-	218,390	209,354
-	427,310	469,663
-	1,549,267	1,532,836
-	479,334	453,498
-	1,261,593	1,242,476
-	52,101	47,322
-	83,232	80,620
-	29,342	26,553
-	13,451	-
172,888	6,833,019	6,589,285

STATE OF NEW MEXICO

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (CONTINUED)
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Excess (deficiency) of revenues over expenditures	216,303	(1,324,357)	(90,908)	(34,077)
OTHER FINANCING SOURCES (USES):				
Proceeds from bonds	61	159,751	63,830	26,139
Operating transfers in	55,954	30,554	230,249	25,216
Operating transfers (out)	(4,341)	(109,898)	(127,101)	(6,663)
Other sources	57,626	1,439,966	-	1,279
Other uses	(253,605)	(44,930)	-	(2,354)
Increase (Decrease) in fair value of investments	-	(1,132)	-	-
Net Other Financing Sources (Uses)	(144,305)	1,474,311	166,978	43,617
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	71,998	149,954	76,070	9,540
Fund balances at the beginning of the year, as previously reported	148,505	290,953	107,518	55,240
Prior period adjustments (note 7)	8,291	16,129	-	-
Fund balances at the beginning of the year, restated	156,796	307,082	107,518	55,240
Fund balances at the end of the year	$ 228,794	$ 457,036	$ 183,588	$ 64,780

The notes to the financial statements are an integral part of this statement.

EXHIBIT B

Fiduciary Fund Types	Totals (Memorandum Only)	
Expendable Trust	1997	1996
53,612	(1,179,427)	(1,363,610)
-	249,781	58,155
164	342,137	214,882
(15,334)	(263,337)	(96,208)
-	1,498,871	1,409,846
-	(300,889)	(260,325)
-	(1,132)	-
(15,170)	1,525,431	1,326,350
38,442	346,004	(37,260)
438,049	1,040,265	1,077,525
-	24,420	-
438,049	1,064,685	1,077,525
$ 476,491	$ 1,410,689	$ 1,040,265

STATE OF NEW MEXICO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Proprietary Fund Types	
	Enterprise	Internal Service
OPERATING REVENUES:		
Licenses, fees and permits	$ 9,507	$ -
Charges for services and sales income	10,649	218,010
Employee contributions	-	9,522
Employer contributions	-	19,035
Retiree contributions	-	21,446
Interest and other investment income	48	14,042
Other operating revenues	2,237	5,562
Total Operating Revenues	22,441	287,617
OPERATING EXPENSES:		
General and administrative	22,922	98,420
Benefits, claims and premiums	-	80,106
Refunds	-	-
Other operating expenses	-	-
Distribution of income	-	-
Losses	-	79,026
Total Operating Expenses	22,922	257,552
Operating Income (Loss)	(481)	30,065
NONOPERATING REVENUES (EXPENSES) AND TRANSFERS:		
Nonoperating revenues	1,290	13,631
Nonoperating expenses and transfers	(642)	(7,779)
Proceeds from sale of bonds	-	-
Net Increase (Decrease) in fair value of Investments	-	12,304
Net Nonoperating Revenues (Expenses) and Transfers	648	18,156
Net Income (Loss)	167	48,221
Retained earnings/Fund balances at the beginning of the year, as previously reported	10,695	75,766
Prior period adjustments (note 7)	-	44,706
Retained earnings/Fund balances at the beginning of the year, restated	10,695	120,472
Retained earnings/Fund balances at the end of the year	$ 10,862	$ 168,693

The notes to the financial statements are an integral part of this statement.

EXHIBIT C

Fiduciary Fund Types		Totals (Memorandum Only)	
Nonexpendable Trust	Pension Trust	1997	1996
$ -	$ -	$ 9,507	$ 11,847
-	-	228,659	228,829
-	225,717	235,239	228,041
-	296,651	315,686	308,257
-	-	21,446	19,197
598,744	1,107,401	1,720,235	1,528,548
119	11,611	19,529	12,589
598,863	1,641,380	2,550,301	2,337,308
3,310	15,008	139,660	153,171
-	417,053	497,159	445,633
-	46,170	46,170	42,324
-	-	-	-
383,634	-	383,634	380,851
-	-	79,026	85,573
386,944	478,231	1,145,649	1,107,552
211,919	1,163,149	1,404,652	1,229,756
16,637	-	31,558	102,346
297,810	-	289,389	51,138
-	-	-	3,949
-	1,278,521	1,290,825	-
314,447	1,278,521	1,611,772	157,433
526,366	2,441,670	3,016,424	1,387,189
5,930,406	8,044,829	14,061,696	12,179,179
-	-	44,706	495,328
5,930,406	8,044,829	14,106,402	12,674,507
$ 6,456,772	$ 10,486,499	$ 17,122,826	$ 14,061,696

STATE OF NEW MEXICO

COMBINED STATEMENT OF REVENUES AND EXPENDITURES - BUDGET(NON-GAAP) AND ACTUAL **EXHIBIT D**

GENERAL AND SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	General Fund			Special Revenue		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorabl Variance
REVENUES:						
State general fund	$ 1,099,776	$ 1,101,731	$ 1,955	$ 1,390,722	$ 1,389,555	$ (1,167)
Taxes	919	1,123	204	3,965	6,684	2,719
Charges for services	82,824	79,964	(2,860)	3,351	5,923	2,572
Federal funds	1,548,622	1,411,460	(137,162)	406,767	346,852	(59,915)
Interest on investments	6,573	7,256	683	1,099	2,926	1,827
Licenses, fees, and permits	17,510	14,182	(3,328)	25,230	29,182	3,952
Interest and penalties	31	19	(12)	138	235	97
Other state funds	83,063	69,943	(13,120)	341,919	361,019	19,100
Other financing sources	86,866	92,737	5,871	84,945	152,446	67,501
Total Revenues	2,926,184	2,778,415	(147,769)	2,258,136	2,294,822	36,686
Cash Balance Budgeted	12,203	12,203	-	58,440	55,917	(2,523)
Total Revenues and Cash Balance Budgeted	2,938,387	2,790,618	(147,769)	2,316,576	2,350,739	34,163
EXPENDITURES:						
General Government:						
Legislature	8,492	7,689	803	-	-	-
Judicial	86,800	85,112	1,688	14,706	12,907	1,799
General control	131,261	126,797	4,464	111,965	129,868	(17,903)
Regulation, licensing and economic development	39,087	38,093	994	15,929	7,866	8,063
Culture, recreation, and natural resources	119,226	109,348	9,878	19,496	15,650	3,846
Health and human services	2,273,926	2,120,095	153,831	78,068	59,701	18,367
Public safety	228,405	217,213	11,192	5,536	5,031	505
Transportation and Highways	304	283	21	526,255	504,096	22,159
Education	50,886	47,158	3,728	1,544,621	1,472,608	72,013
Higher education	-	-	-	-	-	-
Public school support	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Bond principal retirement	-	-	-	-	-	-
Bond interest and fiscal charges	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Expenditures	2,938,387	2,751,788	186,599	2,316,576	2,207,727	108,849
Excess(deficiency) of Revenues and Cash Balance Budgeted over Expenditure	$ -	$ 38,830	$ 38,830	$ -	$ 143,012	$ 143,012

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO

COMBINED STATEMENT OF CASH FLOWS **EXHIBIT E**

ALL PROPRIETARY AND NONEXPENDABLE TRUST FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	Proprietary Fund Types		Fiduciary Fund Types	
	Enterprise	Internal Service	Internal Service	June 30, 1997
Cash Flows from Operating Activities:				
Operating income (loss)	$ (467)	$ 32,232	$ 485,210	$ 516,975
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Net gain on sale of securities	-	-	(210,912)	(210,912)
Depreciation and amortization	1,240	5,024	(2,585)	3,679
Miscellaneous revenues (expenses)	92	1,932	(181)	1,843
(Increase) Decrease in Assets:				
Receivables	(212)	2,600	(13,693)	(11,305)
Inventory	44	(1)	-	43
Due from other funds and agencies	62	6	63	131
Prepaid items	(51)	(311)	-	(362)
Deferred charges and other assets	-	909	-	909
Increase (Decrease) in Liabilities:				
Payables and accruals	451	(28,207)	(140)	(27,896)
Due to other funds and agencies	(4)	(1,605)	(1,367)	(2,976)
Deferred revenues	(821)	-	-	(821)
Advance from other funds	(100)	-	-	(100)
Compensated absences	(5)	6	-	1
Net cash provided by (used in) operating activities	229	12,585	256,395	269,209
Cash Flows from Noncapital Activities:				
Purchase/insurance of loans and repayment of debt	-	(3,009)	-	(3,009)
Payments received on loans receivable	(578)	50	-	(528)
Contributions and intergovernmental revenues	336	1,899	16,638	18,873
Operating transfers in	363	13,997	1,500	15,860
Operating transfers out	(58)	(20,722)	-	(20,780)
Increase in contributed capital	392	-	-	392
Net cash provided by (used in) noncapital financing activities	455	(7,785)	18,138	10,808
Cash Flows from Capital and Related Financing Activities:				
Purchase of fixed assets and other	(418)	(4,565)	-	(4,983)
Proceeds from sale of fixed assets and bonds	(145)	6,153	-	6,008
Net cash provided by (used in) capital and related financing activities	(563)	1,588	-	1,025
Cash Flows from Investing Activities:				
Proceeds from sale of investments	-		2,569,100	2,569,100
Purchase of investments	-	(15,115)	(2,769,785)	(2,784,900)
Interest on investments	44	-	-	44
Net cash provided by (used in) investing activities	44	(15,115)	(200,685)	(215,756)
Increase (decrease) in cash and cash equivalents	165	(8,727)	73,848	65,286
Cash and cash equivalents at the beginning of the year	3,204	98,040	145,039	246,283
Cash and cash equivalent at the end of the year	$ 3,369	$ 89,313	$ 218,887	$ 311,569

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO

COMBINED STATEMENT OF CHANGES IN FUND BALANCES

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	Current Funds		Student Loan Funds
	Unrestricted	Restricted	
REVENUES AND OTHER ADDITIONS:			
Current funds revenues	$ 941,714	$ 174,199	$ -
Student fees	3,398	-	-
New Mexico State Appropriations	-	-	-
Government grants and contracts:			
Federal	-	121,106	579
State of New Mexico	233	12,872	-
Private gifts, grants and contracts	3	14,293	656
Investment income	-	211	808
Endowment, land & Permanent Fund income	-	391	-
Expended for plant facilities	-	-	-
Retirement of indebtedness	-	-	-
Insuance of university bonds	-	-	-
Other additions	-	25,190	245
Federal & Local appropriation	-	5,971	-
Total revenues & other additions	945,348	354,233	2,288
EXPENDITURES AND OTHER DEDUCTIONS:			
Educational and general expenditures	861,384	316,911	-
Auxiliary enterprises expenditures	30,223	273	-
Indirect cost recovered	-	35,883	-
Loan cancellations and write-offs	-	40	1,328
Administration costs	-	-	285
Expended for plant facilities	-	-	-
Additional indebtedness incurred	-	-	-
Losses on investments	-	-	-
Debt service:	-	-	-
Principal	-	-	-
Interest	-	-	-
Plant and equipment write-offs and disposals	-	-	-
Other deductions	14,412	1,833	99
Total expenditures and other deductions	906,019	354,940	1,712
TRANSFERS FROM(TO) OTHER FUNDS AND OTHER ADDITIONS(DEDUCTIONS):			
Mandatory transfers	(5,249)	50	140
Nonmandatory transfers	(30,299)	1,561	-
Fund addition due to endowments	-	1,646	-
Other additions (deductions)	(541)	372	(101)
Total Transfers and Other Additions (deductions)	(36,089)	3,629	39
Net increase (decrease) for the year	3,240	2,922	615
Fund balances at beginning of year	156,904	11,358	38,473
Fund Balances at end of year	$ 160,144	$ 14,280	$ 39,088

The notes to financial statements are an integral part of this statement.

EXHIBIT F

Endowment and Similar Funds	Plant Funds: Unexpended	Plant Funds: Renewal and Replacement	Plant Funds: Retirement of Indebtedness	Plant Funds: Investment In Plant
$ 596	$ -	$ -	$ 419	$ -
-	61	-	4,403	-
-	12,832	-	-	-
				-
-	598	-	-	-
-	21,497	-	-	-
2,991	7,620	-	56	-
28,295	5,707	499	2,673	-
1,427	-	-	-	-
-	-	-	-	110,562
-	1,385	-	136	8,250
-	34,231	-	793	1,154
275	5,067	1,034	5,008	5,473
-	57	-	653	-
33,584	89,055	1,533	14,141	125,439
-	-	-	-	-
112	-	99	-	-
-	-	-	-	-
-	-	-	-	-
7	-	-	77	-
-	88,882	4,738	-	-
-	-	-	-	6,083
-	-	-	-	-
-	-			
-	-	-	10,083	-
-	-	-	12,215	-
-	-	-	-	36,539
119		670	442	1,895
238	88,882	5,507	22,817	44,517
-	278	383	4,398	-
-	14,129	8,259	6,350	-
(36)	-	-	-	-
(6)	1,465	-	635	(1,480)
(42)	15,872	8,642	11,383	(1,480)
33,304	16,045	4,668	2,707	79,442
236,215	37,723	23,168	11,677	1,266,253
$ 269,519	$ 53,768	$ 27,836	$ 14,384	$ 1,345,695

STATE OF NEW MEXICO

COMBINED STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED) **EXHIBIT F**

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	Total University June 30, 1997	Total Components Units	Total all Funds June 30, 1997	Total all Funds June 30, 1996
REVENUES AND OTHER ADDITIONS:				
Current funds revenues	$ 1,116,928	$ 39,189	$ 1,156,117	$ 1,120,152
Student fees	7,862	-	7,862	4,106
New Mexico State Appropriations	12,832	-	12,832	15,730
Government grants and contracts:				
Federal	122,283	-	122,283	112,114
State of New Mexico	34,602	-	34,602	23,710
Private gifts, grants and contracts	25,619	442	26,061	28,180
Investment income	38,193	151	38,344	16,739
Endowment, land & Permanent Fund income	1,818	-	1,818	6,833
Expended for plant facilities	110,562	-	110,562	126,953
Retirement of indebtedness	9,771	-	9,771	23,972
Insuance of university bonds	36,178	-	36,178	-
Other additions	42,292	-	42,292	22,202
Federal & Local appropriation	6,681	-	6,681	11,071
Total revenues & other additions	1,565,621	39,782	1,605,403	1,511,762
EXPENDITURES AND OTHER DEDUCTIONS:				
Educational and general expenditures	1,178,295	34,416	1,212,711	1,167,785
Auxiliary enterprises expenditures	30,707	-	30,707	30,256
Indirect cost recovered	35,883	-	35,883	13,458
Loan cancellations and write-offs	1,368	-	1,368	1,065
Administration costs	369	238	607	246
Expended for plant facilities	93,620	-	93,620	105,725
Additional indebtedness incurred	6,083	-	6,083	418
Losses on investments	-	-	-	-
Debt service:				
Principal	10,083	-	10,083	21,447
Interest	12,215	-	12,215	12,660
Plant and equipment write-offs and disposals	36,539	-	36,539	12,831
Other deductions	19,470	113	19,583	20,387
Total expenditures and other deductions	1,424,632	34,767	1,459,399	1,386,278
TRANSFERS FROM(TO) OTHER FUNDS AND OTHER ADDITIONS(DEDUCTIONS):				
Mandatory transfers	-	-	-	2
Nonmandatory transfers	-	-	-	(402)
Fund addition due to endowments	1,610	-	1,610	(203)
Other additions (deductions)	344	-	344	707
Total Transfers and Other Additions (deductions)	1,954	-	1,954	104
Net increase (decrease) for the year	142,943	5,015	147,958	125,588
Fund balances at beginning of year	1,781,771	59,935	1,841,706	1,716,118
Fund Balances at end of year	$ 1,924,714	$ 64,950	$ 1,989,664	$ 1,841,706

The notes to financial statements are an integral part of this statement.

STATE OF NEW MEXICO

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES

EXHIBIT G

UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 1997	1996
REVENUES:						
University:						
Student tuition and fees	$ 101,326	$ -	$ 101,326	$ -	$ 101,326	$ 100,786
Government appropriations:						
Federal	-	4,079	4,079	-	4,079	-
State	389,031	-	389,031	-	389,031	353,103
Local	4,626	6,785	11,411	-	11,411	16,337
Government grants and contracts:						
Federal	782	197,233	198,015	-	198,015	210,834
State	1,377	32,770	34,147	-	34,147	35,012
Private gifts, grants, and contracts	2,942	54,846	57,788	-	57,788	61,915
Taxes	468	-	468	-	468	453
Interest	2,929	-	2,929	-	2,929	2,874
Endowment income -						
Land Permanent Fund	7,967	352	8,319	-	8,319	8,344
Indirect costs recovered	27,355	-	27,355	-	27,355	27,629
Sales and services	98,752	116	98,868	-	98,868	99,513
Physicians fees	3,289	-	3,289	-	3,289	3,288
Other	62,100	8,362	70,462	-	70,462	62,580
Total University - Revenues	702,944	304,543	1,007,487	-	1,007,487	982,668
Independent Operations:						
Hospital operations	203,704	-	203,704	-	203,704	192,331
Mental Health Center	18,232	1,556	19,788	-	19,788	19,998
Psychiatric Hospital	8,421	29	8,450	-	8,450	9,781
Office of the Medical Investigator	2,830	95	2,925	-	2,925	2,845
Carrie Tingley Hospital	8,684	7	8,691	-	8,691	9,256
Other	533	12,817	13,350	-	13,350	12,828
Total Independent Operations	242,404	14,504	256,908	-	256,908	247,039
Total University and Independent Operations	945,348	319,047	1,264,395	-	1,264,395	1,229,707
Component Units:						
Friends of Eastern Foundation	-	-	-	594	594	579
University of New Mexico Foundation	-	-	-	18,028	18,028	19,044
University Physician Associates	-	-	-	13,816	13,816	15,247
UNM Anderson Schools Foundation	-	-	-	1,383	1,383	1,152
Science and Technology Corporation	-	-	-	3,339	3,339	2,630
University of New Mexico Lobo Club	-	-	-	2,622	2,622	1,254
Total component units	-	-	-	39,782	39,782	39,906
Total revenues all funds	945,348	319,047	1,264,395	39,782	1,304,177	1,269,613

The notes to the this financial statements are integral part of the financial statements.

STATE OF NEW MEXICO

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES UNIVERSITY FUNDS (CONTINUED) **EXHIBIT G**

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 1997	1996
EXPENDITURES:						
University:						
Instruction	245,929	17,923	263,852	-	263,852	257,739
Academic support	43,388	2,495	45,883	-	45,883	43,480
Student services	29,057	10,026	39,083	-	39,083	48,708
Instructional support	49,509	3,816	53,325	-	53,325	52,866
Operation and maintenance of plant	50,819	142	50,961	-	50,961	49,187
Research	50,355	136,597	186,952	-	186,952	180,256
Public service	80,406	76,887	157,293	-	157,293	148,672
Internal service	(1,547)	174	(1,373)	-	(1,373)	(2,167)
Student aid/scholarships	8,144	53,982	62,126	-	62,126	58,521
Auxiliary enterprises	70,616	518	71,134	-	71,134	69,216
Intercollegiate athletics	22,313	351	22,664	-	22,664	21,045
Student social and cultural development	6,849	351	7,200	-	7,200	6,977
Total University	655,838	303,262	959,100	-	959,100	934,500
Independent Operations:						
Hospital operations	198,275	-	198,275	-	198,275	195,009
Mental health center	19,615	1,556	21,171	-	21,171	20,307
Children's Psychiatric Hospital	8,406	29	8,435	-	8,435	8,465
Intern and resident program - private contracts	690	12,817	13,507	-	13,507	12,292
Office of the Medical Investigator	2,801	95	2,896	-	2,896	2,888
Carrie Tingley Hospital	9,673	7	9,680	-	9,680	9,042
Other	10,721	1,358	12,079	-	12,079	11,871
Total Independent Operations	250,181	15,862	266,043	-	266,043	259,874
Total University and Independent Operations	906,019	319,124	1,225,143	-	1,225,143	1,194,374

The notes to the this financial statements are integral part of the financial statements.

STATE OF NEW MEXICO

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES UNIVERSITY FUNDS (CONTINUED) **EXHIBIT G**

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 1997	1996
Component Units:						
Friends of Eastern Foundation	-	-	-	351	351	502
University Physician Associates	-	-	-	16,451	16,451	15,604
University of New Mexico Foundation	-	-	-	10,777	10,777	11,748
UNM Anderson Schools Foundation	-	-	-	1,195	1,195	1,086
Science and Technology Corporation	-	-	-	3,371	3,371	2,609
University of New Mexico Lobo Club	-	-		2,622	2,622	1,254
Total Component Units	-	-	-	34,767	34,767	32,803
Total expenditures all funds	906,019	319,124	1,225,143	34,767	1,259,910	1,227,177
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):						
Mandatory transfers	(5,249)	50	(5,199)	-	(5,199)	(8,538)
Nonmandatory transfers	(23,331)	1,597	(21,734)	-	(21,734)	(19,825)
Other additions (deductions)	(7,509)	1,982	(5,527)	-	(5,527)	322
Excess of restricted receipts over transfers to revenues	-	(630)	(630)	-	(630)	-
Total transfers and Other Additions (Deductions)	(36,089)	2,999	(33,090)	-	(33,090)	(28,041)
Net Increase in Fund Balance	$ 3,240	$ 2,922	$ 6,162	$ 5,015	$ 11,177	$ 14,395

The notes to the this financial statements are integral part of the financial statements.

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NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements provide a summary of significant accounting policies and other disclosures required for a fair presentation of the basic financial statements.

Note 1. Summary of Significant Accounting Policies

The accompanying general purpose financial statements of the State of New Mexico (the State) were compiled from the audited financial statements of the various departments, agencies, and other organization units.

This annual financial report does not include the financial statements of the community colleges and special schools.

The following is a summary of the significant accounting policies:

A. Reporting Entity

The general purpose financial statements include all funds and account groups over which the State's elected officials exercise significant oversight responsibility.

The decision to include a potential component unit in the State's reporting entity is based on several criteria including legal standing, fiscal dependency, and financial accountability. Based on the application of these criteria, the following significant component units are included in these financial statements:

- University of New Mexico
- New Mexico State University
- New Mexico Highlands University
- Eastern New Mexico University
- Western New Mexico University
- New Mexico Institute of Mining and Technology

These financial statements exclude the community college funds, and special school funds.

B. Fund Accounting

The State uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The State records its transactions in the fund types and account groups described below. Transactions between funds within a fund type, if any, have been eliminated.

Governmental Fund Types

General- -is the general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund.

Special Revenue- -is used to account for the proceeds of specific revenue sources (other than debt service, expendable trust or major capital projects) such as Federal grants, that are legally restricted to expenditures for specified purposes. These legal restrictions may be imposed by either the State Legislature or outside parties.

Note 1. Summary of Significant Accounting Policies (Continued)

Debt Service- -is used to account for the accumulation of resources for, and the payment of, principal, interest, and related cost of general long-term obligations.

Capital Projects- -is used to account for the financial resources used for acquisition or construction of major state-owned capital facilities and for capital assistance grants to local governments.

Account Groups

General Fixed Assets Account Group- - is used to account for general fixed assets of the State exclusive of fixed assets reported by the College, Special School, and University Funds.

General-Long-Term Obligations Account Group- -is used to account for long-term obligations of the State including bonds, most obligations under lease/purchase and other financing arrangements, and compensated absences payable exclusive of liabilities of the College, Special School and University Funds.

University Funds

University Funds account for the operations of the following public institutions of high education:

- Eastern New Mexico University
- New Mexico Highlands University
- New Mexico Institute of Mining and Technology
- New Mexico State University
- University of New Mexico
- Western New Mexico University

The accounts of the University Funds are derived from their audited annual financial statements for the fiscal year ended June 30, 1997.

Transactions reported by the Universities are displayed in the University Funds described below:

- Current funds include those assets which can be expended for any purpose in performing the primary objectives of the University. Resources restricted by donors or other outside agencies for specific operating purposes are accounted for as restricted current funds.

- Loan funds include gifts and grants which are limited by terms of the donors for the purpose of making loans to students.

- Endowment and similar funds are subject to the restrictions of gift instruments requiring in perpetuity that the principal be invested and the income only be utilized.

- Plant funds include resources that have been or are to be invested in fixed assets and funds reserved to retire debt incurred to finance facilities.

Fiduciary Fund Types

Fiduciary Funds include Expendable and Nonexpendable Trust Funds, Agency Funds and the State and Local Retirement Systems (Pension Trust Funds). The Expendable and Nonexpendable Trust

Note 1. **Summary of Significant Accounting Policies (Continued)**

Funds and Agency Funds are used to account for assets held by the State in a Trustee capacity or as an agent for individuals, private organizations and other governments.

Proprietary Fund Types

Enterprise Funds- -this fund group includes funds and component units whose operations and finances are accounted for in a manner similar to private business enterprises. For this group, it is the intent of the State that: (a) the cost (i.e. expenses, including depreciation) of providing goods and services to the general public be financed primarily by user charges; or (b) "net income" be periodically determined and used as appropriate for capital maintenance, management control, or determination of amounts to be transferred to other operating funds as required by statute.

Internal Service Funds- -this group is similar to enterprise funds except that the goods or services are provided primarily to other agencies or funds of the State, rather than to the general public.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. Nonexpendable Trust Funds, and Pension Trust Funds are accounted for on a flow of economic resources measurement focus.

Governmental fund Types and Expendable Trust Funds are accounted for on the modified accrual basis of accounting. Revenues and related receivables are recorded in the accounting period that they become both measurable and available, i.e., earned and collected or expected to be collected within the next 12 months. Tax revenues are recorded by the State as Taxpayers earn income (personal income business and other taxes) as sales are made (consumption and use taxes) and as the taxable event occurs (miscellaneous taxes), net of estimated overpayments (refunds). Expenditures and related liabilities are recorded in the accounting period the liability is incurred to the extent it is expected to be paid within the next 12 months, except for vacation leave and interest on general long term obligations which are recorded when paid and certain pension contributions. The portion of the liabilities which are expected to be paid beyond 12 months is recorded in the General Long-Term Obligations Account Group.

Nonexpendable Trusts, Pension Trust Funds and Proprietary Funds are accounted for on the accrual basis. Agency Funds are custodial in nature (assets equal liabilities) and generally are accounted for on the cash basis which approximates the modified accrual basis of accounting.

Financial statements for University Funds have been prepared in accordance with the principles of fund accounting for colleges and universities on the accrual basis, except that no provision has been made for the depreciation of fixed assets. The statement of current funds revenues, expenditures and other changes is a statement of financial activities of the current funds related to the current reporting period. Student revenues are recognized in the accounting period earned.

D. Cash and Investments

Cash

Cash and Cash Equivalents represent petty cash, cash on deposits with banks, and cash invested in short-term securities. Cash Equivalents include investments in short term, highly liquid securities having an initial maturity of three (3) month or less. Cash balances not held in the State Treasury

Note 1. Summary of Significant Accounting Policies (Continued)

and controlled by various State officials are generally deposited in interest-bearing accounts or other legally stipulated investments.

Investments

Fixed-income securities are reported at fair value or at cost with discounts or premiums amortized using the effective interest method subject to adjustment for market declines judged to be other than temporary. Gains and losses on sales and exchanges of fixed-income securities are recognized under the completed or deferral transaction method.

Equity securities are reported at fair value or at cost subject to adjustment for market declines judged to be other than temporary. The cost of corporate stock sold is determined using the average cost of the security. Gains and losses on sales and exchanges of equity securities are recognized under the completed or deferral transaction method.

The fair value of investments are estimated and reported based on quoted market prices. If a quoted market price is not available, the fair value is estimated using quoted market prices for similar securities.

Short-term interest bearing securities are stated at cost. Maturities are generally less than 365 days.

E. Receivables

Receivables are stated net of estimated allowance for uncollectible amounts, which are determined based upon past collection experience and current economic conditions. Due from other governmental entities represents amounts owed to the State to reimburse it for expenditures incurred pursuant to federally funded programs and other programs. Other receivables represent amounts owed to the State.

F. Inventories

Inventories of the Governmental Funds are valued at cost using predominantly the moving average cost methodology while inventories of the Proprietary Funds are valued at cost using the average cost methodology. The Governmental Funds use the purchase method while the Proprietary Funds use the consumption method.

G. Fixed Assets and Depreciation

Fixed assets are valued at historical cost or at estimated historical cost if actual historical cost data are not available. Donated fixed assets are recorded at fair market value on the donation date.

Governmental Funds

Governmental Funds record expenditures when they acquire fixed assets and capitalize those assets in the General Fixed Assets Account Group. The General Fixed Assets Account Group records neither depreciation nor capitalization of interest expenditures during construction. The State does not record its public domain (infrastructure) assets in the General Fixed Assets Account Group.

Proprietary And Similar Trust Funds

Note 1. Summary of Significant Accounting Policies (Continued)

Proprietary Funds, Nonexpendable Trust Funds, and Pension Trust Funds capitalize fixed assets when acquired. Depreciation is provided using the straight-line method over the asset's estimated useful life regardless of salvage value.

H. Liabilities

Accrued liabilities consist primarily of payroll and related fringe benefit accruals. Payables represent unpaid claims against the State.

I. Long-Term Obligations

The liabilities reported in the General Long-Term Obligations Account Group include the State's general obligation bonds, Severance Tax bonds, most obligations under lease/purchase and other financing arrangements and other long-term liabilities including vacation leave and sick leave.

J. Compensated Absences

The State records vacation and sick leave as an expenditure when paid. Employees are entitled to accumulate annual leave at a graduated rate based on years of service.

Qualified employees are entitled to accumulate sick leave at the rate of one day for each calendar month of service. There is no limit to the amount of sick leave which an employee may accumulate. Employees may elect to be compensated for sick leave in excess of 600 hours at half the employee's hourly rate in any one year, not to exceed 120 hours, unless retiring. Retiring employees may convert up to 400 hours in excess of the 600 hours at half the retiring employee's hourly rate. This election may be made at retirement or at specified times during the employment year. All sick leave balance in excess of 600 but less than 720 hours have been recorded at 50 percent of the employees' hourly rate in the General Long-Term Obligations Account Group.

K. Totals (Memorandum Only) Columns

Amounts in the "Totals - Memorandum Only" columns represent an aggregation of the combined financial statement line-items to facilitate financial analysis. Amounts in the "Totals-Memorandum Only" columns are not comparable to a consolidation.

"Memorandum Only" columns for 1996 are included to provide a summarized comparison with comparable 1997 amounts. The 1996 totals are not intended to present all information necessary for a fair presentation of financial position and results of operations in accordance with generally accepted accounting principles.

To enhance comparability, some 1996 amounts have been reclassified to conform with the presentation used in the 1997 financial statements.

L. Reservation of Fund Balances

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in the General Fund, Special Revenue Funds, and Capital Projects Funds. The cost of construction contract commitments generally is recorded as an encumbrance of Capital Projects

Note 1. Summary of Significant Accounting Policies (Continued)

Funds and is presented as a reserve for encumbrances. These committed amounts generally will become liabilities in future periods as the construction work is performed by the contractors. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

Unemployment Benefits

Fund balance reserved for unemployment benefits represents assets available to fund future unemployment benefit payments.

Debt Service

Fund balance reserved for debt service represents various capital reserve assets available to finance future debt service payments in accordance with the underlying bond indentures.

Arbitrage Rebates

Fund balance reserved for arbitrage rebates represents assets available to pay for arbitrage rebates.

Note 2. Cash and Investments

By law, all deposits and investments are under the control of the State Treasurer, except for those which specific authority are under the control of other component units. Legally authorized investments vary by fund but generally include: Obligations of or guaranteed by the United States; obligations of the State of New Mexico and its political subdivisions; stocks and bonds; and repurchase agreements.

Cash

Cash and cash equivalents represent the demand deposit with the New Mexico State Treasurer and New Mexico banks. The State Treasurer invests all public monies held in excess of the minimum compensating balance which it must maintain in the non-interest bearing demand deposit account with the fiscal agent bank in accordance with an investment policy approved by the State Board of Finance. The interest earned on the investment of these public monies is distributed monthly to earmarked accounts, as specifically identified by statute, based on their monthly average cash balances at the average certificate of deposit rate and overnight investment rate. The remaining portion is transferred to the State General fund Appropriations Account. All interest earnings and distributions are reflected in the Agency funds of these financial statements.

The State maintains approximately 621 bank accounts for various purposes at locations throughout the State. Bank deposits may be under the joint custody of the State Treasurer and the organization unit, agencies or other component unit with the exception of the University funds which are totally under the control of the universities.

For deposits of public monies with New Mexico financial institutions, the State requires that its depository banks pledge collateral in amount ranging from 50% to 100% of the amount deposited, dependent upon the institutions operating results and capital.

Investments

The State holds investments both for its own benefit and as an agent for other parties. Legally

Note 2. Cash and Investments (Continued)

authorized investments vary by fund but generally include obligations of the United States and certain agencies of the United States, obligations of the State of New Mexico and certain of its political subdivisions, certificates of deposits, collateralized repurchase agreements, and certain corporate securities.

For the fiscal year ended June 30, 1997, the State has classified its investments into three risk categories. Category 1 includes investments that are insured or registered or held by the State or its agent in the State's name and securities for which the State has safekeeping responsibilities but no equity or ownership interest or control. Category 2 includes uninsured and unregistered investments with securities held by the counterparty's trust department or agent in the State's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the State's name.

The State's investments by risk category (expressed in thousands) at June 30, 1997, were:

	Category			Carrying Value	Fair Value	Market Value
	1	2	3			
U.S. Treasury Securities . .	$ 78,649	$ 1,910,327	-	$ 1,988,976	-	$ 1,959,668
U.S. Treasury Securities . .	-	1,493,307	-	-	1,493,307	-
Government sponsored						
enterprise & Agency		1,752,909	-	-	1,752,909	-
issues	21,426	1,599,316	-	1,620,742	-	1,638,939
Certificate of Deposits	40,365	37,420	-	77,785	-	77,785
Corporate income securities	-	1,260,991	-	-	1,260,991	-
Corporate income securities	325,767	2,031,875	-	2,357,642	-	2,379,919
Corporate stocks	-	4,526,462	-	-	4,526,462	-
Corporate stocks	-	2,128,149	-	2,128,149	-	3,920,297
Deferred Compensation Plan-						
annuity contracts	155,763	-	-	155,763	-	155,763
Repurchase						
Agreements	72,390	-	-	72,390	-	72,390
Conventional Mortgage Pass-			-			
Through Certificates . . .	1,274	2,502	-	2,502	1,274	2,510
NM Commissioner of Public						
Lands Ongard Bonds . . .	4,020	-	-	4,020	-	4,020
Other	47,493	1,244,515	-	47,493	1,244,515	47,590
International securities . .	-	664,340	-	-	664,340	-
Totals	$ 747,147	$ 18,652,113	$ -	$ 8,455,462	$ 10,943,798	$ 10,258,881

Note 2. Cash and Investments (Continued)

Securities Loan Program

Through a safekeeping agent, the State lends securities for a fee from its investment portfolios on a collateralized basis to third parties, primarily financial institution and/or brokerage houses. The market value of the required collateral must meet or exceed 102% of the market value of the securities loaned, providing a margin against a decline in the market value of the collateral. Securities loaned and securities taken as collateral are all book-entry securities which are substantially similar in type, rate, and maturity for each transaction. Under this program, the State may demand return within twenty-four (24) hours of any security previously loaned.

Note 3. Retirement Plans

A. Plan Descriptions

The State maintains two cost-sharing multiple-employer public employees retirement systems: the New Mexico Public Employees' Retirement System (PERA) and the New Mexico Educational Employees' Retirement System (ERA). These Systems publish their own component Unit Financial Report.

The systems provide retirement, death, and disability benefits to State employees, employees of counties, municipalities, public schools, universities, colleges, special schools, and certain other political subdivisions. Each System is independent. Assets may not be transferred from one system to another or used for any purpose other than to benefit each system's participants.

The number of participating government employers, the number of contributing members, and payroll amounts (dollars expressed in the thousands) for each system for the year ended June 30, 1997 were:

	PERA	ERA
Number of employers:		
State Agencies	117	10
Cities	71	-
Counties	33	-
Public Schools	-	89
Universities and Colleges	-	11
Special Schools	-	10
Other	49	-
Number of Contributing Members:		
State, Cities and Counties Employees	50,997	-
Public Schools, Universities, Colleges & Special Schools	-	56,685
Other	-	-
Covered payroll:		
State, Cities and Counties Employees	$ 1,111,797	-
Public Schools, Universities, Colleges & Special Schools	-	$ 1,448,700
Other	*	-

* Included with state, cities, and counties employees.

Note 3. Retirement Plans (Continued)

Information regarding membership in the systems at June 30, 1997, was:

	PERA	ERA
Retirees and beneficiaries currently receiving benefits	14,841	18,317
Terminated employees entitled to benefits but not yet receiving them	1,541	3,708
Active employees / Volunteers - Vested, Non-Vested	50,997	65,726
Total participants	67,379	87,751

B. Funding Benefit Policies

The New Mexico Public Employees' Retirement System

Public Employees Retirement Plan - This is a qualified, benefit defined, governmental retirement plan which has six divisions of members: state general, state police/hazardous duty, municipal general, municipal police, municipal fire, and state legislator. The majority of the state and municipal employees, excluding those covered under the separate Educational Retirement Act, participate in the Plan under Section 10-11-1 through 10-11-140, NMSA 1978, the "Public Employees Retirement Act."

Retirement ages vary depending upon the division to which the member belongs, but benefits are generally available at age 65 with five or more years of service or after 25 years of service regardless of age. Early retirement benefits are also available at age 60 and above.

Member's contributions for all divisions, except state legislator, are based upon a percentage of salary and range from 4.78% to 16.30%, depending upon the division. Employer's contributions, also a percentage of salaries paid, range from 7% to 25.72%. Contribution rates are established by State statute.

Retirement benefits for all divisions, except state legislator, are computed based upon the member's "final average salary", length of service and a pension factor. Monthly benefits vary depending upon the division to which the member belongs and range from 2% to 3.5% of the member's "final average salary".

Benefits for duty and non-duty death and disability and for post retirement survivors' annuities are also available.

Judicial Retirement Plan - Persons who serve or have served in the office of Judge or Justice may be entitled to retirement benefits under Section 10-12B-1 through 10-12B-17, NMSA 1978, the "Judicial Retirement Act." Benefits are available at age 64 or older to anyone having served not less than five years. Early retirement at age 60 is available to anyone having served at least 15 years. The plan also provides for survivors' allowances and disability benefits. The plan is a defined benefit plan, benefits being based upon salary received during the last year in office and length of service.

Members contribute 5% of their salaries and the members' court contributes 9% of the members salary. Additionally, the district court contributes $38 for each civil case docket fee paid. Contribution rates are established by State statute.

Note 3. Retirement Plans (Continued)

Magistrate Retirement Plan - Persons who serve or have served in the office of Magistrate may be entitled to retirement benefits under Section 10-12C-1 through 10-12C-16, NMSA 1978, the "Magistrate Retirement Act". Benefits are available at age 64 or older to any Magistrate having ceased to hold office by reason of expiration of his term or voluntary resignation. Early retirement at age 60 is available to any magistrate or former magistrate having served at least 15 years or at any age with 24 or more years of service credit. The plan also provides for survivors' allowances and disability benefits. The plan is a defined benefit plan, benefits being based upon salary received during the last year in office and length of service.

Members contribute 5% of their salaries and the State, through the Administrative Office of the Courts, contributed 9% of the member's salary. Additionally, the magistrate or metropolitan court contributed $25 for each civil case docket fee paid and $10 for each civil jury fee paid. Contribution rates are established by State statute.

Volunteer Firefighters Retirement Plan - Persons who serve or have served as volunteer non-salaried firefighters may be entitled to retirement benefits under Section 10-11A-1 through 10-11A-7, NMSA 1978, the"Volunteer Firefighters Retirement Act". Benefits are available at age 55 or older to any member having served as a volunteer fire fighter for not less than 10 years. The plan also provides for survivors' allowances. Benefits range from $100 to $200 per month based on length of service.

State statutes require that the State Treasurer transfer $500,000 annually from the Fire Protection Fund to the Volunteer Firefighters Retirement Fund. An additional amount of $250,000 was authorized and remitted in the current fiscal year.

The New Mexico Educational Employees' Retirement System

The Educational Employees' Retirement Plan - This is a qualified, defined benefit governmental retirement plan established and administered by the State of New Mexico to provide pension benefits for all state certified employees, teachers and other employees of the State educational institutions, junior colleges, and technical vocational institutes.

The benefits are computed using the final average salary and years of service. Plan options may be selected by retiring members requiring actuarial reductions based on attained age, age of spouse and similar actuarial factors. A brief summary of coverage plan provisions are as follows:

(1) Normal retirement eligibility conditions applicable to all members:

- The member's age and earned service credit add up to sum of 75 percent or more; or
- Age 65 or more with at least five years of earned service credit; or
- The member has earned service credit and allowed service credit totaling 25 or more years.

A further requirement to be eligible to retire is that one must be a "member" having at least one year of employment after July 1, 1957 and at least five years of contributory employment. Eligible members who have one year of employment after July 1, 1957, but less than the required five, may contribute to the fund for each year needed. The cost of such contributions is 15.2 percent of the average salary of the last five years of each year of contributory employment needed, plus three percent compounded interest from July 1, 1957 to the date of payment.

When a member has completed five or more years of "earned service credit" and has made

Note 3. Retirement Plans (Continued)

contributions for at least five years, the member may terminate employment, leave his/her contributions in the retirement fund and retire (1) when the member's age and years of "earned service credit" (covered employment in New Mexico) add up to the sum of 75 or more, or (2) the member may retire at age 65, if he/she has at least five years of "earned service credit."

(2) Normal Retirement Pension Amount - The benefit for retirement at age 60, or after 25 years of service before age 60, is an annual sum equal to the "final average salary" multiplied by the total number of years of service credited times 2.35 percent.

(3) Normal and Optional Forms of Payment - The normal form of Payment is for life. Optional contingent survivor beneficiary forms of payment are available on an actuarial equivalent basis.

(4) Disability Retirement - A member may be eligible for disability benefits after the member has completed ten years of earned service credit and is totally disabled to continue in employment and is unable to gain or retain other employment commensurate with his education, background and experience.

In order to receive benefits, the disabled member must have terminated employment because of their disability and must file application with the Educational Retirement Board. The member must also submit to an examination by medical examiners appointed by the Board. The annual disability benefit generally shall be the final average salary multiplied by number of years of service times 2.0 percent. If this amount is less than one-third of the final average salary or the product of the final average salary times 2.0 percent times the sum of the member's service credit and 60 minus member's age, whichever is less.

When a disabled member becomes age 60, the member is deemed to have retired, and thereafter, his/her disability benefit becomes a retirement benefit, subject to the reduction if the member elects an option. The member is no longer subject to removal from status due to an improvement of condition.

(5) Cost of Living Increases - Pensions are increased each July 1 in accordance with ½ of the percent change in the Cost of Living of the preceding calendar year or four percent, whichever is less. The annual adjustment shall be no less than two percent. The first adjustment to the annuity will be made on July of the year in which the retirement member attains age 65 or on July 1 of the following year in which the member retires, whichever is later.

Employee and Employer Obligations to Contribute

As a condition of participation in the System, both employees and employers are required to contribute 7.60 and 8.65 percent of salaries and wages, respectively.

Members may withdraw their contributions only when they terminate covered employment in New Mexico and certification of termination has been provided by the former employers. Interest paid to members when they withdraw their contributions, following termination of employment, is 75 percent of the average earnings rate of the fund during the five fiscal years preceding the year of withdrawal. Interest is not earned on contributions credited to accounts prior to July 1, 1971, and contributions on deposit for less than one year earned no interest.

Note 3. Retirement Plans (Continued)

C. Funding Status and Progress

The total actuarial present value of the statutory obligations, also know as the actuarial present value of total projected benefits, is intended to help users assess systems' funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons between public employee retirement systems. This calculation includes all benefits estimated to be payable to plan members (retirees and beneficiaries, terminated employees entitled to benefits but not yet receiving them, and current active members) as a result of their service through the valuation date and their expected future service. The actuarial present value of the statutory obligations as of the valuation date is the present value of the cost to finance benefits payable in the future, discounted to reflect the expected effects of the time value (present value) of money and the probabilities of payment. Expressed another way, it is the amount that would have to be invested on the valuation date so that the amount invested plus invested earnings will provide sufficient assets to pay total projected benefits when due.

The actuarial present value of statutory obligations of the systems' was determine as part of the actuarial valuation at June 30, 1997. Actuarial and economic assumptions include the following:

	PERA	ERA
Valuation date	June 30, 1997	June 30, 1997
Actuarial cost method	Entry age	Entry age Normal
Amortization method	Level Percent of payroll	Level percent of payroll
Amortization period	30 years	28.9 years
Asset valuation method	Smoothed market	5-year Smoothed market
Rate of return on investment of present and future assets *	8%	8%
Inflation increase	5%	4%
Post retirement benefit increases	3%	2%
Interest on member accounts	5.25%	-
Projected salary increases	5.50% to 9.30% *	4.50% to 12.00%

* Includes inflation at 5.00%.

** Projected salary increases, attributable to seniority/merit, vary from 0.00% to 3.8% based on age of employee and division in which employed.

The annual interest rate assumption for all plans is 8%. Projected rates of separation due to withdrawal, death, service retirement, and disability are based on experience of the systems. Neither

Note 3. Retirement Plans (Continued)

PERA nor the ERA separately measures assets and pension benefit obligations for individual employers. The total unfunded actuarial accrued liability for each system (expressed in thousands) at June 30, 1997 (latest available data), was:

	PERA	ERA	TOTAL
Actuarial accrued liability:			
Retirees and beneficiaries currently receiving benefits	$ 2,617,509	$ 2,463,079	$ 5,080,588
Vested former members	69,662	*	69,662
Active Members	2,961,096	3,391,374	6,352,470
Total actuarial accrued Liability	5,648,267	5,854,453	11,502,720
Less: Funding value of assets	4,629,495	4,516,408	9,145,903
Unfunded actuarial Accrued liability	$ 1,018,772	$ 1,338,045	$ 2,356,817

* Included with active members.

D. Contributions Required and Contributions Made

Contributions made in accordance with the required contribution amount are as follows:

	PERA	ERA	TOTAL
Employer contributions	$ 166,618	$130,033	$ 296,651
Member contributions	110,101	115,616	225,717
Total Contributions	$ 276,719	$ 245,649	$ 522,368

Significant actuarial assumptions used to compute contribution requirements are the same as those used to compute the standardize measure of pension obligation discussed above.

Note 4. Post-Employment Benefits Other Than Pensions

The Retiree Health Care Act (10-7C-1 to 10-7C-16, NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan or optional plans of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

Monies flow to the Retiree Health Care Fund on a pay-as-you-go basis from eligible employers and eligible retirees. Eligible employers are institutions of higher education, school districts, or other entities participating in the public school insurance authority and state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Educational Retirement Act or the Magistrate Retirement Act or the Public Employees Retirement Act.

Note 4. Post-Employment Benefits Other Than Pensions (Continued)

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf unless that person retires on or before July 1, 1995, in which event the time period required for employee and employer contributions shall become the period of time between July 1, 1990, and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990.

Each participating employer makes contributions to the fund in the amount of one percent of each participating employee's annual salary. Each participating employee contributes to the fund an employee contribution in an amount equal to one-half of one percent of the employee's salary. Each participating retiree pays a monthly premium of fifty seven dollars and sixty five cents ($57.65) for the basic single plan and an additional participation fee of five dollars ($5.00) if the eligible participant retired prior to July 1, 1990 and made no contributions to the plan. Participants may also enroll in optional plans of coverage.

Contributions for participating employers and participating employees become the property of the Retirement Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retirement Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The post employment benefit expenses for the year ended June 30, 1997 consisted of premiums paid in the amount of $9,870,425 and claims paid in the amount of $39,297,858 for a total of $49,168,283. Participant contributions were $50,002,474 therefore, the net revenue for the year was $834,191.

For the fiscal year ended June 30, 1997 employers/employees and retirees remitted $28,556,628 and $21,445,846 respectively. As of June 30, 1997, 16,200 retirees were participating in the plan.

Note 5. Deferred Compensation Plan

The State of New Mexico offers state, local government and school district employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all State employees and those local governments and school district employees whose employers have elected participation in the plan permitting participants to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

There are employees that are making contributions to the Deferred Compensation Plan. The State makes no contributions to the Deferred Compensation Plan. All contributions withheld from participant's by the State have been paid to the New Mexico Public Employees' Retirement Association, which administers the plan.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the State of New Mexico (without being restricted to the provisions of benefits under the plan), subject only to the claims of the State's general creditors. Participants' rights under the plan are equal to those of general creditors of the State in an amount equal to the fair market value of the deferred account of each participant. The State has no liability for losses under the Plan but does have the duty of due care that would be required of an ordinary prudent investor. The State believes it is unlikely

Note 5. Deferred Compensation Plan (Continued)

that Plan assets will be used to satisfy future claims of general creditors.

Plan assets of $159.12 million at June 30, 1997 were reported at cost within the sole custody of the Agency Funds.

Note 6. Arbitrage on Tax-Exempt Bonds

Prior to the Tax Reform Act of 1986 (TRA), state and local governments had up to three years to use the proceeds from tax exempt bonds issued by them before arbitrage on such proceeds had to be paid to the Treasury Department. Arbitrage, as defined, is the excess interest earned by a state or local government on proceeds from the sale of its bonds over interest paid to bond holders.

TRA 1986 required rebate of such arbitrage to the Treasury Department on governmental bonds issued after August 31, 1986, and on private activity bonds issued after December 31, 1984, when the proceeds were held for six months or longer. These rebates must be calculated annually and paid at the end of every fifth year until the bonds are retired.

The Revenue Reconciliation Act of 1989 amended the 6 month rule. For bonds issued after December 19, 1989 the rebate requirement does not apply if, both, all of the gross proceeds of the issue, other than the reserve fund, are spent within the 6 month period following the date of issue, and the rebate requirement is satisfied for the reserve fund after the 6 month period. The term gross proceeds for purposes of the rule includes both the sale proceeds received from the bonds purchaser on the issue date and investment earnings on such proceeds during the 6 month period. Gross proceeds deposited in a reserve fund or bona fide debt service fund, however, are not subject to the expenditure requirement.

Note 6. Arbitrage on Tax-Exempt Bonds (Continued)

The following is a schedule of bond issues, along with the bond year ends and Arbitrage rebate due dates. The State Treasurers Office has completed the first arbitrage computation for the bonds, as indicated:

	Bond year End of First Rebate Computation	First Arbitrage Rebate Due Date	First Computation of Arbitrage Done
Capital Projects General Obligation Bonds Series 1993	September 1998	November 1998	
General Obligation Refunding Bonds Series 1993-A	September 1998	November 1998	
General Obligation Refunding Bonds Series 1993-B	September 1998	November 1998	
General Obligation Capital Projects Improvement Bonds Series 1995	September 2000	November 2000	
Severance Tax Bond Series 1991	July 1996	August 1996	x
Severance Tax Refunding Bonds Series 1991-A	July 1996	August 1996	
Severance Tax Bonds Series 1992-A	July 1997	August 1997	x
Severance Tax Refunding Bonds Series 1992-B	July 1997	August 1997	x
Severance Tax Bond Series 1992-C	July 1997	August 1997	x
Severance Tax Bonds Series 1993-B	July 1998	August 1998	
Severance Tax Bonds Series 1994-B	July 1999	August 1999	
Severance Tax Bonds Series 1995-A	July 2000	August 2000	
Severance Tax Bonds Series 1995-B	July 2000	August 2000	
Severance Tax Bonds Series 1996-A	July 2001	August 2001	
Severance Tax Refunding Bonds Series 1997-A	July 2002	August 2002	

Interest earnings on invested bond proceeds through June 30, 1997 did not exceed the interest costs of the bonds. Such amounts would have been included as a reservation of fund balance in the accompanying financial statements.

Note 7. Restatements of Prior Year Fund Balances

The beginning fund balances of certain governmental fund types and retained earnings of certain proprietary fund types were restated from the 1996 presentation. The prior year financial statements were corrected to reflect adjustments to revenue and liabilities for the various fund types and the reclassification of agency funds as special revenue. These adjustments were made as increases (decreases) to June 30, 1996 balances as follows (amounts in thousands):

	Beginning Retained Earnings July 1, 1996	Adjustments Increase	Adjustments Decrease	Restate Retained Earnings July 1, 1996
Governmental Funds	$ 602,216	$ 24,420	-	$ 626,636
Proprietary Funds	86,461	44,706	-	131,167
Total Restatement	$ 688,677	$ 69,126	-	$ 757,803

Note 8. Agency Fund Adjustments

The beginning balances of the agency funds were adjusted to reflect the reclassification of certain agency funds as special revenue. The net effect of this adjustment resulted in a decrease of beginning balances in the amount of $13,100 (amount in thousands).

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Combining and Account Group Financial Statements and Schedules

SPECIAL REVENUE FUNDS

The special revenue funds are used to account for the proceeds of specific revenues that are designated to finance specific functions of government. The state has many individual special revenue funds; for presentation in this report, the funds have been combined into specific functional areas.

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
June 30, 1997
(Amounts in Thousands)

	Judicial	Government General Control	Regulation Licensing/ Econ. Development
ASSETS			
Cash and cash equivalents	$ 5,106	$ 34,352	$ 10,578
Receivables, net of allowance for uncollectibles	74	6,187	942
Due from other funds	40	2,513	218
Inventory and prepaid items	-	-	47
Deferred charges and other assets	-	1,254	-
Due from other agencies	146	663	167
Due from other governmental entities	258	35	407
Investments, at cost	-	-	-
Total Assets	$ 5,624	$ 45,004	$ 12,359
LIABILITIES AND FUND BALANCES			
Liabilities:			
Payables	$ 1,854	$ 707	$ 588
Accrued liabilities	129	36	73
Due to other agencies	93	2,837	101
Due to other funds	677	1,149	1,220
Due to other governmental entities	2	96	33
Other obligations	78	44	182
Deferred revenue	45	-	1,795
Total Liabilities	2,878	4,869	3,992
Fund Balances:			
Reserved for encumbrances	1,225	23,734	346
Reserved for special projects	15	6,189	2,513
Reserved for inventory and prepaid items	-	1,254	47
Reserved for subsequent years' expenditures	155	4,765	52
Unreserved - Designated for highway construction	-	-	-
Unreserved - Undesignated	1,351	4,193	5,409
Total Fund Balances	2,746	40,135	8,367
TOTAL LIABILITIES AND FUND BALANCES	$ 5,624	$ 45,004	$ 12,359

The notes to the financial statements are an integral part of this statement.

SCHEDULE 1

Culture, Recreation, Natural Resources	Health and Human Services	Public Safety	Transportation and Highways	Education	Total
$ 27,871	$ 64,334	$ 2,721	$ 235,277	$ 54,155	$ 434,394
6,014	1,280	-	31,872	46,739	93,108
34,986	626	26	13,637	638	52,684
-	-	-	11,181	-	11,228
-	2,055	26	5,044	22	8,401
117	11,478	-	-	121,794	134,365
-	2,026	-	10,111	-	12,837
-	-	-	-	-	-
$ 68,988	$ 81,799	$ 2,773	$ 307,122	$ 223,348	$ 747,017
$ 1,764	$ 7,215	$ 422	$ 36,244	$ 3,688	$ 52,482
29	83	54	4,035	-	4,439
-	165	23	119	100,990	104,328
335	1,186	13	21,257	23,160	48,997
-	-	7	18	12,999	13,155
12	16,643	-	117	-	17,076
-	16,853	-	30,752	59	49,504
2,140	42,145	519	92,542	140,896	289,981
2,933	26,638	1,850	291,009	39,999	387,734
42,224	11,359	20	5,392	-	67,712
-	-	-	11,181	-	12,482
10,639	18,846	375	4,507	15,446	54,785
-	-	-	(97,509)	-	(97,509)
11,052	(17,189)	9	-	27,007	31,832
66,848	39,654	2,254	214,580	82,452	457,036
$ 68,988	$ 81,799	$ 2,773	$ 307,122	$ 223,348	$ 747,017

STATE OF NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Judicial	Government General Control	Regulation, Licensing/ Econ. Development
REVENUES:			
Taxes:			
User and fuel	$ -	$ 4,942	$ 97
Licenses, fees, and permits	1	108	4,343
Interest and other investment income	-	440	265
Rents and royalties	-	-	399
Federal funds	621	19,125	5,696
U. S. Dept. of Transportation & U. S. Dept. of Energy	-	-	-
Other	1,101	192	352
Charges for services	5,009	2,765	-
Total Revenues	6,732	27,572	11,152
EXPENDITURES:			
Current:			
Judicial	20,175	-	-
General control	-	53,857	-
Regulation, licensing and economic development	-	-	10,622
Culture, recreation, and natural resources	-	-	-
Health and human services	-	-	-
Public safety	-	-	-
Transportation and Highways	-	-	-
Education	-	-	-
Total Expenditures	20,175	53,857	10,622
Excess (deficiency) of revenues over expenditures	(13,443)	(26,285)	530
Other Financing Sources (Uses):			
Proceeds from bonds	-	10,320	525
Operating transfers in	8,117	16,316	3
Operating transfers (out)	(1,269)	(55,421)	(652)
Other sources	6,550	55,321	-
Other uses	(62)	(840)	(93)
Increase (Decrease) in fair value of investments	-	-	-
Net Other Financing Sources (Uses)	13,336	25,696	(217)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(107)	(589)	313
Fund balances at the beginning of the year, as previously reported	2,796	27,624	8,091
Prior Period Adjustments (Note #7)	57	13,100	(37)
Fund balances at beginning of year, restated	2,853	40,724	8,054
Fund balances at the end of the year	$ 2,746	$ 40,135	$ 8,367

The notes to the financial statements are an integral part of this statement.

Culture, Recreation, Natural Resources	Health and Human Services	Public Safety	Transportation and Highways	Education	Total
$ 1,851	$ -	$ -	$ 295,465	$ -	$ 302,355
-	23,387	179	-	26	28,044
639	836	-	8,543	1,739	12,462
584	-	-	-	-	983
1,738	9,985	-	163,192	154,599	354,956
-	-	-	5,407	-	5,407
7,236	5,868	874	-	25,347	40,970
2,505	8,283	-	-	-	18,562
14,553	48,359	1,053	472,607	181,711	763,739
-	-	-	-	-	20,175
-	-	-	-	-	53,857
-	-	-	-	-	10,622
15,173	-	-	-	-	15,173
-	53,853	-	-	-	53,853
-	-	4,620	-	-	4,620
-	-	-	427,034	-	427,034
-	-	-	-	1,502,762	1,502,762
15,173	53,853	4,620	427,034	1,502,762	2,088,096
(620)	(5,494)	(3,567)	45,573	(1,321,051)	(1,324,357)
2,158	7,211	-	101,395	38,142	159,751
-	5,118	-	-	1,000	30,554
(520)	(19,239)	-	(22,037)	(10,760)	(109,898)
12,749	19,430	3,021	1,713	1,341,182	1,439,966
(2,574)	(860)	(35)	(17,642)	(22,824)	(44,930)
(1,132)	-	-	-	-	(1,132)
10,681	11,660	2,986	63,429	1,346,740	1,474,311
10,061	6,166	(581)	109,002	25,689	149,954
56,787	33,895	2,835	105,578	53,347	290,953
-	(407)	-	-	3,416	16,129
56,787	33,488	2,835	105,578	56,763	307,082
$ 66,848	$ 39,654	$ 2,254	$ 214,580	$ 82,452	$ 457,036

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS -
By Function
For the Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Judicial			General Control		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
Revenues:						
General Fund Appropriations	$ 5,539	$ 5,539	$ -	$ 54,996	$ 55,501	$ 505
Taxes	-	-	-	2,200	4,942	2,742
Charges for services	596	4,201	3,605	-	-	-
Federal funds	872	557	(315)	22,840	19,332	(3,508)
Interest on investments	-	-	-	50	440	390
Licenses, fees & permits	591	649	58	1,634	2,345	711
Interest and penalties	-	-	-	-	-	-
Other State Funds	1,038	777	(261)	211	620	409
Other financing sources	4,383	1,292	(3,091)	19,208	26,532	7,324
Total Revenues	13,019	13,015	(4)	101,139	109,712	8,573
Cash Balance Budgeted	1,687	1,687	-	10,826	10,734	(92)
Total Revenues & Cash Balance Budgeted	14,706	14,702	(4)	111,965	120,446	8,481
Expenditures:						
General government:						
Personal Services	2,442	2,077	365	1,389	1,283	106
Employee benefits	762	620	142	440	395	45
In- State travel	203	174	29	640	551	89
Maintenance and repairs	316	308	8	33	31	2
Materials and supplies	161	112	49	231	93	138
Contractual services	3,691	3,180	511	4,933	4,276	657
Operating costs	1,149	1,097	52	1,997	1,682	315
Other Costs	4,252	3,933	319	59,908	65,381	(5,473)
Out-of -State travel	86	71	15	637	97	540
Capital outlay	107	68	39	760	527	233
Other financing uses	1,537	1,267	270	40,997	55,552	(14,555)
Total expenditures	14,706	12,907	1,799	111,965	129,868	(17,903)
Excess (deficiency) of revenues and cash balance budgeted over expenditures	$ -	$ 1,795	$ 1,795	$ -	$ (9,422)	$ (9,422)

The notes to the financial statements are an integral part of this statements.

Regulation, Licensing and Economic Development			Cultural, Recreation, and Natural Resources			Health and Human Services		
Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
$ -	$ -	$ -	$ 5,350	$ 4,269	$ (1,081)	$ 14,928	$ 14,928	$ -
142	97	(45)	1,623	1,645	22	-	-	-
235	397	162	1,064	952	(112)	256	273	17
8,829	4,500	(4,329)	1,415	1,294	(121)	6,088	3,752	(2,336)
-	-	-	858	1,787	929	4	6	2
3,809	4,086	277	-	-	-	19,196	22,102	2,906
138	235	97	-	-	-	-	-	-
1,109	1,104	(5)	4,315	9,588	5,273	37,585	15,865	(21,720)
525	525	-	1	215	214	-	749	749
14,787	10,944	(3,843)	14,626	19,750	5,124	78,057	57,675	(20,382)
1,142	1,142	-	4,870	2,439	(2,431)	11	11	-
15,929	12,086	(3,843)	19,496	22,189	2,693	78,068	57,686	(20,382)
2,523	2,214	309	537	493	44	547	496	51
884	766	118	107	95	12	293	266	27
300	229	71	133	105	28	48	35	13
45	31	14	61	56	5	65	62	3
137	114	23	108	82	26	28	14	14
739	557	182	6,445	5,640	805	2,268	1,572	696
1,167	986	181	95	54	41	2,071	1,901	170
8,711	1,628	7,083	8,817	7,729	1,088	56,642	42,278	14,364
134	94	40	14	7	7	16	10	6
622	614	8	186	148	38	4,914	3,660	1,254
667	633	34	2,993	1,241	1,752	11,176	9,407	1,769
15,929	7,866	8,063	19,496	15,650	3,846	78,068	59,701	18,367
$ -	$ 4,220	$ 4,220	$ -	$ 6,539	$ 6,539	$ -	$ (2,015)	$ (2,015)

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)
SPECIAL REVENUE FUNDS -
By Function
For the Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Public Safety			Transportation and Highways		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
Revenues:						
General Fund Appropriations	$ 3,770	$ 3,179	$ (591)	$ 1,713	$ 1,713	$ -
Taxes	-	-	-	-	-	-
Charges for services	-	-	-	1,200	100	(1,100)
Federal funds	-	-	-	171,888	163,192	(8,696)
Interest on investments	-	2	2	-	-	-
Licenses, fees & permits	-	-	-	-	-	-
Interest and penalties	-	-	-	-	-	-
Other State Funds	818	1,086	268	283,810	311,587	27,777
Other financing sources	-	-	-	36,532	98,837	62,305
Total Revenues	4,588	4,267	(321)	495,143	575,429	80,286
Cash Balance Budgeted	948	948	-	31,112	31,112	-
Total Revenues & Cash Balance Budgeted	5,536	5,215	(321)	526,255	606,541	80,286
Expenditures:						
General government:						
Personal Services	67	19	48	73,642	70,693	2,949
Employee benefits	43	36	7	29,060	27,795	1,265
In- State travel	19	13	6	11,947	11,334	613
Maintenance and repairs	96	51	45	4,028	3,747	281
Materials and supplies	262	255	7	28,604	28,272	332
Contractual services	429	260	169	297,884	292,293	5,591
Operating costs	73	38	35	9,029	8,837	192
Other Costs	3,862	3,684	178	37,008	27,821	9,187
Out-of -State travel	8	1	7	167	142	25
Capital outlay	677	674	3	11,293	11,181	112
Other financing uses	-	-	-	23,593	21,981	1,612
Total expenditures	5,536	5,031	505	526,255	504,096	22,159
Excess (deficiency) of revenues and cash balance budgeted over expenditures	$ -	$ 184	$ 184	$ -	$ 102,445	$ 102,445

The notes to the financial statements are an integral part of this statements.

Education Budget	Education Actual	Education Favorable (Unfavorable) Variance	Totals Budget	Totals Actual	Totals Favorable (Unfavorable) Variance
$ 1,304,426	$ 1,304,426	$ -	$ 1,390,722	$ 1,389,555	$ (1,167)
-		-	3,965	6,684	2,719
-	-	-	3,351	5,923	2,572
194,835	154,225	(40,610)	406,767	346,852	(59,915)
187	691	504	1,099	2,926	1,827
-	-	-	25,230	29,182	3,952
-	-	-	138	235	97
13,033	20,392	7,359	341,919	361,019	19,100
24,296	24,296	-	84,945	152,446	67,501
1,536,777	1,504,030	(32,747)	2,258,136	2,294,822	36,686
7,844	7,844	-	58,440	55,917	(2,523)
1,544,621	1,511,874	(32,747)	2,316,576	2,350,739	34,163
-	-	-	81,147	77,275	3,872
-	-	-	31,589	29,973	1,616
-	-	-	13,290	12,441	849
-	-	-	4,644	4,286	358
-	-	-	29,531	28,942	589
11,162	3,954	7,208	327,551	311,732	15,819
-	-	-	15,581	14,595	986
1,531,523	1,466,718	64,805	1,710,723	1,619,172	91,551
-	-	-	1,062	422	640
-	-	-	18,559	16,872	1,687
1,936	1,936	-	82,899	92,017	(9,118)
1,544,621	1,472,608	72,013	2,316,576	2,207,727	108,849
$ -	$ 39,266	$ 39,266	$ -	$ 143,012	$ 143,012

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DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources for, and the payment of principal and interest on general long-term obligations and payments on certain lease-purchase or other contractual obligations of the State.

STATE OF NEW MEXICO

COMBINING BALANCE SHEET

DEBT SERVICE FUNDS

June 30, 1997

(Amounts in Thousands)

	General Obligation Debt Service	Severance Tax Bonds Debt Service	Enhanced 911 Revenue Bonds Debt	EMNRD Revenue Bonds Debt
ASSETS				
Cash and cash equivalents	$ 31,198	$ 137,300	$ 2,179	$ 706
Receivables, net of allowance for uncollectables	1,805	2,742	20	-
Due from other agencies	7,243	10,620	220	-
Due from other funds	-	-	-	-
TOTAL ASSETS	$ 40,246	$ 150,662	$ 2,419	$ 706
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	$ -	$ -	$ -	$ -
Due to other funds	-	15,624	1,984	-
Total Liabilities	-	15,624	1,984	-
Fund Balances:				
Unreserved - Designated for debt service	36,881	132,573	435	706
Unreserved - Designated for arbitrage rebates	3,365	2,465	-	-
Total Fund Balances	40,246	135,038	435	706
TOTAL LIABILITIES AND FUND BALANCES	$ 40,246	$ 150,662	$ 2,419	$ 706

The notes to the financial statements are an integral part of this statement.

Commissioner of Public Lands ONGARD Debt	Game and Fish Revenue Bonds Debt	NM State Fair Revenue Bonds Debt	NM State Highway Debentures Debt	NM Fin. Auth. Cigarette Tax Revenue Bonds Debt	Total
$ 18	$ 2,074	$ -	$ 10,412	$ -	$ 183,887
-	18	-	90	-	4,675
-	-	-	-	-	18,083
-	15	-	600	-	615
$ 18	$ 2,107	$ -	$ 11,102	$ -	$ 207,260
$ -	$ -	$ -	$ 1	$ -	$ 1
-	3	-	6,060	-	23,671
-	3	-	6,061	-	23,672
18	2,104		5,041	-	177,758
-	-	-	-	-	5,830
18	2,104	-	5,041	-	183,588
$ 18	$ 2,107	$ -	$ 11,102	$ -	$ 207,260

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	General Obligation Debt Service	Severance Tax Bonds Debt Service	Enhanced 911 Revenue Bonds Debt	EMNRD Revenue Bonds Debt
REVENUES:				
Interest and other investment income	$ 5,711	$ 12,708	$ 77	$ 44
Other	-	-	2,519	-
Federal funds	-	-	-	-
Total Revenues	5,711	12,708	2,596	44
EXPENDITURES:				
Principal	23,085	50,745	535	232
Interest payments	7,192	17,470	90	354
Other fiscal charges - insurance costs	196	255	-	-
Excess earnings rebates	-	-	-	-
Intergovernmental	-	-	-	-
Total Expenditures	30,473	68,470	625	586
Excess (deficiency) of revenues over expenditures	(24,762)	(55,762)	1,971	(542)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of bonds and accrued interest	661	62,872	-	297
Operating transfers in:				
State property tax levy	33,057	-	-	-
Severance taxes - oil and gas	-	181,350	-	-
Capital projects - reversion	-	1,882	-	-
Other transfers	-	-	-	592
Total transfers in	33,057	183,232	-	592
Operating transfers (out):				
Severance Tax Permanent Fund	-	(125,151)	-	-
Capital Projects Fund and other	(1)	-	(1,949)	-
Total transfers (out)	(1)	(125,151)	(1,949)	-
Net Other Financing Sources (Uses)	33,717	120,953	(1,949)	889
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	8,955	65,191	22	347
Fund balances at the beginning of the year	31,291	69,847	413	359
Fund balances at the end of the year	$ 40,246	$ 135,038	$ 435	$ 706

The notes to the financial statements are an integral part of this statement.

	Commissioner of Public Lands ONGARD Debt	Game and Fish Revenue Bonds Debt	New Mexico State Fair Revenue Bonds Debt	New Mexico State Highway Debentures Debt	New Mexico Finance Auth. Cigarette Tax Revenue Bonds Debt	Total
	$ 5	$ 91	$ -	$ 382	$ -	$ 19,018
	-	258	-	-	-	2,777
	-	322	-	-	-	322
	5	671	-	382	-	22,117
	3,960	-	-	4,675	-	83,232
	635	-	-	3,601	-	29,342
	-	-	-	-	-	451
	-	-	-	-	-	-
	-	-	-	-	-	-
	4,595	-	-	8,276	-	113,025
	(4,590)	671	-	(7,894)	-	(90,908)
	-	-	-	-	-	63,830
	-	-	-	-	-	33,057
	-	-	-	-	-	181,350
	-	-	-	-	-	1,882
	4,595	15	-	8,758	-	13,960
	4,595	15	-	8,758	-	230,249
	-	-	-	-	-	(125,151)
	-	-	-	-	-	(1,950)
	-	-	-	-	-	(127,101)
	4,595	15	-	8,758	-	166,978
	5	686	-	864	-	76,070
	13	1,418	-	4,177	-	107,518
	$ 18	$ 2,104	$ -	$ 5,041	$ -	$ 183,588

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CAPITAL PROJECTS FUNDS

Capital project funds are used to account for the financial resources to be used for the acquisition or construction of major State owned capital facilities and for capital assistance grants to local governments and public authorities.

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
June 30, 1997
(Amounts in Thousands)

	State Capitol Projects	Supreme Court Building	GSD Capital Improvement Projects	GSD Capitol Buildings Repair Fund
ASSETS				
Cash and cash equivalents	$ -	$ -	$ (2,650)	$ 6,628
Receivables, net of allowance for uncollectibles	-	-	-	63
Due from other agencies	-	-	37,738	-
Due from other funds	-	-	-	241
TOTAL ASSETS	$ -	$ -	$ 35,088	$ 6,932
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	$ -	$ -	$ 1,833	$ 249
Accrued liabilities	-	-	-	-
Due to other agencies	-	-	2,497	5
Due to other funds	-	-	354	-
Deferred Revenue	-	-	-	-
Total Liabilities	-	-	4,684	254
Fund Balances:				
Reserved for encumbrances	-	-	9,949	809
Reserved for special projects	-	-	20,455	5,869
Unreserved - Designated for capital projects	-	-	-	-
Total Fund Balances	-	-	30,404	6,678
TOTAL LIABILITIES AND FUND BALANCES	$ -	$ -	$ 35,088	$ 6,932

The notes to the financial statements are an integral part of this statement.

Game and Fish Capital Outlay	EMNRD Capital Improvements Projects Fund	NM Land Office Capital Projects	Department of Military Affairs and State Armory Capital Projects	Other Capital Improvement Projects	Highways Capital Projects	Total
$ 36	$ 5,625	$ 95	$ 429	$ 17,209	$ -	$ 27,372
-	385	1	-	735	-	1,184
-	-	-	1,338	874	-	39,950
-	102	-	23	62	12,941	13,369
$ 36	$ 6,112	$ 96	$ 1,790	$ 18,880	$ 12,941	$ 81,875
$ 13	$ 490	$ 60	$ 471	$ 1,342	$ 174	$ 4,632
-	-	-	-	-	-	-
-	-	-	-	11	-	2,513
15	117	-	23	90	76	675
-	-	-	7	9,268	-	9,275
28	607	60	501	10,711	250	17,095
-	1,077	2	1,254	7,070	12,212	32,373
-	-	34	-	435	-	26,793
8	4,428	-	35	664	479	5,614
8	5,505	36	1,289	8,169	12,691	64,780
$ 36	$ 6,112	$ 96	$ 1,790	$ 18,880	$ 12,941	$ 81,875

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	State Capitol Projects	Supreme Court Building	GSD Capital Improvement Projects	GSD Capitol Buildings Repair Fund
REVENUES:				
Interest income	$ -	$ -	$ -	$ 345
Other income	-	-	-	3,335
State General Fund Appropriations	-	-	100	-
Federal Funds	-	-	-	-
Taxes	-	-	-	-
Total Revenues	-	-	100	3,680
EXPENDITURES:				
General and administrative	9	-	854	274
Capital outlay	280	55	22,922	2,820
Total Expenditures	289	55	23,776	3,094
Excess (deficiency) of revenues over expenditures	(289)	(55)	(23,676)	586
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of bonds	289	59	12,678	-
Operating transfers in	-	-	11,937	-
Operating transfers (out)	(298)	(36)	(219)	(273)
Other sources	-	-	-	-
Reversions	-	-	(2,339)	-
Net Other Financing Sources (Uses)	(9)	23	22,057	(273)
Excess (deficiency) of revenues and other financing sources over	-	-	-	
expenditures and other financing uses	(298)	(32)	(1,619)	313
Fund balances at the beginning of the year	298	32	32,023	6,365
Fund balances at the end of the year	$ -	$ -	$ 30,404	$ 6,678

The notes to the financial statements are an integral part of this statement.

Game and Fish Capital Outlay	EMNRD Capital Improvements Projects Fund	NM Land Office Capital Projects	Department of Military Affairs and State Armory Capital Projects	Other Capital Improvement Projects	Highways Capital Projects	Total
$ -	$ 202	$ 9	$ -	$ 7	$ -	$ 563
-	-	-	-	937	-	4,272
-	400	-	-	9,467	-	9,967
-	94	-	2,841	500	-	3,435
-	2,457	-	-	-	-	2,457
-	3,153	9	2,841	10,911	-	20,694
31	1,378	60	54	10	-	2,670
772	4,429	294	5,105	14,818	606	52,101
803	5,807	354	5,159	14,828	606	54,771
(803)	(2,654)	(345)	(2,318)	(3,917)	(606)	(34,077)
-	4,546	-	-	8,567	-	26,139
-	-	-	-	1	13,278	25,216
(26)	(593)	-	-	(4,218)	(1,000)	(6,663)
-	-	-	-	1,279	-	1,279
-	-	-	-	(15)	-	(2,354)
(26)	3,953	-	-	5,614	12,278	43,617
(829)	1,299	(345)	(2,318)	1,697	11,672	9,540
837	4,206	381	3,607	6,472	1,019	55,240
$ 8	$ 5,505	$ 36	$ 1,289	$ 8,169	$ 12,691	$ 64,780

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ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises.

STATE OF NEW MEXICO

COMBINING BALANCE SHEET
ENTERPRISE FUNDS
June 30, 1997
(Amounts in Thousands)

	New Mexico Magazine	Corporation Commission Training & Education	Museum of New Mexico Press
ASSETS			
Cash and cash equivalents	$ 658	$ -	$ -
Receivables, net of allowance for uncollectibles	771	-	186
Due from other agencies	-	-	-
Due from other funds	-	-	-
Inventory and prepaid items	262	-	434
Deferred charges and other assets	-	-	-
Fixed assets, net of depreciation	108	-	13
TOTAL ASSETS	$ 1,799	$ -	$ 633
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Payables	$ 297	$ -	$ 235
Accrued liabilities	39	-	65
Due to other funds	-	-	-
Other obligations	-	-	10
Unearned premiums and subscriptions	1,378	-	-
Deferred revenue	28	-	-
Bonds payable	-	-	-
Total Liabilities	1,742	-	310
Equity and Other Credits:			
Contributed capital	100	-	-
Retained earnings	(43)	-	323
Total Equity and Other Credits	57	-	323
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	$ 1,799	$ -	$ 633

The notes to the financial statements are an integral part of this statement.

Archaeology Contract	New Mexico Industries for the Blind	Corrections Industries	Inter-Tribal Indian Ceremonial	New Mexico State Fair Commission	Total
$ -	$ 77	$ 1,309	$ -	$ 1,325	$ 3,369
-	133	430	-	223	1,743
-	160	61	-	-	221
-	38	77	-	-	115
-	180	768	-	14	1,658
-	-	-	-	28	28
-	176	1,250	-	21,037	22,584
$ -	$ 764	$ 3,895	$ -	$ 22,627	$ 29,718
$ -	$ 137	$ 112	$ -	$ 4,813	$ 5,594
-	34	67	-	137	342
-	10	35	-	-	45
-	17	113	-	115	255
-	-	-	-	-	1,378
-	-	-	-	1,982	2,010
-	-	-	-	2,850	2,850
-	198	327	-	9,897	12,474
-	766	1,422	-	4,094	6,382
-	(200)	2,146	-	8,636	10,862
-	566	3,568	-	12,730	17,244
$ -	$ 764	$ 3,895	$ -	$ 22,627	$ 29,718

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	New Mexico Magazine	Corporation Commission Training & Education	Museum of New Mexico Press
OPERATING REVENUES:			
Licenses, fees, and permits	$ -	$ -	$ -
Interest and other investment income	-	-	-
Intergovernmental	-	-	-
Other operating revenues	31	-	-
Sales income	4,819	-	622
Charges for services	-	-	-
Total Operating Revenues	4,850	-	622
OPERATING EXPENSES:			
General and administrative	4,615	-	732
Total Operating Expenses	4,615	-	732
Operating Income (Loss)	235	-	(110)
NONOPERATING REVENUES (EXPENSES):			
Nonoperating revenues	-	-	-
Nonoperating expenses and transfers	(1)	(58)	53
Net Nonoperating Revenues (Expenses) and transfers	(1)	(58)	53
Net Income (Loss)	234	(58)	(57)
Retained earnings at the beginning of the year	(277)	58	380
Retained earnings at the end of the year	$ (43)	$ -	$ 323

The notes to the financial statements are an integral part of this statement.

Archaeology Contract	New Mexico Industries for the Blind	Corrections Industries	Inter-Tribal Indian Ceremonial	New Mexico State Fair Commission	Total
$ -	$ -	$ -	$ -	$ 9,507	$ 9,507
-	-	48	-	-	48
-	-	-	-	-	-
-	-	49	-	2,157	2,237
-	170	3,612	-	1,426	10,649
-	-	-	-	-	-
-	170	3,709	-	13,090	22,441
-	780	3,965	-	12,830	22,922
-	780	3,965	-	12,830	22,922
-	(610)	(256)	-	260	(481)
-	419	309	-	562	1,290
(27)	-	-	(62)	(547)	(642)
(27)	419	309	(62)	15	648
(27)	(191)	53	(62)	275	167
27	(9)	2,093	62	8,361	10,695
$ -	$ (200)	$ 2,146	$ -	$ 8,636	$ 10,862

STATE OF NEW MEXICO

COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	New Mexico Magazine	Corporation Commission Training and Education	Museum of New Mexico Press
Cash Flows from Operating Activities:			
Operating income (loss)	$ 234	$ -	$ (110)
Adjustments to reconcile operating income to net cash provided by (use in) operating activities:			
Depreciation and amortization	27	-	6
Miscellaneous revenues (expenses)	103	-	-
(Increase) Decrease in Assets:			
Receivables	(372)	-	50
Inventory	(11)	-	(66)
Due from other funds	-	-	-
Prepaid items	(51)	-	-
Increase (Decrease) in Liabilities:			
Payables and accruals	55	(5)	69
Due to other funds	-	-	-
Deferred revenues	(152)	-	-
Advance from other funds and other liabilities	-	-	-
Compensated absences	3	-	(2)
Net cash provided by (used in) operating activities	(164)	(5)	(53)
Cash Flows from Noncapital Activities:			
Purchase/insurance of loans	-	-	-
Payments received on loans receivable	-	-	-
Contributions and intergovernmental revenues	-	-	-
Operating transfers in	-	-	54
Operating transfers out	-	(58)	-
Increase in contributed capital	-	-	-
Net cash provided by (used in) noncapital financing activities	-	(58)	54
Cash Flows from Capital and Related Financing Activities:			
Purchase of fixed assets	(8)	-	(1)
Proceeds from sale of fixed assets and bonds	-	-	-
Principal and interest paid on bonds, notes and leases	-	-	-
Net cash provided by (used in) capital and related financing activities	(8)	-	(1)
Cash Flows from Investing Activities:			
Interest on investments	-	-	-
Net cash provided by (used in) investing activities	-	-	-
Increase (decrease) in cash and cash equivalents	(172)	(63)	-
Cash and cash equivalents at the beginning of year	830	63	-
Cash and cash equivalent at the end of the year	$ 658	$ -	$ -

The notes to the financial statements are an integral part of this statement.

Archaeology Contract	New Mexico Industries for the Blind	Corrections Industries	Inter-Tribal Indian Ceremonial	New Mexico State Fair Commission	Total
$ -	$ (610)	$ (256)	$ -	$ 275	$ (467)
-	24	148	-	1,035	1,240
-	-	-	-	(11)	92
-	(46)	328	-	(172)	(212)
-	156	(46)	-	11	44
-	-	62	-	-	62
-	-	-	-	-	(51)
-	97	(36)	-	271	451
-	-	(4)	-	-	(4)
-	-	(14)	-	(655)	(821)
-	-	-	-	(100)	(100)
-	(7)	1	-	-	(5)
-	(386)	183	-	654	229
-	-	-	-	-	-
-	-	-	-	(578)	(578)
-	336	-	-	-	336
-	-	309	-	-	363
-	-	-	-	-	(58)
-	-	-	-	392	392
-	336	309	-	(186)	455
-	(1)	(130)	-	(278)	(418)
-	-	183	-	(328)	(145)
-	-	-	-	-	-
-	(1)	53	-	(606)	(563)
-	-	44	-	-	44
-	-	44	-	-	44
-	(51)	589	-	(138)	165
-	128	720	-	1,463	3,204
$ -	$ 77	$ 1,309	$ -	$ 1,325	$ 3,369

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INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the State on a cost-reimbursement basis.

STATE OF NEW MEXICO

COMBINING BALANCE SHEET

INTERNAL SERVICE FUNDS

June 30, 1997

(Amounts in Thousands)

	New Mexico State Auditor	New Mexico Public School Insurance Authority	New Mexico Retirees Health Care Act	New Mexico Risk Management
ASSETS				
Cash and cash equivalents	$ -	$ 44,952	$ 5,955	$ 24,652
Receivables, net of allowance for uncollectibles	-	437	2,452	2,285
Due from other agencies	-	-	-	502
Due from other funds	-	-	-	1,624
Inventory and prepaid items	-	273	-	-
Deferred charges and other assets	-	-	-	136,452
Investments held by others		-	79,571	-
Fixed assets, net of depreciation	-	653	377	221
TOTAL ASSETS	$ -	$ 46,315	$ 88,355	$ 165,736
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Payables	$ -	$ 644	$ 74	$ 96,717
Accrued liabilities	-	-	-	209
Due to other funds	-	-	-	1,626
Due to other governmental entities	-	-	-	1,534
Other obligations	-	-	-	-
Reserved for losses and loss adjustments	-	33,428	6,180	-
Unearned premiums and due to carrier	-	313	2,956	-
Bonds payable	-	-	-	-
Total Liabilities	-	34,385	9,210	100,086
Equity and Other Credits:				
Contributed capital	-	-	-	2
Retained earnings (deficit)	-	11,930	79,145	65,648
Total Equity and Other Credits	-	11,930	79,145	65,650
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	$ -	$ 46,315	$ 88,355	$ 165,736

The notes to the financial statements are an integral part of this statement.

Office of Cultural Affairs Archaeological Studies	New Mexico Finance Authority	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Corporation Commission Reproduction and Aircraft	Total
$ -	$ 3,320	$ 157	$ 9,046	$ 1,156	$ 50	$ 25	$ 89,313
267	293	175	8,146	412	5	-	14,472
618	-	-	-	-	-	9	1,129
-	179	3	39	-	-	25	1,870
-	-	188	256	29	12	-	758
-	1,205	-	-	-	-	-	137,657
-	-	-	-	-	-	-	79,571
52	28	899	15,323	2,665	33	-	20,251
$ 937	$ 5,025	$ 1,422	$ 32,810	$ 4,262	$ 100	$ 59	$ 345,021
$ 800	$ 89	$ 137	$ 2,669	$ 112	$ 9	$ -	$ 101,251
68	30	106	973	85	-	-	1,471
-	248	-	43	99	-	110	2,126
-	55	-	-	-	-	-	1,589
46	-	-	-	-	-	-	46
-	-	-	-	-	-	-	39,608
-	-	-	-	-	-	-	3,269
-	5,400	-	-	-	-	-	5,400
914	5,822	243	3,685	296	9	110	154,760
60	1,701	981	12,379	6,445	-	-	21,568
(37)	(2,498)	198	16,746	(2,479)	91	(51)	168,693
23	(797)	1,179	29,125	3,966	91	(51)	190,261
$ 937	$ 5,025	$ 1,422	$ 32,810	$ 4,262	$ 100	$ 59	$ 345,021

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

INTERNAL SERVICE FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	New Mexico State Auditor	New Mexico Public School Insurance Authority	New Mexico Retirees Health Care Act	New Mexico Risk Management	Office of Cultural Affair Archaelogical Studies
OPERATING REVENUES:					
Charges for services	$ -	$ 112,169	$ -	$ 53,782	$ 1,972
Employee contributions	-	-	9,522	-	-
Employer contributions	-	-	19,035	-	-
Retiree contributions	-	-	21,446	-	-
Interest and other investment income	-	3,000	423	10,238	-
Other operating revenues	-	163	4,032	1,073	17
Total Operating Revenues	-	115,332	54,458	65,093	1,989
OPERATING EXPENSES:					
General and administrative	-	3,280	1,253	31,074	1,891
Benefits, claims and premiums	-	31,021	49,085	-	-
Losses	-	78,943	83	-	-
Total Operating Expenses	-	113,244	50,421	31,074	1,891
Operating Income (Loss)	-	2,088	4,037	34,019	98
NONOPERATING REVENUES (EXPENSES):					
Net Increase in Fair Value of Investments	-	-	12,304	-	-
Nonoperating revenues	-	94	-	-	-
Nonoperating expenses	-	-	-	(8)	-
Operating Transfers	220	-	-	-	(135)
Net Nonoperating Revenues (Expenses)	220	94	12,304	(8)	(135)
Net Income (Loss)	220	2,182	16,341	34,011	(37)
Retained earnings at the beginning of the year, as previously reported	(220)	9,748	56,544	(6,783)	-
Prior period adjustments (Note 7)	-	-	6,260	38,420	-
Retained earnings at the beginning of the year, restated	(220)	9,748	62,804	31,637	-
Retained earnings at the end of the year	$ -	$ 11,930	$ 79,145	$ 65,648	$ (37)

The notes to the financial statements are an integral part of this statement.

New Mexico Finance Authority	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Corporation Commission Reproduction and Aircraft	Total
$ 226	$ 2,421	$ 45,313	$ 1,990	$ 78	$ 59	$ 218,010
-	-	-	-	-	-	9,522
-	-	-	-	-	-	19,035
-	-	-	-	-	-	21,446
381	-	-	-	-	-	14,042
-	30	193	54	-	-	5,562
607	2,451	45,506	2,044	78	59	287,617
695	2,646	53,171	4,346	64	-	98,420
-	-	-	-	-	-	80,106
-	-	-	-	-	-	79,026
695	2,646	53,171	4,346	64	-	257,552
(88)	(195)	(7,665)	(2,302)	14	59	30,065
-	-	-	-	-	-	12,304
1,750	-	10,760	1,020	7	-	13,631
(913)	-	(125)	(96)	-	-	(1,142)
(6,682)	-	-	-	-	(40)	(6,637)
(5,845)	-	10,635	924	7	(40)	18,156
(5,933)	(195)	2,970	(1,378)	21	19	48,221
3,412	393	13,776	(1,101)	67	(70)	75,766
23	-	-	-	3	-	44,706
3,435	393	13,776	(1,101)	70	(70)	120,472
$ (2,498)	$ 198	$ 16,746	$ (2,479)	$ 91	$ (51)	$ 168,693

STATE OF NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	New Mexico State Auditor	New Mexico Public School Insurance Authority	New Mexico Retiree Health Care Act	New Mexico Risk Management	Office of Cultural Affairs Archaeological Studies
Cash Flows from Operating Activities:					
Operating income (loss)	$ -	$ 2,183	$ 16,340	$ 23,781	$ 98
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:					
Depreciation and amortization	-	31	24	86	39
Miscellaneous revenues (expenses)	-	2,343	83	30	-
(Increase) Decrease in Assets:					
Receivables	-	1	945	(1,588)	31
Inventory	-	-	-	-	-
Due from other funds	-	6	-	-	-
Prepaid items	-	(22)	-	(289)	-
Deferred charges	-	(64)	973	-	-
Increase (Decrease) in Liabilities:					
Payables and accruals	-	(1,927)	(3,798)	(23,194)	145
Due to other funds	-	-	-	1,061	-
Deferred revenues	-	-	-	-	-
Advance from other funds	-	-	-	-	-
Compensated absences	-	-	-	-	2
Net cash provided by (used in) operating activities	-	2,551	14,567	(113)	315
Cash Flows from Noncapital Activities:					
Purchase/insurance of loans	-	(163)	-	-	-
Payments received on loans receivable	-	50	-	-	-
Contributions and intergovernmental revenues	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	(333)	-	-	(13,398)	(308)
Repayment of debt	-	-	-	-	-
Increase in contributed capital	-	-	-	-	-
Net cash provided by (used in) noncapital financing activities	(333)	(113)	-	(13,398)	(308)
Cash Flows from Capital and Related financing activities:					
Purchase of fixed assets and other	-	(40)	(28)	(121)	(7)
Proceeds from sale of fixed assets and bonds	-	-	-	-	-
Net cash provided by (used in) capital and related financing activities	-	(40)	(28)	(121)	(7)
Cash Flows from Investing Activities:					
Purchase of investments	-	-	(19,296)	4,181	-
Net cash provided by (used in) investing activities	-	-	(19,296)	4,181	-
Increase (decrease) in cash and cash equivalents	(333)	2,398	(4,757)	(9,451)	-
Cash and cash equivalents at the beginning of year	333	42,554	10,712	34,103	-
Cash and cash equivalent at the end of year	$ -	$ 44,952	$ 5,955	$ 24,652	$ -

The notes to the financial statements are an integral part of this statements.

New Mexico Finance Authority	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Corporation Commission Reproduction and Aircraft	Total
$ (88)	$ (195)	$ (7,665)	$ (2,302)	$ 21	$ 59	$ 32,232
15	243	2,933	1,649	4	-	5,024
-	-	(509)	(15)	-	-	1,932
-	158	2,937	117	(1)	-	2,600
16	(54)	25	17	(5)	-	(1)
-	-	-	-	-	-	6
-	-	-	-	-	-	(311)
-	-	-	-	-	-	909
(6)	(66)	595	35	9	-	(28,207)
11	-	(2,675)	(2)	-	-	(1,605)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
4	-	-	-	-	-	6
(48)	86	(4,359)	(501)	28	59	12,585
-	-	-	-	-	-	(163)
-	-	-	-	-	-	50
1,899	-	-	-	-	-	1,899
128	-	13,520	349	-	(40)	13,957
(6,628)	-	(15)	-	-	-	(20,682)
(2,650)	(196)	-	-	-	-	(2,846)
-	-	-	-	-	-	-
(7,251)	(196)	13,505	349	-	(40)	(7,785)
(338)	(2)	(3,762)	(239)	(28)	-	(4,565)
5,520	-	26	607	-	-	6,153
5,182	(2)	(3,736)	368	(28)	-	1,588
-	-	-				(15,115)
-	-	-	-	-	-	(15,115)
(2,117)	(112)	5,410	216	-	19	(8,727)
5,437	269	3,636	940	50	6	98,040
$ 3,320	$ 157	$ 9,046	$ 1,156	$ 50	$ 25	$ 89,313

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TRUST AND AGENCY FUNDS

Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Expendable Trust Funds - to account for resources that the State holds as a trustee. Both the principal and earnings of expendable trust funds may be used for purposes allowed under the trust agreements.

Nonexpendable Trust Funds - to account for resources that the State holds as a trustee where the principal may not be expended.

Agency Funds - to account for resources that the State holds as an agent for individuals, private organizations, other governments and/or other funds.

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
TRUST AND AGENCY FUNDS
June 30, 1997
(Amounts in Thousands)

	EXPENDABLE			
	Patient's Compensation Fund	Subsequent Injury Fund	Trust Funds with Superintendent of Insurance	Tutor/ Scholars Program Fund
ASSETS				
Cash and cash equivalents	$ 22,446	$ 2,773	$ 5,438	$ 5
Receivables, net of allowance for uncollectibles	211	27	-	-
Due from other agencies	-	-	-	-
Due from other funds	3	1	-	-
Investments, at fair value	-	-	-	-
Investments held by others	-	-	-	-
Investments, at cost	-	-	325,767	-
Other assets	-	-	-	-
TOTAL ASSETS	$ 22,660	$ 2,801	$ 331,205	$ 5
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Payables	$ 940	$ 51	$ -	$ -
Accrued liabilities	-	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	-	-	-
Due to other governmental entities	-	-	-	-
Advances from others	-	-	-	-
Funds held for others	-	-	331,205	-
Other obligations	-	-	-	-
Undistributed income	-	-	-	-
Investments held for others	-	-	-	-
Available for appropriation for others	-	-	-	-
Bonds payable	-	-	-	-
Total Liabilities	940	51	331,205	-
Equity and Other Credits:				
Net assets held in trust for pension benefits	-	-	-	-
Fund Balances:				
Reserved for encumbrances	4,158	1,516	-	-
Reserved for special projects	17,562	1,234	-	5
Reserved for unemployment benefits	-	-	-	-
Reserved for Permanent Fund beneficiaries	-	-	-	-
Reserved for other beneficiaries	-	-	-	-
Total Equity and Other Credits	21,720	2,750	-	5
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	$ 22,660	$ 2,801	$ 331,205	$ 5

The notes to the financial statements are an integral part of this statement.

TRUST FUNDS				
N M Finance Authority Trust Funds	Unemployment Insurance Trust	Group Insurance Premium Stabilization Fund	Children's Trust Fund	Hospitals and Medical Centers Trust Fund
$ 59,316	$ 56	$ 22,527	$ 293	$ 164
46,198	25,926	243	-	-
-	-	-	7	-
125	-	-	-	1
-	-	-	-	-
-	-	-	-	-
7,203	404,892	-	-	-
-	-	-	-	-
$ 112,842	$ 430,874	$ 22,770	$ 300	$ 165
$ 24	$ 5,290	$ 3,437	$ 34	$ -
-	-	-	-	-
17,783	-	-	-	-
86	-	-	-	-
519	-	-	-	-
-	295	-	-	-
16,774	238	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
70,455	-	-	-	-
105,641	5,823	3,437	34	-
-	-	-	-	-
-	-	-	-	-
7,201	-	19,333	266	-
-	425,051	-	-	-
-	-	-	-	-
-	-	-	-	165
7,201	425,051	19,333	266	165
$ 112,842	$ 430,874	$ 22,770	$ 300	$ 165

STATE OF NEW MEXICO
COMBINING BALANCE SHEET (CONTINUED)
TRUST AND AGENCY FUNDS
June 30, 1997
(Amounts in Thousands)

	NONEXPENDABLE			
	State Permanent Fund Capital	Severance Tax Permanent Fund	Bartlett Trust Fund	Children's Trust Fund
ASSETS				
Cash and cash equivalents	$ 84,627	$ 98,068	$ 185	$ 1,627
Receivables, net of allowance for uncollectibles	46,839	24,998	-	-
Due from other agencies	-	-	1	-
Due from other funds	88	-	-	-
Investments, at fair value	-	-	-	-
Investments held by others	-	-	-	-
Investments, at cost	4,570,434	2,458,974	-	-
Other assets	-	-	-	-
TOTAL ASSETS	$ 4,701,988	$ 2,582,040	$ 186	$ 1,627
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Payables	$ 599,677	$ 299,153	$ -	$ -
Accrued liabilities	-	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	-	-	-
Due to other governmental entities	-	-	-	-
Advances from others	-	-	-	-
Funds held for others	-	-	-	-
Other obligations	-	68	-	-
Undistributed income	41,847	-	-	-
Investments held for others	-	-	-	-
Available for appropriation for others	-	-	-	-
Bonds payable	-	-	-	-
Total Liabilities	641,524	299,221	-	-
Equity and Other Credits:				
Net assets held in trust for pension benefits	-	-	-	-
Fund Balances:				
Reserved for encumbrances	-	-	-	-
Reserved for special projects	-	-	186	1,627
Reserved for unemployment benefits	-	-	-	-
Reserved for Permanent Fund beneficiaries	4,060,464	-	-	-
Reserved for other beneficiaries	-	2,282,819	-	-
Total Equity and Other Credits	4,060,464	2,282,819	186	1,627
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	$ 4,701,988	$ 2,582,040	$ 186	$ 1,627

The notes to the financial statements are an integral part of this statement.

TRUST			FUNDS	
Eva Lou Kelly Scholarship Fund	Wastewater Facility Construction	Rural Infrastructure Revolving	N M Finance Authority Primary Care Fund	Legislative Endowment Scholarship Fund
$ 27	$ 16,762	$ 10,438	$ 5,653	$ 1,500
-	64,594	12,594	53	-
-	-	93	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
20	-	-	-	-
-	15	-	-	-
$ 47	$ 81,371	$ 23,125	$ 5,706	$ 1,500
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	73	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	73	-	-	-
-	-	-	-	-
-	-	18	-	-
47	81,298	23,107	5,706	1,500
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
47	81,298	23,125	5,706	1,500
$ 47	$ 81,371	$ 23,125	$ 5,706	$ 1,500

STATE OF NEW MEXICO
COMBINING BALANCE SHEET (CONTINUED)
TRUST AND AGENCY FUNDS
June 30, 1997
(Amounts in Thousands)

	PENSION	TRUST			
	Public Employees' Retirement Fund	Judicial Retirement Fund	Magistrate Retirement Fund	Volunteer Firefighters Retirement	Educational Employees' Retirement
ASSETS					
Cash and cash equivalents	$ 390,909	$ 3,731	$ 755	$ 793	$ 36,067
Receivables, net of allowance for uncollectibles	372,337	344	336	90	67,414
Due from other agencies	-	-	-	-	-
Due from other funds	123	70	35	-	-
Investments, at fair value	5,098,383	35,857	17,346	14,268	5,777,944
Investments held by others	-	-	-	-	-
Investments, at cost	-	-	-	-	-
Other assets	4,601	-	-	-	1,187
TOTAL ASSETS	$ 5,866,353	$ 40,002	$ 18,472	$ 15,151	$ 5,882,612
LIABILITIES, EQUITY AND OTHER CREDITS					
Liabilities:					
Payables	$ 559,997	$ -	$ -	$ -	$ 1,880
Accrued liabilities	112	-	-	-	61
Due to other agencies	-	-	-	-	52
Due to other funds	-	50	79	98	-
Due to other governmental entities	-	-	-	-	-
Advances from others	-	-	-	-	773,021
Funds held for others	358	-	-	-	214
Other obligations	120	-	-	-	49
Undistributed income	-	-	-	-	-
Investments held for others	-	-	-	-	-
Available for appropriation for others	-	-	-	-	-
Bonds payable	-	-	-	-	-
Total Liabilities	560,587	50	79	98	775,277
Equity and Other Credits:					
Net assets held in trust for pension benefits	5,305,766	39,952	18,393	15,053	5,107,335
Fund Balances:					
Reserved for encumbrances	-	-	-	-	-
Reserved for special projects	-	-	-	-	-
Reserved for unemployment benefits	-	-	-	-	-
Reserved for Permanent Fund beneficiaries	-	-	-	-	-
Reserved for other beneficiaries	-	-	-	-	-
Total Equity and Other Credits	5,305,766	39,952	18,393	15,053	5,107,335
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	$ 5,866,353	$ 40,002	$ 18,472	$ 15,151	$ 5,882,612

The notes to the financial statements are an integral part of this statement.

AGENCY FUNDS					
Allotment Related Funds	Federal Receipts Funds	Other Agency Funds	Receipts Pending Distributions Funds	Suspense Related Funds	Total
$ 182,611	$ -	$ 66,227	$ 12,819	$ 375,202	$ 1,401,019
-	-	35,990	8,329	3,015	709,538
-	-	27,990	14,705	501	43,297
70	-	(161)	8,233	19,217	27,805
-	-	-	-	-	10,943,798
-	-	10,942	-	34,710	45,652
-	-	340,823	-	-	8,108,113
-	-	135	-	3,205	9,143
$ 182,681	$ -	$ 481,946	$ 44,086	$ 435,850	$ 21,288,365
$ -	$ -	$ 30,639	$ 7	$ 24,434	$ 1,525,563
-	-	-	-	-	173
68,993	-	6,122	20,913	39,596	153,459
571	-	20,181	16,867	277,887	315,892
113,117	-	16,081	-	70,442	200,159
-	-	-	-	-	773,316
-	-	242,112	1,237	23,382	615,520
-	-	-	-	109	346
-	-	-	-	-	41,847
-	-	166,811	-	-	166,811
-	-	-	5,062	-	5,062
-	-	-	-	-	70,455
182,681	-	481,946	44,086	435,850	3,868,603
-	-	-	-	-	10,486,499
-	-	-	-	-	5,692
-	-	-	-	-	159,072
-	-	-	-	-	425,051
-	-	-	-	-	4,060,464
-	-	-	-	-	2,282,984
-	-	-	-	-	17,419,762
$ 182,681	$ -	$ 481,946	$ 44,086	$ 435,850	$ 21,288,365

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Patient's Compensation Fund	Subsequent Injury Fund	Trust Funds With Superintendent of Insurance
REVENUES:			
Interest and other investment income	$ 1,071	$ 497	$ -
Donations	-	-	-
Premium surcharges - insurance assessments	8,959	3	-
Taxes	-	-	-
Other	-	-	-
Charges for services	-	-	-
Total Revenues	10,030	500	-
EXPENDITURES:			
Claims	4,692	-	-
Insurance claims	-	781	-
Benefits	-	-	-
Other	-	-	-
Total Expenditures	4,692	781	-
Excess (deficiency) of revenues over expenditures	5,338	(281)	-
OTHER FINANCING SOURCES (USES):			
Operating transfers (out):			
State General Fund	-	-	-
Other Transfers	(120)	(7,800)	-
Net Other Financing Sources (Uses)	(120)	(7,800)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,218	(8,081)	-
Fund balances at the beginning of the year	16,502	10,831	-
Fund balances at the end of the year	$ 21,720	$ 2,750	$ -

The notes to the financial statements are an integral part of this statement.

New Mexico Finance Authority Trust Funds	Tutor/ Scholars Program Fund	Unemployment Insurance Trust Fund	Children's Trust Fund	Hospitals and Medical Centers Trust Fund	Group Insurance Premium Stabilization Fund	Total
$ 3,972	$ -	$ 26,157	$ -	$ -	$ 15,744	$ 47,441
-	-	-	-	-	-	-
-	-	-	-	-	-	8,962
14,828	-	91,609	-	-	-	106,437
-	-	5,411	215	319	-	5,945
157	-	-	-	-	57,558	57,715
18,957	-	123,177	215	319	73,302	226,500
-	-	-	-	-	-	4,692
-	-	-	-	-	-	781
-	-	83,862	-	-	-	83,862
19,973	-	-	314	306	62,960	83,553
19,973	-	83,862	314	306	62,960	172,888
(1,016)	-	39,315	(99)	13	10,342	53,612
-	-	-	164	-	-	164
(8,601)	-	1,187	-	-	-	(15,334)
(8,601)	-	1,187	164	-	-	(15,170)
(9,617)	-	40,502	65	13	10,342	38,442
16,818	5	384,549	201	152	8,991	438,049
$ 7,201	$ 5	$ 425,051	$ 266	$ 165	$ 19,333	$ 476,491

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
NONEXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	State Permanent Capital Fund	Severance Tax Permanent Fund	Bartlett Trust Fund	N M Finance Authority Primary Care Fund
OPERATING REVENUES:				
Interest and other investment income	$ 388,281	$ 203,778	$ 10	$ 291
Other operating revenues	-	-	-	-
Total Operating Revenues	388,281	203,778	10	291
OPERATING EXPENSES:				
Other operating expenses	1,732	-	-	-
Distribution of income	250,000	133,634	-	-
Total Operating Expenses	251,732	133,634	-	-
Operating Income (Loss)	136,549	70,144	10	291
NONOPERATING REVENUES (EXPENSES) AND TRANSFERS:				
Proceeds from sale of bonds	-	-	-	-
Nonoperating revenues	-	-	-	-
Nonoperating expenses	-	-	-	-
Transfers	147,766	150,044	-	-
Net Nonoperating Revenues (Expenses) and Transfers	147,766	150,044	-	-
Net Income (Loss)	284,315	220,188	10	291
Fund balances at the beginning of the year	3,776,149	2,062,631	176	5,415
Fund balances at the end of the year	$ 4,060,464	$ 2,282,819	$ 186	$ 5,706

The notes to the financial statements are an integral part of this statement.

Children's Trust Fund	Eva Lou Kelly Scholarship Fund	Wastewater Facility Construction Fund	Rural Infrastructure Revolving Fund	Legislative Endowment Scholarship Fund	Total
$ -	$ 3	$ 3,437	$ 2,944	$ -	$ 598,744
119	-	-	-	-	119
119	3	3,437	2,944	-	598,863
-	1	53	1,524	-	3,310
-	-	-	-	-	383,634
-	1	53	1,524	-	386,944
119	2	3,384	1,420	-	211,919
-	-	-	-	-	-
-	-	14,925	1,712	-	16,637
-	-	-	-	-	-
-	-	-	-	-	297,810
-	-	14,925	1,712	-	314,447
119	2	18,309	3,132	-	526,366
1,508	45	62,989	19,993	1,500	5,930,406
$ 1,627	$ 47	$ 81,298	$ 23,125	$ 1,500	$ 6,456,772

STATE OF NEW MEXICO

COMBINING STATEMENT OF CASH FLOWS
ALL NON-EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	State Permanent Capital Fund	Severance Tax Permanent Fund	Bartlett Trust Fund	N M Finance Authority Primary Care Fund
Cash Flows from Operating Activities:				
Operating income (loss)	$ 284,315	$ 195,669	$ 10	291
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Net gain on sale of securities	(136,549)	(74,363)	-	-
Amortization of premiums and discounts	(829)	(1,756)	-	-
Miscellaneous revenues (expenses)	-	-	-	-
(Increase) Decrease in Assets:				
Receivables	1,510	2,478	-	362
Inventory	-	-	-	-
Due from other funds and other agencies	83	-	-	-
Increase (Decrease) in Liabilities:				
Payables and accruals	-	-	-	-
Due to other funds	(1,422)	-	-	-
Undistributed income due to beneficiaries	-	-	-	-
Net cash provided by (used in) operating activities	147,108	122,028	10	653
Cash Flows from Noncapital Activities:				
Purchase/insurance of loans	-	-	-	-
Payments received on loans receivable	-	-	-	-
Contributions and intergovernmental revenues	-	-	-	-
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Loss on extinguishment of debt	-	-	-	-
Increase in contributed capital	-	-	-	-
Net cash provided by (used in) noncapital financing activities	-	-	-	-
Cash Flows from Capital and Related Financing Activities:				
Purchase of fixed assets	-	-	-	-
Proceeds from sale of revenue bonds	-	-	-	-
Principal and interest paid on bonds, notes, and leases	-	-	-	-
Net cash provided by (used in) capital and related financing activities	-	-	-	-
Cash Flows from Investing Activities:				
Proceeds from sale of investments	1,521,145	1,047,955	-	-
Purchase of investments	(1,639,158)	(1,130,627)	-	-
Interest on investments	-	-	-	-
Net cash provided by (used in) investing activities	(118,013)	(82,672)	-	-
Increase (decrease) in cash and cash equivalents	29,095	39,356	10	653
Cash and cash equivalents at beginning of year	55,532	58,712	175	5,000
Cash and cash equivalents at the end of year	$ 84,627	$ 98,068	$ 185	5,653

The notes to the financial statements are an integral part of this statement.

Children's Trust Fund	Eva Lou Kelly Scholarship Fund	Wastewater Facility Construction Fund	Rural Infrastructure Revolving Fund	Legislative Endowment Scholarship Fund	Total
$ 119	$ 2	$ 3,384	$ 1,420	-	$ 485,210
-	-	-	-	-	(210,912)
-	-	-	-	-	(2,585)
-	-	-	(181)	-	(181)
-	-	(16,804)	(1,239)	-	(13,693)
-	-	-	-	-	-
-	-	(2)	(18)	-	63
-	-	(140)	-	-	(140)
-	-	55	-	-	(1,367)
-	-	-	-	-	-
119	2	(13,507)	(18)	-	256,395
-	-	-	-	-	-
-	-	-	-	-	-
-	-	14,925	1,713	-	16,638
-	-	-	-	1,500	1,500
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	14,925	1,713	1,500	18,138
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	2,569,100
-	-	-	-	-	(2,769,785)
-	-	-	-	-	-
-	-	-	-	-	(200,685)
119	2	1,418	1,695	1,500	73,848
1,508	25	15,344	8,743	-	145,039
$ 1,627	$ 27	$ 16,762	$ 10,438	1,500	$ 218,887

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES

PENSION TRUST FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	Public Employees' Retirement Fund	Judicial Retirement Fund
OPERATING REVENUES:		
Employee contributions	$ 109,624	$ 310
Employer contributions	162,496	2,286
Interest and other investment income	873,646	6,827
Other operating revenues	9,150	242
Total Operating Revenues	1,154,916	9,665
OPERATING EXPENSES:		
General and administrative	12,611	12
Benefits and claims	182,217	2,461
Refunds	21,487	-
Total Operating Expenses	216,315	2,473
Operating Income (Loss)	938,601	7,192
NONOPERATING REVENUES (EXPENSES):		
Net increase in fair value of investments	-	-
Nonoperating revenues	-	-
Nonoperating expenses	-	-
Net Nonoperating Revenues (Expenses)	-	-
Net Income (Loss)	938,601	7,192
Fund balances at the beginning of the year, as previously reported	4,367,165	32,760
Prior period adjustments (Note 7)	-	-
Fund balance at beginning of year, as restated	4,367,165	32,760
Fund balances at the end of the year	$ 5,305,766	$ 39,952

The notes to the financial statements are an integral part of this statement.

Magistrate Retirement Fund	Volunteer Firefighters Retirement	Educational Employees' Retirement	Total
$ 167	$ -	$ 115,616	$ 225,717
1,086	750	130,033	296,651
3,323	2,793	220,812	1,107,401
-	-	2,219	11,611
4,576	3,543	468,680	1,641,380
7	1	2,377	15,008
654	119	231,602	417,053
-	-	24,683	46,170
661	120	258,662	478,231
3,915	3,423	210,018	1,163,149
-	-	1,278,521	1,278,521
-	-	-	-
-	-	-	-
-	-	1,278,521	1,278,521
3,915	3,423	1,488,539	2,441,670
14,478	11,630	3,618,796	8,044,829
-	-	-	-
14,478	11,630	3,618,796	8,044,829
$ 18,393	$ 15,053	$ 5,107,335	$ 10,486,499

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS - By Classification

For the Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

		Balance July 1, 1996		Adjustments To Beginning Balance
ALLOTMENT RELATED FUNDS				
ASSETS:				
Cash and cash equivalents	$	237,837	$	(12,917)
Receivables, net of allowances		3		(3)
Due from other funds		103		(103)
TOTAL ASSETS	$	237,943	$	(13,023)
LIABILITIES:				
Due to other agencies	$	111,445	$	-
Due to other funds		124		(124)
Due to other governmental entities		126,281		(12,806)
Funds held for others		93		(93)
TOTAL LIABILITIES	$	237,943	$	(13,023)
FEDERAL RECEIPTS FUND				
ASSETS:				
Cash and cash equivalents	$	11,518	$	-
Due from other funds		95		-
TOTAL ASSETS	$	11,613	$	-
LIABILITIES:				
Due to other funds	$	16	$	-
Due to other governmental entities		11,597		-
Funds held for others		-		
TOTAL LIABILITIES	$	11,613	$	-
OTHER AGENCY FUNDS				
ASSETS:				
Cash and cash equivalents	$	100,915	$	(77)
Receivables, net of allowance		33,179		-
Due from other agencies		29,607		-
Due from other funds		(457)		-
Other assets		250		-
Investments held by others		7,933		-
Investments, at cost		148,382		-
TOTAL ASSETS	$	319,809	$	(77)
LIABILITIES:				
Payables	$	40,794	$	-
Due to other agencies		16,191		-
Due to other funds		16,709		-
Due to other governmental entities		9,600		-
Investments held for others		-		-
Funds held for others		236,515		(77)
TOTAL LIABILITIES	$	319,809	$	(77)

The notes to the financial statements are an integral part of this statement.

Additions	Deductions	Balance June 30, 1997
$ 73,080	$ 115,389	$ 182,611
-	-	-
70	-	70
$ 73,150	$ 115,389	$ 182,681
$ 72,579	$ 115,031	$ 68,993
571	-	571
-	358	113,117
-	-	-
$ 73,150	$ 115,389	$ 182,681
$ -	$ 11,518	$ -
-	95	-
$ -	$ 11,613	$ -
$ -	$ 16	$ -
-	11,597	-
		-
$ -	$ 11,613	$ -
$ 1,028,802	$ 1,063,413	$ 66,227
157,531	154,720	35,990
29,794	31,411	27,990
1,525	1,229	(161)
-	115	135
3,009	-	10,942
211,051	18,610	340,823
$ 1,431,712	$ 1,269,498	$ 481,946
$ 31,366	$ 41,521	$ 30,639
1,012,637	1,022,706	6,122
42,581	39,109	20,181
30,840	24,359	16,081
166,811	-	166,811
147,477	141,803	242,112
$ 1,431,712	$ 1,269,498	$ 481,946

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
AGENCY FUNDS - By Classification
For the Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Balance July 1, 1996	Adjustments To Beginning Balance
RECEIPTS PENDING DISTRIBUTIONS FUNDS		
ASSETS:		
Cash and cash equivalents	$ 56,924	$ -
Receivables, net of allowance	13,398	-
Due from other agencies	219,154	-
Due from other funds	18,912	-
TOTAL ASSETS	$ 308,388	$ -
LIABILITIES:		
Payables	$ 10	$ -
Due to other agencies	119,348	-
Due to other funds	140,449	-
Due to other governmental entities	-	-
Funds held for others	1,178	-
Available for appropriation for others	47,403	-
TOTAL LIABILITIES	$ 308,388	$ -
SUSPENSE RELATED FUNDS		
ASSETS:		
Cash and cash equivalents	$ 330,305	$ -
Receivables, net of allowance	5,755	-
Due from other agencies	501	-
Due from other funds	21,364	-
Other assets	-	-
Investments held by others	33,218	-
TOTAL ASSETS	$ 391,143	$ -
LIABILITIES:		
Payables	$ 19,128	$ -
Due to other agencies	36,955	-
Due to other funds	243,779	-
Due to other governmental entities	69,227	-
Other obligations	-	-
Funds held for others	22,054	-
TOTAL LIABILITIES	$ 391,143	$ -

The notes to the financial statements are an integral part of this statement.

Additions	Deductions	Balance June 30, 1996
$ 739,711	$ 783,816	$ 12,819
15,002	20,071	8,329
1,671	206,120	14,705
751	11,430	8,233
$ 757,135	$ 1,021,437	$ 44,086
$ 423	$ 426	$ 7
567,394	665,829	20,913
103,917	227,499	16,867
-	-	-
83,063	83,004	1,237
2,338	44,679	5,062
$ 757,135	$ 1,021,437	$ 44,086
$ 4,068,274	$ 4,023,377	$ 375,202
18,646	21,386	3,015
-	-	501
3,173	5,320	19,217
18,957	15,752	3,205
8,889	7,397	34,710
$ 4,117,939	$ 4,073,232	$ 435,850
$ 172,797	$ 167,491	$ 24,434
55,615	52,974	39,596
2,008,494	1,974,386	277,887
1,789,347	1,788,132	70,442
352	243	109
91,334	90,006	23,382
$ 4,117,939	$ 4,073,232	$ 435,850

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
AGENCY FUNDS - By Classification
For the Fiscal Year Ended June 30, 1997
(Amounts in Thousands)

	Balance July 1, 1996	Adjustments To Beginning Balance
TOTAL ASSETS AND LIABILITIES - ALL AGENCY FUNDS		
ASSETS:		
Cash and cash equivalents	$ 737,499	$ (12,994)
Receivables, net of allowance	52,335	(3)
Due from other agencies	249,262	-
Due from other funds	40,017	(103)
Other Assets	250	-
Investments held by others	41,151	-
Investments, at cost	148,382	-
TOTAL ASSETS	$ 1,268,896	$ (13,100)
LIABILITIES:		
Payables	$ 59,932	$ -
Due to other agencies	283,939	-
Due to other funds	401,077	(124)
Due to other governmental entities	216,705	(12,806)
Other obligations	-	-
Funds held for others	259,840	(170)
Investments held for others	-	-
Available for appropriation for others	47,403	-
TOTAL LIABILITIES	$ 1,268,896	$ (13,100)

The notes to the financial statements are an integral part of this statement.

Additions		Deductions		Balance June 30, 1996	
$	5,909,867	$	5,997,513	$	636,859
	191,179		196,177		47,334
	31,465		237,531		43,196
	5,519		18,074		27,359
	18,957		15,867		3,340
	11,898		7,397		45,652
	211,051		18,610		340,823
$	6,379,936	$	6,491,169	$	1,144,563
$	204,586	$	209,438	$	55,080
	1,708,225		1,856,540		135,624
	2,155,563		2,241,010		315,506
	1,820,187		1,824,446		199,640
	352		243		109
	321,874		314,813		266,731
	166,811		-		166,811
	2,338		44,679		5,062
$	6,379,936	$	6,491,169	$	1,144,563

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for fixed assets acquired or constructed for use by the State for general governmental purposes. These include all fixed assets except those accounted for by colleges, universities, internal service funds, and enterprise funds.

STATE OF NEW MEXICO

SCHEDULE OF GENERAL FIXED ASSETS—
By Source
June 30, 1997
(Amounts in Thousands)

SCHEDULE 20

General Fixed Assets:		
Land and improvements	$	58,954
Buildings and improvements		557,997
Furniture and fixtures		27,640
Vehicles and motorboats		152,077
Machinery and equipment		89,356
Library		4,675
Aircraft		1,951
Data processing equipment		132,534
Livestock and poultry		84
Construction in progress		130,346
Land and Water rights		9,982
Total General Fixed Assets	$	1,165,596
Investment in General Fixed Assets:		
General fund	$	532,174
Special revenue funds		182,361
Capital projects funds		183,675
Donations		419
Other		266,967
Total Investment in General Fixed Assets	$	1,165,596

The notes to the financial statements are an integral part of this statement.

SCHEDULE OF GENERAL FIXED ASSETS—
By Function
June 30, 1997
(Amounts in Thousands)

Function	Land and Improvements	Building Structures, and Improvements	Furniture and Fixtures	Vehicles and Motorboats
Legislative	$ -	$ 32,688	$ 1,215	$ -
Judicial	100	2,045	2,913	1,039
General government	1,712	353,555	3,411	2,258
Regulation, Licensing and economic development	2,411	8,206	908	2,082
Culture, recreation, and natural resources	49,800	28,169	1,984	11,632
Health and human services	991	54,663	4,053	11,161
Public Safety	140	51,891	848	11,057
Transportation and Highways	3,800	26,780	12,200	112,848
Education	-	-	108	-
Total General Fixed Assets Allocated to Function	$ 58,954	$ 557,997	$ 27,640	$ 152,077
Construction in Progress				
Total General Fixed Assets				

The notes to the financial statements are an integral part of this statement.

Machinery Equipment	Library	Aircraft	Data Processing Equipment	Livestock and Poultry	Land and Water Rights	Total
$ 307	$ 116	$ -	$ 191	$ -	$ -	$ 34,517
16,054	4,433	-	3,413	-	-	29,997
8,698	23	-	15,162	-	-	384,819
4,202	4	-	3,937	-	-	21,750
17,696	41	549	48,745	8	9,982	168,606
22,008	8	-	34,265	68	-	127,217
11,440	37	1,402	6,703	8	-	83,526
1,419	-	-	20,010	-	-	177,057
7,532	13	-	108	-	-	7,761
$ 89,356	$ 4,675	$ 1,951	$ 132,534	$ 84	$ 9,982	$ 1,035,250
						130,346
						$ 1,165,596

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GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

The general long-term obligations account group is used to account for the unmatured general long-term obligations of the State.

STATE OF NEW MEXICO

GENERAL LONG-TERM BONDED DEBT

Statement of Changes in General Long-Term Bonded Debt

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

Issue	Dated	Maturity Date	Amount	Interest Rate
GENERAL OBLIGATION BONDS				
State Education Institutional Bonds:				
Capital Projects Series, 1993	03-01-93	03-01-03	$ 80,500	2.75%-8.5%
Refunding Series 1993 - A	11-01-93	11-01-97	13,550	2.60%-3.70%
Refunding Series 1993 - B	09-01-93	09-01-99	25,335	2.60%-3.70%
Capital Projects Series 1995	04-01-95	04-01-05	66,265	4.90%-6.10%
Capital Projects Series 1996	11-12-96	12-12-96	1,220	5.375%
Capital Projects Series 1997	03-01-97	03-01-07	64,825	4.30%-5.50%
Total General Obligation Bonds			251,695	
SEVERANCE TAX BONDS				
Series 1986 - B	07-01-86	07-01-96	84,230	5.75%-8.75%
Series 1991	09-01-91	09-01-01	24,660	5.70%-7.75%
Series 1992 - A	01-01-92	01-01-02	24,220	5.25%-8.25%
Series 1992 - B, Refunding	04-15-92	04-15-02	103,320	4.15%-5.30%
Series 1992 - C	07-01-92	07-01-02	54,618	4.875%-7.875%
Series 1993 - B	11-01-93	11-01-03	75,023	4.70%-7.0%
Series 1994 - B	08-01-94	08-01-04	92,038	4.80%-7.60%
Series 1995 - A	04-01-95	04-01-05	8,062	4.60%-6.90%
Series 1995 - B	11-01-95	11-01-05	58,340	4.40%-5.50%
Series 1996 - A	06-01-96	06-01-06	37,237	4.50%-5.375%
Series 1996-B	11-12-96	12-12-96	1,310	5.375%
Series 1997-A Refunding	06-01-97	06-01-02	62,036	4.50%-5.50%
Total Severance Tax Bonds			625,094	
REVENUE BONDS				
A. State Agencies				
NM Highway Debentures, Series 1993	12-15-93	12-15-03	50,000	3.80%-4.40%
NM State Fair Comm. Ref. & Imp. Bonds	07-01-93	07-01-03	3,500	5.00%-7.50%
Comm. of Public Lands ONGARD Bonds	Various	09-27-04	16,000	5.00%-9.50%
NM Enhanced 911 Revenue Bonds	07-01-92	07-01-99	3,590	5.35%-5.55%
NM Energy, Minerals and Natural Resources Rev. Bonds	Various	Various	7,443	3.00%-6.00%
NM Highway Bonds, Series 1996	12-15-96	12-15-11	100,000	4.2%
NM Finance Authority Revenue Bonds	Various	Various	87,790	3.80%-6.00%
Total Other State Agencies			268,323	
B. Higher Education:				
University of New Mexico	Various	Various	145,000	4.00%-7.90%
NM Highlands University	Various	Various	10,965	4.75%-7.7%
Western N M University	various	Various	10,720	3.90%-7.7%
Eastern N M University	various	Various	15,970	3.4%-10.125%
NM Institute of Mining & Technology	Various	Various	3,695	8.00%-10.00%
NM State University	Various	Various	93,750	3.40%-8.20%
Total Educational Institutions			280,100	
Total Revenue Bonds (1)			548,423	
TOTAL BONDED DEBT (1)			$ 1,425,212	

The notes to the financial statements are an integral part of this statement.

SCHEDULE 22

Unpaid Balance June 30, 1996	Bonds Issued	Bonds Paid	Unpaid Balance June 30, 1997	Interest to Maturity	Total Debt Service Requirements
$ 72,250	$ -	$ 5,000	$ 67,250	$ 10,182	$ 77,432
4,730	-	4,730	-	-	-
19,090	-	6,290	12,800	463	13,263
66,265	-	5,845	60,420	13,494	73,914
-	1,220	1,220	-	-	-
-	64,825	-	64,825	17,880	82,705
162,335	66,045	23,085	205,295	42,019	247,314
6,775	-	6,775	-	-	-
19,620	-	2,782	16,838	492	17,330
19,000	-	2,500	16,500	461	16,961
32,885	-	14,540	18,345	486	18,831
48,180	-	4,600	43,580	1,165	44,745
58,460	-	6,155	52,305	8,691	60,996
84,610	-	7,570	77,040	17,358	94,398
8,062	-	153	7,909	1,794	9,703
58,340	-	4,360	53,980	12,196	66,176
37,237	-	-	37,237	9,830	47,067
-	1,310	1,310	-	-	-
-	62,036	-	62,036	6,480	68,516
373,169	63,346	50,745	385,770	58,953	444,723
36,835	-	4,675	32,160	5,016	37,176
3,075	-	225	2,850	898	3,748
7,980	-	3,960	4,020	1,106	5,126
1,685	-	535	1,150	95	1,245
3,535	3,900	232	7,203	4,332	11,535
-	100,000	-	100,000	36,220	136,220
50,690	27,815	2,650	75,855	44,932	120,787
103,800	131,715	12,277	223,238	92,599	315,837
99,112	36,290	4,785	130,617	91,461	222,078
9,200	-	360	8,840	5,267	14,107
4,105	5,985	3,350	6,740	4,671	11,411
9,840	-	1,185	8,655	2,272	10,927
2,980	-	110	2,870	2,302	5,172
61,776	-	3,257	58,519	25,691	84,210
187,013	42,275	13,047	216,241	131,664	347,905
290,813	173,990	25,324	439,479	224,263	663,742
$ 826,317	$ 303,381	$ 99,154	$ 1,030,544	$ 325,235	$ 1,355,779

(1) Does not include the bond issues of Colleges and Special Schools

STATE OF NEW MEXICO

GENERAL LONG-TERM BONDED DEBT

Schedule of Debt Service Requirements

June 30, 1997

(Amounts in Thousands)

Issue	ENDING 1998	1999
GENERAL OBLIGATION BONDS:		
State Education Institutional Bonds:		
Capital Projects Series 1993	$ 11,867	$ 10,148
Refunding Series 1993 - B	6,852	6,411
Capital Projects Series 1995	9,188	9,144
Capital Projects Series 1997	3,179	8,806
Total General Obligation Bonds	31,086	34,509
SEVERANCE TAX BONDS:		
Series 1991	17,330	-
Series 1992 - A	16,961	-
Series 1992 - B (Refunding)	18,831	-
Series 1992 - C	44,745	-
Series 1993 - B	8,647	8,654
Series 1994 - B	11,858	11,897
Series 1995-A	1,206	1,210
Series 1995-B	7,463	7,393
Series 1996-A	3,809	6,632
Series 1997- A Refunding	1,722	28,514
Total Severance Tax Bonds	132,572	64,300
REVENUE BONDS:		
A. State Agencies:		
Commissioner of Public Lands ONGARD Bonds	1,555	1,491
NM State Fair Comm. Ref. & Imp. Bonds 1993	416	424
NM Highway Debentures Series 1993	6,210	6,201
NM Energy, Minerals and Natural Resources Rev. Bonds	624	620
NM Enhanced 911 Revenue Bonds	31	608
NM Highway Bonds Series 1996	4,016	9,960
NM Finance Authority Revenue Bonds	9,025	8,991
Total Other State Agencies	21,877	28,295
B. Higher Education:		
University of New Mexico	12,771	12,190
NM Highlands University	1,002	1,002
Western N M University	557	595
Eastern N M University	1,259	1,301
NM Institute of Mining & Technology	403	397
N M State University	7,315	7,552
Total Higher Education (1)	23,307	23,037
Total Revenue Bonds (1)	45,184	51,332
TOTAL DEBT SERVICE REQUIREMENTS	$ 208,842	$ 150,141

(1) Does not include the bond issues of Colleges and Special Schools

The notes to the financial statements are integral part of this statement.

JUNE 30				
2000	2001	2002	Thereafter	Total
$ 14,393	$ 14,211	$ 13,824	$ 12,989	$ 77,432
-	-	-	-	13,263
9,144	9,191	9,236	28,011	73,914
8,779	8,784	8,746	44,411	82,705
32,316	32,186	31,806	85,411	247,314
-	-	-	-	17,330
-	-	-	-	16,961
-	-	-	-	18,831
-	-	-	-	44,745
8,689	8,723	8,730	17,553	60,996
11,865	11,830	11,797	35,151	94,398
1,208	1,203	1,210	3,666	9,703
7,331	7,298	7,307	29,384	66,176
6,626	3,804	2,790	23,406	47,067
17,356	11,546	9,378	-	68,516
53,075	44,404	41,212	109,160	444,723
963	1,117	-	-	5,126
410	420	404	1,674	3,748
6,195	6,195	6,190	6,185	37,176
623	621	624	8,423	11,535
606	-	-	-	1,245
9,974	9,976	9,998	92,296	136,220
8,959	8,211	7,152	78,449	120,787
27,730	26,540	24,368	187,027	315,837
12,439	12,320	11,919	160,439	222,078
1,008	1,008	1,008	9,079	14,107
597	597	751	8,314	11,411
1,326	1,245	1,235	4,561	10,927
400	396	401	3,175	5,172
7,586	7,575	6,856	47,326	84,210
23,356	23,141	22,170	232,894	347,905
51,086	49,681	46,538	419,921	663,742
$ 136,477	$ 126,271	$ 119,556	$ 614,492	$ 1,355,779

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COMPONENT UNITS

Component units are organizations that meet one of the following criteria: 1) they are legally separate from the State but the State is financially accountable for them; 2) their relationship with the State is such that exclusion would cause the State's financial statements to be misleading or incomplete.

UNIVERSITY FUNDS - are used to account for the operations of the following public institutions of higher education:

Eastern New Mexico University
New Mexico Highlands University
New Mexico Institute of Mining and Technology
New Mexico State University
University of New Mexico
Western New Mexico University

Current Funds-Unrestricted—account for resources that higher education institutions may use for any purpose in carrying out their primary objectives.

Current Funds-Restricted—account for resources that donors or other outside individuals or entities have restricted for specific current operating purposes.

Loan Funds—account for gifts and grants which are limited by the terms of the donors for the purpose of making loans to students.

Endowment and Similar Funds—account for resources that are subject to the restrictions gifts instruments requiring in perpetuity that the principal be invested and the income only be utilized.

Plant Funds—account for resources that have been or are to be invested in property, plant and equipment, and funds reserved to retire debt incurred to finance facilities.

Agency Funds—account for resources held by the institutions acting as custodian or fiscal agent.

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
UNIVERSITY FUNDS
JUNE 30, 1997
(Amounts in Thousands)

	CURRENT				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining and Tech.	Western New Mexico University
ASSETS					
Cash and cash equivalents	$ 2,283	$ 5,426	$ 499	$ 2,565	$ (268)
Receivables, net of allowance for uncollectibles	28,570	2,543	4,660	6,589	990
Due from other funds	15,134	515	2,239	7,444	-
Inventory and prepaid items	3,674	905	694	1,025	264
Deferred charges and other assets	1,802	377	-	-	-
Investments held by others	-	206	-	815	-
Fixed Assets, net of Depreciation	-	-	-	-	-
Investments, at cost	9,531	-	-	-	1,603
TOTAL ASSETS	$ 60,994	$ 9,972	$ 8,092	$ 18,438	$ 2,589
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payables	$ 13,340	$ 3,251	$ 1,934	$ 483	$ 543
Due to other funds	15,134	549	2,339	3,789	-
Funds held for others	-	55	117	79	15
Accrued compensated absences	8,320	944	920	-	-
Deferred Revenues	5,583	873	1,505	211	271
Loaned equipment	-	-	-	-	-
Other obligations	-	-	-	6,115	233
Bonds payable	-	-	-	-	-
Total Liabilities	42,377	5,672	6,815	10,677	1,062
Fund Balances:					
Unrestricted	5,652	4,300	-	5,479	1,772
Restricted:					
Government grants, refundable	-	-	-	-	-
Government grants and contracts	-	-	-	-	-
State Investment Council	-	-	-	-	-
Other	12,965	-	1,277	2,282	(245)
Endowment	-	-	-	-	-
Term endowment	-	-	-	-	-
Designated - Quasi-endowment	-	-	-	-	-
Investment in fixed assets	-	-	-	-	-
Total Fund Balances	18,617	4,300	1,277	7,761	1,527
TOTAL LIABILITIES AND FUND BALANCES	$ 60,994	$ 9,972	$ 8,092	$ 18,438	$ 2,589

The notes to the financial statements are an integral part of this statement.

FUNDS		STUDENT LOAN FUNDS						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining and Tech.	Western New Mexico University	University of New Mexico	Total
$ 9,391	$ 19,896	$ 41	$ 12	$ -	$ 55	$ (36)	$ (414)	$ (342)
86,195	129,547	13,310	6,311	1,390	1,754	348	16,269	39,382
4,763	30,095	-	35	-	9	-	-	44
11,909	18,471	-	9	-	-	-	-	9
2,091	4,270	-	-	10	-	-	-	10
-	1,021	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
120,000	131,134	-	-	-	-	20	-	20
$ 234,349	$ 334,434	13,351	$ 6,367	$ 1,400	$ 1,818	$ 332	$ 15,855	$ 39,123
$ 44,592	$ 64,143	$ 14	$ -	$ -	$ -	$ -	$ -	$ 14
-	21,811	-	-	21	-	-	-	21
1,196	1,462	-	-	-	-	-	-	-
16,187	26,371	-	-	-	-	-	-	-
29,759	38,202	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,673	8,021	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
93,407	160,010	14	-	21	-	-	-	35
130,708	147,911	54	-	-	-	85	-	139
-	-	13,283	6,367	-	1,470	-	15,855	36,975
10,234	10,234	-	-	1,369	-	-	-	1,369
-	-	-	-	-	-	-	-	-
-	16,279	-	-	10	348	247	-	605
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
140,942	174,424	13,337	6,367	1,379	1,818	332	15,855	39,088
$ 234,349	$ 334,434	13,351	$ 6,367	$ 1,400	$ 1,818	$ 332	$ 15,855	$ 39,123

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
UNIVERSITY FUNDS (CONTINUED)
JUNE 30, 1997
(Amounts in Thousands)

	ENDOWMENT and SIMILAR				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining and Tech.	Western New Mexico University
ASSETS					
Cash and cash equivalents	$ 5	$ 323	$ 99	$ 5	$ 64
Receivables, net of allowance for uncollectibles	401	60	20	-	551
Due from other funds	-	-	-	-	-
Inventory and prepaid items	-	-	-	-	-
Deferred charges and other assets	-	-	-	567	-
Investments held by others	25,847	9,194	-	10,060	-
Fixed Assets, net of Depreciation	-	-	-	-	-
Investments, at cost	136	903	1,330	1,168	456
TOTAL ASSETS	$ 26,389	$ 10,480	$ 1,449	$ 11,800	$ 1,071
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payables	$ 23	$ -	$ -	$ -	$ -
Due to other funds	-	-	35	581	-
Funds held for others	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-
Deferred Revenues	-	-	-	-	-
Loaned equipment	-	-	-	-	-
Other obligations	-	-	-	-	-
Bonds payable	-	-	-	-	-
Total Liabilities	23	-	35	581	-
Fund Balances:					
Unrestricted	-	-	-	-	-
Restricted:					
Government grants, refundable	-	-	-	-	-
Government grants and contracts	-	-	-	-	-
State Investment Council	18,219	4,693	-	-	-
Other	-	-	-	-	-
Endowment	6,870	5,787	1,414	4,652	1,071
Term endowment	-	-	-	569	-
Designated - Quasi-endowment	1,277	-	-	5,998	-
Investment in fixed assets	-	-	-	-	-
Total Fund Balances	26,366	10,480	1,414	11,219	1,071
TOTAL LIABILITIES AND FUND BALANCES	$ 26,389	$ 10,480	$ 1,449	$ 11,800	$ 1,071

The notes to the financial statements are an integral part of this statement.

FUNDS		AGENCY FUNDS						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining and Tech.	Western New Mexico University	University of New Mexico	Total
$ 9,549	$ 10,045	$ 1,443	$ 34	$ -	$ 349	$ 162	$ 1,593	$ 3,581
1,829	2,861	6,221	-	30	60	-	491	6,802
-	-		-	-	26	-	-	26
-	-		-	-	-	-	-	-
6,051	6,618		-	-	-	-	-	-
93,367	138,468		-	-	12,320	-	-	12,320
-	-		-	-	-	-	-	-
139,000	142,993	2,023	-	-	-	-	10,000	12,023
$ 249,796	$ 300,985	$ 9,687	$ 34	$ 30	$ 12,755	$ 162	$ 12,084	$ 34,752
$ 732	$ 755	$ 6,427	$ -	$ -	$ -	$ -	$ -	$ 6,427
30,095	30,711		-	30	-	-	-	30
-	-	3,260	34	-	12,755	162	12,084	28,295
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
30,827	31,466	9,687	34	30	12,755	162	12,084	34,752
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
93,367	116,279	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
76,955	96,749	-	-	-	-	-	-	-
2,296	2,865	-	-	-	-	-	-	-
46,351	53,626	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
218,969	269,519	-	-	-	-	-	-	-
$ 249,796	$ 300,985	$ 9,687	$ 34	$ 30	$ 12,755	$ 162	$ 12,084	$ 34,752

STATE OF NEW MEXICO
COMBINING BALANCE SHEET
UNIVERSITY FUNDS (CONTINUED)
JUNE 30, 1997
(Amounts in Thousands)

	PLANT			
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining and Tech.
ASSETS				
Cash and cash equivalents	$ 5,412	$ 3,094	$ 72	$ 2,558
Receivables, net of allowance for uncollectibles	2,482	58	382	14
Due from other funds	-	526	187	895
Inventory and prepaid items	-	-	253	-
Deferred charges and other assets	324	-	-	-
Investments held by others	-	-	-	7,855
Fixed Assets, net of Depreciation	437,186	122,893	71,374	123,060
Investments, at cost	17,145	4,501	1,067	4,001
TOTAL ASSETS	$ 462,549	$ 131,072	$ 73,335	$ 138,383
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	$ 7,914	$ 92	$ 2	$ 51
Due to other funds	-	526	-	4,005
Funds held for others	-	-	-	-
Accrued compensated absences	-	-	-	-
Deferred Revenues	98	-	-	27
Loaned equipment	-	-	-	-
Other obligations	-	-	281	23
Bonds payable	58,519	8,655	8,840	2,870
Total Liabilities	66,531	9,273	9,123	6,976
Fund Balances:				
Unrestricted	16,996	-	-	9,957
Restricted:				
Government grants, refundable	-	-	-	-
Government grants and contracts	-	-	-	-
State Investment Council	-	-	-	-
Other	3,635	7,561	657	1,260
Endowment	-	-	-	-
Term endowment	-	-	-	-
Designated - Quasi-endowment	-	-	-	-
Investment in fixed assets	375,387	114,238	63,555	120,190
Total Fund Balances	396,018	121,799	64,212	131,407
TOTAL LIABILITIES AND FUND BALANCES	$ 462,549	$ 131,072	$ 73,335	$ 138,383

The notes to the financial statements are an integral part of this statement.

F U N D S						
Western New Mexico University	University of New Mexico	Total	Total Universities June 30, 1997	Total Component Units	Total All Funds June 30, 1997	Total All Funds June 30, 1996
$ 2,288	$ 8,703	$ 22,127	$ 55,307	$ 29,179	$ 84,486	$ 67,068
128	1,853	4,917	183,509	39,213	222,722	186,534
-	-	1,608	31,773	200	31,973	54,965
-	-	253	18,733	25	18,758	17,797
-	-	324	11,222	2,593	13,815	14,085
-	9,998	17,853	169,662	1,679	171,341	151,427
54,166	764,319	1,572,998	1,572,998	9,730	1,582,728	1,466,655
3,170	31,295	61,179	347,349	-	347,349	319,597
$ 59,752	$ 816,168	$ 1,681,259	$ 2,390,553	$ 82,619	$ 2,473,172	$ 2,278,128
$ 86	$ 1,428	$ 9,573	$ 80,912	$ 792	$ 81,704	$ 90,350
-	-	4,531	57,104	4,763	61,867	54,492
-	-	-	29,757	-	29,757	25,688
-	-	-	26,371	-	26,371	24,860
-	-	125	38,327	1,233	39,560	33,336
-	8,627	8,627	8,627	-	8,627	8,736
175	-	479	8,500	10,881	19,381	11,947
6,740	130,617	216,241	216,241	-	216,241	187,013
7,001	140,672	239,576	465,839	17,669	483,508	436,422
4,500	28,140	59,593	207,643	32,693	240,336	234,557
-	-	-	36,975	-	36,975	29,843
-	22,281	22,281	33,884	-	33,884	6,338
-	-	-	116,279	-	116,279	80,433
1,001	-	14,114	30,998	165	31,163	52,877
-	-	-	96,749	24,909	121,658	116,164
-	-	-	2,865	544	3,409	3,088
-	-	-	53,626	6,639	60,265	52,153
47,250	625,075	1,345,695	1,345,695	-	1,345,695	1,266,253
52,751	675,496	1,441,683	1,924,714	64,950	1,989,664	1,841,706
$ 59,752	$ 816,168	$ 1,681,259	$ 2,390,553	$ 82,619	$ 2,473,172	$ 2,278,128

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	CURRENT				
	Unrestricted				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University
Revenues and other additions:					
Current funds revenues	$ 204,149	$ 46,364	$ 26,478	$ 33,625	$ 18,021
Student fees	-	-	-	3,398	-
New Mexico State Appropriations	-	-	-	-	-
Government grants and contracts:					
Federal	-	-	-	-	-
State of New Mexico	-	-	-	233	-
Private gifts, grants and contracts	-	-	-	3	-
Investment income	-	-	-	-	-
Endowment, land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	-	-	-	-	-
Federal & Local Appropriations	-	-	-	-	-
Total revenues & other additions	204,149	46,364	26,478	37,259	18,021
Expenditures and other deductions:					
Educational and general expenditures	154,470	38,213	25,243	32,382	15,785
Auxiliary enterprises expenditures	24,200	5,072	-	-	951
Indirect cost recovered	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Losses on Investments	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	14,412	-	-	-	-
Total expenditures & other deductions	193,082	43,285	25,243	32,382	16,736
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	(3,698)	(838)	(13)	(264)	(336)
Nonmandatory transfers	(6,968)	(1,889)	(1,222)	(3,963)	(957)
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	389
Total transfers & other additions (deductions)	(10,666)	(2,727)	(1,235)	(4,227)	(904)
Net increase (decrease) for the year	401	352	-	650	381
Fund balances at beginning of year	16,491	3,664	1,277	4,829	1,391
Fund balances at end of year	$ 16,892	$ 4,016	$ 1,277	$ 5,479	$ 1,772

The notes to the financial statement are an integral part of this statements

FUNDS								
		Restricted						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University	University of New Mexico	Total
$ 613,077	$ 941,714	$ -	$ -	$ -	$ -	$ -	$ 174,199	$ 174,199
-	3,398	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	83,714	10,788	10,680	13,562	2,362	-	121,106
-	233	7,351	1,478	2,493	803	747	-	12,872
-	3	8,928	830	484	3,840	211	-	14,293
-	-	-	-	-	211	-	-	211
-	-	391	-	-	-	-	-	391
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	984	-	-	1,191	1,092	21,923	25,190
-	-	5,971	-	-	-	-	-	5,971
613,077	945,348	107,339	13,096	13,657	19,607	4,412	196,122	354,233
595,291	861,384	96,466	12,568	13,657	15,573	4,448	174,199	316,911
-	30,223	162	110	-	-	1	-	273
-	-	8,959	358	-	4,643	-	21,923	35,883
-	-	-	-	-	-	40	-	40
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	14,412	1,726	107	-	-	-	-	1,833
595,291	906,019	107,313	13,143	13,657	20,216	4,489	196,122	354,940
(100)	(5,249)	-	-	-	50	-	-	50
(15,300)	(30,299)	-	-	-	1,561	-	-	1,561
-	-	-	-	-	-	36	1,610	1,646
(930)	(541)	-	-	-	364	8	-	372
(16,330)	(36,089)	-	-	-	1,975	44	1,610	3,629
1,456	3,240	26	(47)	-	1,366	(33)	1,610	2,922
129,252	156,904	1,699	331	-	916	(212)	8,624	11,358
$ 130,708	$ 160,144	$ 1,725	$ 284	$ -	$ 2,282	$ (245)	$ 10,234	$ 14,280

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)
UNIVERSITY FUNDS
For the Fiscal Year Ended June 30, 1997
(Amount in Thousands)

	STUDENT LOAN				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University
Revenues and other additions:					
Current funds revenues	$ -	$ -	$ -	$ -	$ -
Student fees	-	-	-	-	-
New Mexico State Appropriations	-	-	-	-	-
Government grants and contracts:					
Federal	433	103	-	43	-
State of New Mexico	-	-	-	-	-
Private gifts, grants and contracts	2	-	-	-	-
Investment income	296	64	65	44	-
Endowment, land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	77	109	40	6	13
Federal & Local Appropriations	-	-	-	-	-
Total revenues & other additions	808	276	105	93	13
Expenditures and other deductions:					
Educational and general expenditures	-	-	-	-	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered	-	-	-	-	-
Loan cancellations and write-offs	313	248	51	43	-
Administration costs	153	103	29	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Losses on Investments	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	-	-	-	-	99
Total expenditures & other deductions	466	351	80	43	99
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	74	35	13	14	4
Nonmandatory transfers	-	-	-	-	-
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	(101)
Total transfers & other additions (deductions)	74	35	13	14	(97)
Net increase (decrease) for the year	416	(40)	38	64	(183)
Fund balances at beginning of year	12,921	6,407	1,341	1,754	515
Fund balances at end of year	$ 13,337	$ 6,367	$ 1,379	$ 1,818	$ 332

The notes to the financial statement are an integral part of this statements

SCHEDULE 25

FUNDS		ENDOWMENT AND SIMILAR FUNDS						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University	University of New Mexico	Total
$ -	$ -	$ -	$ -	$ 596	$ -	$ -	$ -	$ 596
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	579	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
654	656	451	8	-	35	-	2,497	2,991
339	808	196	360	70	1,392	87	26,190	28,295
-	-	1,427	-	-	-	-	-	1,427
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	245	17	258	-	-	-	-	275
-	-	-	-	-	-	-	-	-
993	2,288	2,091	626	666	1,427	87	28,687	33,584
-	-	-	-	-	-	-	-	-
-	-	-	-	112	-	-	-	112
-	-	-	-	-	-	-	-	-
673	1,328	-	-	-	-	-	-	-
-	285	-	-	7	-	-	-	7
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	99	-	84	35	-	-	-	119
673	1,712	-	84	154	-	-	-	238
-	140	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	(36)	-	(36)
-	(101)	-	-	-	-	(6)	-	(6)
-	39	-	-	-	-	(42)	-	(42)
320	615	2,091	542	512	1,427	45	28,687	33,304
15,535	38,473	24,275	9,938	902	9,792	1,026	190,282	236,215
$ 15,855	$ 39,088	$ 26,366	$ 10,480	$ 1,414	$ 11,219	$ 1,071	$ 218,969	$ 269,519

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	PLANT				
	Unexpended				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University
Revenues and other additions:					
Current funds revenues	$ -	$ -	$ -	$ -	$ -
Student fees	-	61	-	-	-
New Mexico State Appropriations	12,832	-	-	-	-
Government grants and contracts:					
Federal	598	-	-	-	-
State of New Mexico	43	50	-	-	2,606
Private gifts, grants and contracts	34	29	2,069	-	-
Investment income	1,100	162	46	528	75
Endowment, land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	1,385	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	328	2,080	-	1,324	-
Federal & Local Appropriations	57	-	-	-	-
Total revenues & other additions	16,377	2,382	2,115	1,852	2,681
Expenditures and other deductions:					
Educational and general expenditures	-	-	-	-	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	-	-	-	-	-
Expended for plant facilities	17,835	3,526	3,005	8,136	6,735
Additional indebtedness incurred	-	-	-	-	-
Losses on Investments	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	-	-	-	-	-
Total expenditures & other deductions	17,835	3,526	3,005	8,136	6,735
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	-	278	-	-	-
Nonmandatory transfers	763	1,889	244	1,608	864
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	1,465	-	-	-
Total transfers & other additions (deductions)	763	3,632	244	1,608	864
Net increase (decrease) for the year	(695)	2,488	(646)	(4,676)	(3,190)
Fund balances at beginning of year	9,356	4,137	1,098	6,687	7,453
Fund balances at end of year	$ 8,661	$ 6,625	$ 452	$ 2,011	$ 4,263

The notes to the financial statement are an integral part of this statements

FUND

		Renewal and Replacement						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University	University of New Mexico	Total
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	61	-	-	-	-	-	-	-
-	12,832	-	-	-	-	-	-	-
-	598	-	-	-	-	-	-	-
18,798	21,497	-	-	-	-	-	-	-
5,488	7,620	-	-	-	-	-	-	-
3,796	5,707	56	-	-	-	21	422	499
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	1,385	-	-	-	-	-	-	-
34,231	34,231	-	-	-	-	-	-	-
1,335	5,067	-	-	-	1,028	6	-	1,034
-	57	-	-	-	-	-	-	0
63,648	89,055	56	-	-	1,028	27	422	1,533
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	99	-	99
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
49,645	88,882	4,456	-	-	-	282	-	4,738
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	670	-	-	-	670
49,645	88,882	4,456	-	670	-	381	-	5,507
-	278	-	-	-	-	283	100	383
8,761	14,129	6,793	-	671	795	-	-	8,259
-	-	-	-	-	-	-	-	-
-	1,465	-	-	-	-	-	-	-
8,761	15,872	6,793	-	671	795	283	100	8,642
22,764	16,045	2,393	-	1	1,823	(71)	522	4,668
8,992	37,723	9,577	-	122	3,558	435	9,476	23,168
$ 31,756	$ 53,768	$ 11,970	$ -	$ 123	$ 5,381	$ 364	$ 9,998	$ 27,836

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

	PLANT				
	Retirement of				
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University
Revenues and other additions:					
Current funds revenues	$ -	$ 21	$ -	$ -	$ 398
Student fees	-	529	576	291	-
New Mexico State Appropriations	-	-	-	-	-
Government grants and contracts:					
Federal	-	-	-	-	-
State of New Mexico	-	-	-	-	-
Private gifts, grants and contracts	-	-	-	-	-
Investment income	289	39	53	774	-
Endowment, land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	136	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	2,872	-	-	-	-
Federal & Local Appropriations	-	653	-	-	-
Total revenues & other additions	3,297	1,242	629	1,065	398
Expenditures and other deductions:					
Educational and general expenditures	-	-	-	-	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	75	2	-	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Losses on Investments	-	-	-	-	-
Debt Service:					
Principal	3,257	1,185	360	110	386
Interest	3,632	565	672	288	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	210	-	-	-	-
Total expenditures & other deductions	7,174	1,752	1,032	398	386
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	3,623	525	-	200	50
Nonmandatory transfers	(588)	-	306	-	93
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	635	-	-	-
Total transfers & other additions (deductions)	3,035	1,160	306	200	143
Net increase (decrease) for the year	(842)	650	(97)	867	155
Fund balances at beginning of year	842	286	179	2,958	718
Fund balances at end of year	$ -	$ 936	$ 82	$ 3,825	$ 873

The notes to the financial statement are an integral part of this statements

FUND

Indebtedness		Investment in Plant						
University of New Mexico	Total	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University	New Mexico Institute of Mining & Tech.	Western New Mexico University	University of New Mexico	Total
$ -	$ 419	$ -	$ -	$ -	$ -	$ -	$ -	$ -
3,007	4,403	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
56	56	-	-	-	-	-	-	-
1,518	2,673	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	66,692	4,890	-	10,569	6,651	21,760	110,562
-	136	3,468	1,250	-	110	3,422	-	8,250
793	793	1,154	-	-	-	-	-	1,154
2,136	5,008	-	-	5,473	-	-	-	5,473
-	653	-	-	-	-	-	-	-
7,510	14,141	71,314	6,140	5,473	10,679	10,073	21,760	125,439
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	77	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	6,083	-	-	-	-	-	6,083
-	-	-	-	-	-	-	-	-
4,785	10,083	-	-	-	-	-	-	-
7,058	12,215	-	-	-	-	-	-	-
-	-	34,557	-	-	1,982	-	-	36,539
232	442	1,521	65	309	-	-	-	1,895
12,075	22,817	42,161	65	309	1,982	-	-	44,517
-	4,398	-	-	-	-	-	-	-
6,539	6,350	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	635	-	(1,480)	-	-	-	-	(1,480)
6,539	11,383	-	(1,480)	-	-	-	-	(1,480)
1,974	2,707	29,153	4,595	5,164	8,697	10,073	21,760	79,442
6,694	11,677	346,234	109,643	58,391	111,493	37,177	603,315	1,266,253
$ 8,668	$ 14,384	$ 375,387	$ 114,238	$ 63,555	$ 120,190	$ 47,250	$ 625,075	$ 1,345,695

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED) SCHEDULE 25

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 1997

(Amount in Thousands)

			TOTALS	
	UNIVERSITY JUNE 30, 1997	COMPONENT UNITS	ALL FUNDS JUNE 30, 1997	ALL FUNDS June 30, 1996
Revenues and other additions:				
Current funds revenues	$ 1,116,928	$ 39,189	$ 1,156,117	$ 1,120,152
Student fees	7,862	-	7,862	4,106
New Mexico State Appropriations	12,832	-	12,832	15,730
Government grants and contracts:				
Federal	122,283	-	122,283	112,114
State of New Mexico	34,602	-	34,602	23,710
Private gifts, grants and contracts	25,619	442	26,061	28,180
Investment income	38,193	151	38,344	16,739
Endowment, land & Permanent Fund income	1,818	-	1,818	6,833
Expended for plant facilities	110,562	-	110,562	126,953
Retirement of indebtedness	9,771	-	9,771	23,972
Issuance of University Bonds	36,178	-	36,178	-
Other additions	42,292	-	42,292	22,202
Federal & Local Appropriations	6,681	-	6,681	11,071
Total revenues & other additions	1,565,621	39,782	1,605,403	1,511,762
Expenditures and other deductions:				
Educational and general expenditures	1,178,295	34,416	1,212,711	1,167,785
Auxiliary enterprises expenditures	30,707	-	30,707	30,256
Indirect cost recovered	35,883	-	35,883	13,458
Loan cancellations and write-offs	1,368	-	1,368	1,065
Administration costs	369	238	607	246
Expended for plant facilities	93,620	-	93,620	105,725
Additional indebtedness incurred	6,083	-	6,083	418
Losses on Investments	-	-	-	-
Debt Service:				
Principal	10,083	-	10,083	21,447
Interest	12,215	-	12,215	12,660
Plant and equipment write-offs & disposals	36,539	-	36,539	12,831
Other deductions	19,470	113	19,583	20,387
Total expenditures & other deductions	1,424,632	34,767	1,459,399	1,386,278
Transfers from (to) other funds and other additions (deductions):				
Mandatory transfers	-	-	-	2
Nonmandatory transfers	-	-	-	(402)
Fund addition due to endowments	1,610	-	1,610	(203)
Other additions (deductions)	344	-	344	707
Total transfers & other additions (deductions)	1,954	-	1,954	104
Net increase (decrease) for the year	142,943	5,015	147,958	125,588
Fund balances at beginning of year	1,781,771	59,935	1,841,706	1,716,118
Fund balances at end of year	$ 1,924,714	$ 64,950	$ 1,989,664	$ 1,841,706

The notes to the financial statement are an integral part of this statements

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STATE OF NEW MEXICO

COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES, AND OTHER CHANGES - UNRESTRICTED

UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	UNRESTRICTED		
	NM State University	Eastern NM University	NM Highlands University
REVENUES:			
University:			
Student tuition and fees	$ 33,306	$ 7,639	$ 3,512
Government appropriations - State	123,233	29,352	17,919
Federal grants and contracts	285	177	-
State governmental grants and contracts	22	930	-
Private gifts, grants, and contracts	159	560	20
Taxes	-	468	-
Interest	827	-	-
Endowment income (Land Permanent Fund)	1,241	389	128
Indirect costs recovered	-	-	1,085
Sales and services	27,781	5,413	3,162
Physicians fees	-	-	-
Other	15,009	1,436	652
Federal appropriations	-	-	-
Local appropriations, grants, and contracts	2,286	-	-
Total University	204,149	46,364	26,478
Independent Operations:			
Hospital operations	-	-	-
Mental health center	-	-	-
Psychiatric hospital	-	-	-
Office of the Medical Investigator	-	-	-
Carrie Tingley Hospital	-	-	-
Other	-	-	-
Total Independent Operations	-	-	-
Total Revenues	204,149	46,364	26,478
EXPENDITURES:			
University:			
Instruction	68,347	16,670	9,623
Academic support	13,520	3,026	2,090
Student services	7,760	5,249	1,939
Instructional support	15,177	4,413	2,958
Operation and maintenance of plant	15,577	4,371	3,050
Research	19,431	102	669
Public service	12,421	4,317	506
Internal service	(1,244)	-	17
Student aid/scholarships	2,238	66	223
Auxiliary enterprises	24,200	5,071	2,357
Intercollegiate athletics	6,471	-	1,473
Student social and cultural development	1,993	-	338
Total University	185,891	43,285	25,243

The notes to the financial statements are an integral part of this statement.

FUNDS			
NM Inst. of Mining and Tech.	Western NM University	University of NM	Total
$ 3,398	$ 2,650	$ 50,821	$ 101,326
23,113	11,606	183,808	389,031
-	33	287	782
233	2	190	1,377
3	-	2,200	2,942
-	-	-	468
429	-	1,673	2,929
710	128	5,371	7,967
4,347	-	21,923	27,355
2,644	2,338	57,414	98,752
-	-	3,289	3,289
2,382	1,264	41,357	62,100
-	-	-	-
-	-	2,340	4,626
37,259	18,021	370,673	702,944
-	-	203,704	203,704
-	-	18,232	18,232
-	-	8,421	8,421
-	-	2,830	2,830
-	-	8,684	8,684
-	-	533	533
-	-	242,404	242,404
37,259	18,021	613,077	945,348
20,749	7,243	123,297	245,929
-	1,091	23,661	43,388
-	1,289	12,820	29,057
-	2,119	24,842	49,509
-	1,890	25,931	50,819
3,095	32	27,026	50,355
907	208	62,047	80,406
283	158	(761)	(1,547)
880	128	4,609	8,144
2,612	950	35,426	70,616
130	1,212	13,027	22,313
196	416	3,906	6,849
28,852	16,736	355,831	655,838

STATE OF NEW MEXICO

COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES, AND OTHER CHANGES - UNRESTRICTED (CONTINUED)

UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	UNRESTRICTED		
	NM State University	Eastern NM University	NM Highlands University
EXPENDITURES (continued):			
Independent Operations:			
Hospital operations	-	-	-
Mental health center	-	-	-
Children's Psychiatric Hospital	-	-	-
Intern and resident program - private contracts	-	-	-
Office of the Medical Investigator	-	-	-
Carrie Tingley Hospital	-	-	-
Other	7,191	-	-
Total Independent Operations	7,191	-	-
Total Expenditures	193,082	43,285	25,243
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):			
Mandatory transfers	(3,698)	(838)	(13)
Nonmandatory transfers	-	(1,889)	(1,222)
Other additions (deductions)	(6,968)	-	-
Excess of restricted receipts over transfers to revenues	-	-	-
Total transfers and Other Additions (Deductions)	(10,666)	(2,727)	(1,235)
Net Increase in Fund Balance	$ 401	$ 352	$ -

The notes to the financial statements are an integral part of this statement.

SCHEDULE 26

FUNDS			
NM Inst. of Mining and Tech.	Western NM University	University of NM	Total
-	-	198,275	198,275
-	-	19,615	19,615
-	-	8,406	8,406
-	-	690	690
-	-	2,801	2,801
		9,673	9,673
3,530	-	-	10,721
3,530	-	239,460	250,181
32,382	16,736	595,291	906,019
(264)	(336)	(100)	(5,249)
(3,963)	(957)	(15,300)	(23,331)
-	389	(930)	(7,509)
-	-	-	-
(4,227)	(904)	(16,330)	(36,089)
$ 650	$ 381	$ 1,456	$ 3,240

STATE OF NEW MEXICO

COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES, AND OTHER CHANGES - RESTRICTED

UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	RESTRICTED		
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University
REVENUES:			
University:			
Federal grants and contracts	$ 75,771	$ 10,581	$ 10,680
State governmental grants and contracts	7,141	1,479	2,493
Private gifts, grants, and contracts	8,183	779	484
Endowment income (Land Permanent Fund)	352	-	-
Sales and services	111	5	-
Other	825	8	-
Federal appropriations	4,079	-	-
Local appropriations, grants, and contracts	1,892	-	-
Total University	98,354	12,852	13,657
Independent Operations:			
Hospital operations	-	-	-
Mental health center	-	-	-
Psychiatric hospital	-	-	-
Office of the Medical Investigator	-	-	-
Carrie Tingley Hospital	-	-	-
Intern/Resident programs - private contracts	-	-	-
Total Independent Operations	-	-	-
Total Revenues	98,354	12,852	13,657
EXPENDITURES:			
University:			
Instruction	6,900	1,354	1,901
Academic support	949	264	240
Student services	2,181	5,108	565
Instructional support	204	244	72
Operation and maintenance of plant	49	16	16
Research	55,065	98	3,250
Public service	13,083	3,058	4,826
Internal service	57	-	10
Student aid/scholarships	18,035	2,601	2,676
Auxiliary enterprises	162	109	83
Intercollegiate athletics	304	-	5
Student social and cultural development	31	-	13
Total University	97,020	12,852	13,657

The notes to the financial statements are an integral part of this statement.

FUNDS			
New Mexico Institute of Mining and Technology	Western New Mexico University	University of New Mexico	Total
$ 9,538	$ 2,362	$ 88,301	$ 197,233
722	747	20,188	32,770
4,683	211	40,506	54,846
-	-	-	352
-	-	-	116
630	1,092	5,807	8,362
-	-	-	4,079
-	-	4,893	6,785
15,573	4,412	159,695	304,543
-	-	-	-
-	-	1,556	1,556
-	-	29	29
-	-	95	95
-	-	7	7
-	-	12,817	12,817
-	-	14,504	14,504
15,573	4,412	174,199	319,047
434	1,094	6,240	17,923
-	117	925	2,495
-	52	2,120	10,026
2,985	52	259	3,816
-	13	48	142
11,209	-	66,975	136,597
-	493	55,427	76,887
5	43	59	174
911	2,610	27,149	53,982
4	2	158	518
-	5	37	351
1	8	298	351
15,549	4,489	159,695	303,262

STATE OF NEW MEXICO

COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES, AND OTHER CHANGES - RESTRICTED (CONTINUED)
UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 1997

(Amounts in Thousands)

	RESTRICTED		
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University
EXPENDITURES (continued):			
Independent Operations:			
Hospital operations	-	-	-
Mental health center	-	-	-
Children's Psychiatric Hospital	-	-	-
Intern / resident program - private contracts	-	-	-
Office of the Medical Investigator	-	-	-
Carrie Tingley Hospital	-	-	-
Other	1,334	-	-
Total Independent Operations	1,334	-	-
Total Expenditures	98,354	12,852	13,657
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):			
Mandatory transfers	-	-	-
Nonmandatory transfers	-		-
Other additions (deductions)	-	-	-
Excess of restricted receipts over transfers to revenues	26	(47)	-
Total transfers and Other Additions (Deductions)	26	(47)	-
Net Increase in Fund Balance	$ 26	$ (47)	$ -

The notes to the financial statements are an integral part of this statement.

FUNDS			
New Mexico Institute of Mining and Technology	Western New Mexico University	University of New Mexico	Total
-	-	-	-
-	-	1,556	1,556
-	-	29	29
-	-	12,817	12,817
-	-	95	95
-	-	7	7
24	-	-	1,358
24	-	14,504	15,862
15,573	4,489	174,199	319,124
50	-	-	50
1,561	36	-	1,597
364	8	1,610	1,982
(609)	-	-	(630)
1,366	44	1,610	2,999
$ 1,366	$ (33)	$ 1,610	$ 2,922

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STATISTICAL SECTION

STATE OF NEW MEXICO

REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL FUND TYPES
For the Last Ten Fiscal Years
(Amounts in Thousands)

Revenues by Source	1997	1996	1995	1994
Taxes	$ 2,806,839	$ 2,573,357	$ 2,453,722	$ 2,068,971
Licenses, fees and permits	70,649	61,594	89,153	61,453
Interest and other investment income	2,164,967	1,950,816	1,265,455	1,291,176
Rents and royalties	205,646	142,997	153,163	155,998
Charges for services	403,074	359,580	336,777	309,675
Intergovernmental	1,728,017	1,714,313	1,637,462	1,544,256
Contributions	572,371	555,495	508,373	466,188
Other sources	252,330	204,831	172,632	189,676
Total Revenues	$ 8,203,893	$ 7,562,983	$ 6,616,737	$ 6,087,393

Expenditures by Function	1997	1996	1995	1994
Legislative	$ 14,472	$ 12,383	$ 13,120	$ 13,071
Judicial	104,803	95,756	86,538	74,299
General Control	1,496,887	1,384,824	1,287,330	1,271,894
Regulation and Licensing	71,554	77,572	72,997	66,165
Culture/Recreation and Natural Resources	117,389	138,033	119,949	103,762
Health and Human Services	2,168,603	2,059,712	2,032,363	1,815,876
Public Safety	222,355	220,444	197,796	172,029
Highway and Transportation	427,310	479,303	493,764	468,676
Education	3,355,295	3,228,810	3,073,573	2,925,239
Total Expenditures	$ 7,978,668	$ 7,696,837	$ 7,377,430	$ 6,911,011

SCHEDULE 28

1993	1992	1991	1990	1989	1988
$ 2,009,918	$ 1,821,009	$ 2,327,476	$ 2,221,914	$ 2,106,633	$ 1,962,981
23,902	30,213	167,620	238,056	224,199	215,164
1,334,000	1,309,202	757,697	784,351	733,071	669,097
143,725	107,740	-	-	-	-
254,358	84,740	28,354	285,749	265,157	241,883
326,316	119,216	776,067	760,255	874,763	705,881
413,501	479,677	272,404	314,308	348,909	305,276
229,980	87,682	318,980	275,962	265,432	292,286
$ 4,735,700	$ 4,039,479	$ 4,648,598	$ 4,880,595	$ 4,818,164	$ 4,392,568
$ 13,136	$ 17,887	$ 10,157	$ 10,386	$ 7,973	$ 5,494
64,621	56,663	57,921	49,123	47,541	45,136
1,100,014	1,013,553	93,679	94,706	84,019	84,698
42,567	40,605	39,415	27,271	29,527	26,974
67,248	58,368	77,881	73,358	87,301	92,247
493,685	433,216	842,756	414,032	317,326	371,128
148,909	139,580	132,366	126,862	126,267	117,757
442,236	355,036	279,973	323,874	443,683	319,081
2,581,065	1,500,388	41,223	926,321	607,714	647,241
$ 4,953,481	$ 3,615,296	$ 1,575,371	$ 2,045,933	$ 1,751,351	$ 1,709,756

STATE OF NEW MEXICO
SCHEDULE OF REVENUES
STATE GENERAL FUND
For The Last Five Fiscal Years
(Amounts in Thousands)

SCHEDULE 29

	1993	1994	1995	1996	1997
REVENUES:					
Taxes and License Fees:					
General and selective sales taxes:					
Gross receipts	$ 837,832	$ 889,683	$ 935,266	$ 985,826	$ 1,035,246
Compensating	24,865	33,005	33,620	34,913	35,370
Tobacco (luxury)	12,072	18,401	18,917	20,052	19,386
Alcoholic beverage	8,445	28,246	33,654	35,346	34,660
Insurance	31,298	35,552	42,987	41,456	39,634
Fire protection	13,581	16,000	18,510	19,499	21,509
Public utilities	9,036	6,425	6,673	6,907	6,656
Racing	966	1,153	1,119	903	760
Private car	831	827	869	899	381
Motor vehicle excise tax	44,394	52,141	71,050	75,277	77,852
Boat excise tax and other	216	411	543	519	625
Lease and vehicle gross receipts & surcharges	1,341	5,978	8,305	7,608	7,866
Gasoline & Special Fuel Tax	-	45,201	17,560	1,005	-
Total general and selective sales taxes	984,877	1,133,023	1,189,073	1,230,210	1,279,945
Income Taxes:					
Personal income taxes:					
Gross Withholding	418,443	466,175	503,439	542,916	562,227
Final settlements	190,371	206,430	222,944	238,804	333,774
Subtotal	608,814	672,605	726,383	781,720	896,001
Less:					
Transfer - PIT suspense & others	(120,180)	(111,358)	(138,113)	(147,564)	(154,581)
Refunds - TAA suspense	(819)	(983)	(1,638)	(1,988)	(2,053)
Subtotal	(120,999)	(112,341)	(139,751)	(149,552)	(156,634)
Net personal income taxes	487,815	560,264	586,632	632,168	739,367
Corporate taxes	98,379	126,384	161,366	171,183	188,181
Less refunds	(7,950)	(3,856)	(11,023)	(7,779)	(17,435)
Net corporate income taxes	90,429	122,528	150,343	163,404	170,746
Estate taxes	12,940	11,448	8,962	10,066	17,857
Fiduciary taxes	3,064	2,442	1,923	2,405	4,986
Severance taxes:					
Oil and gas school tax	102,753	119,225	103,602	102,222	151,363
7% oil conservation	6,801	7,070	6,166	6,503	7,941
Resources excise	8,633	8,770	10,513	9,611	8,433
Natural gas processors	6,724	6,199	8,028	24,736	13,885
Total severance taxes	124,911	141,264	128,309	143,072	181,622
Total taxes	1,704,036	1,970,969	2,065,242	2,181,325	2,394,523

STATE OF NEW MEXICO
SCHEDULE OF REVENUES
STATE GENERAL FUND
For The Last Five Fiscal Years
(Amounts in Thousands)

SCHEDULE 29

	1993	1994	1995	1996	1997
Taxes and License Fees (continued):					
License Fees:					
Manufactured housing	-	907	882	908	937
Franchise	31	27	29	40	19
Corporate filing	1,303	2,116	2,131	2,347	2,316
Alcoholic beverages and gaming	3,347	3,405	3,659	3,665	3,772
Financial institutions	1,239	1,504	1,367	1,531	1,709
Corporate special	1,417	1,523	2,356	3,458	3,315
Construction industries	4,862	5,444	6,028	5,718	5,859
Regulation and licensing	1,484	-	-	-	-
Securities	4,414	6,327	6,640	7,638	8,604
Health facilities fees	68	70	72	76	79
Pipeline fees	72	72	102	38	53
Motor vehicles miscellaneous fees	2,098	1,919	2,261	1,199	500
State engineers fees	-	226	140	113	129
Non-taxable transaction cert.	-	435	2	-	-
Drivers training	62	78	-	-	-
Total license fees	20,397	24,053	25,669	26,731	27,292
Total taxes and license fees	1,724,433	1,995,022	2,090,911	2,208,056	2,421,815
Other Revenue Sources:					
Interest Earnings:					
Permanent fund income	215,146	212,410	204,522	203,011	207,417
Earnings on state balances	24,127	25,983	32,786	23,691	21,789
Severance tax income fund earnings	135,524	133,931	131,172	132,093	133,634
Total interest earnings	374,797	372,324	368,480	358,795	362,840
Rents and royalties:					
Federal mineral leasing	132,932	144,125	122,373	117,430	180,177
Land office	10,326	11,429	9,796	13,159	12,607
Total rents and royalties	143,258	155,554	132,169	130,589	192,784

STATE OF NEW MEXICO
SCHEDULE OF REVENUES
STATE GENERAL FUND
For The Last Five Fiscal Years
(Amounts in Thousands)

SCHEDULE 29

	1993	1994	1995	1996	1997
Other Revenue Sources (Continued):					
Miscellaneous receipts:					
Magistrate court costs	974	989	1,154	1,176	1,273
Metro court costs	345	361	330	297	289
MVD penalty assessments	5,891	6,866	6,434	7,090	5,268
Fines and forfeitures	5,599	6,104	6,538	7,081	7,191
Birth and death certificates	580	568	491	403	516
District judge receipts	1,433	837	914	1,210	1,191
Notary public fees	579	636	641	646	669
Court of appeals	40	44	40	55	56
Economic Development fees	22	28	30	-	-
Legislative receipts	50	50	82	63	77
Workmen's compensation fees	-	-	-	-	52
Payroll administration costs	31	45	34	32	21
Control substance abuse	87	37	4	(3)	-
Property taxes	-	-	-	-	1,959
Small county assistance	1,049	1,550	1,924	3,056	2,227
Supreme court fees	34	34	30	21	16
Unclaimed property - FHA	6	-	119	-	-
Unclaimed property	1,345	-	2,175	6,524	1,768
Public Defender reimbursement	48	-	-	199	284
Small cities assistance	-	-	-	2,041	2,463
Public school insurance	-	-	-	5,000	-
Total miscellaneous receipts and fees	18,113	18,149	20,940	34,891	25,320
Other revenues:					
Court decisions	-	-	-	-	-
Transfers - reversions	9,357	19,084	18,768	22,386	-
Transfers - State Support Reserves	-	-	-	-	-
Misallocations	-	-	-	-	-
Transfers - Retire Health Care	-	-	-	-	-
Transfers - unclaimed property	-	-	-	-	-
Transfers - Approp. Contingency	-	-	-	-	-
Transfers - Economic Development	-	-	-	-	-
Total other revenues	9,357	19,084	18,768	22,386	-
Total other revenue sources	545,525	565,111	540,357	546,661	580,944
Total Revenues	$ 2,269,958	$ 2,560,133	$ 2,631,268	$ 2,754,717	$ 3,002,759

STATE OF NEW MEXICO

ANALYSIS OF FUNDING PROGRESS

THE EDUCATIONAL RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 1997

(Amount in Thousands)

SCHEDULE 30

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 1997	$ 4,516,400	$ 5,854,400	$ 1,338,000	77%	$ 1,448,700	92%
June 30, 1996	3,993,600	5,542,300	1,548,700	72	1,413,600	110
June 30, 1995	3,561,800	5,079,600	1,517,800	70	1,356,500	112
June 30, 1994	3,181,100	4,657,700	1,477,600	68	1,258,700	117
June 30, 1993	2,798,200	4,207,700	1,409,500	67	1,191,000	118
June 30, 1992	2,549,800	3,912,700	1,362,900	65	1,150,400	119

NOTE: AVA was set to the book value in the June 30, 1992 and 1993 actuarial valuations. It was changed to a smoothed market beginning with the June 30, 1994 valuation. Actuarial assumptions were changed as of June 30, 1994 and June 30, 1996.

STATE OF NEW MEXICO

ANALYSIS OF FUNDING PROGRESS **SCHEDULE 31**

THE PUBLIC RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 1997

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 1997	$ 4,560,312	$ 5,558,679	$ 998,367	82%	$ 1,102,082	91%
June 30, 1996	3,845,138	5,054,258	1,209,120	76	1,098,636	110
June 30, 1995	3,364,452	4,646,242	1,281,790	72	1,043,575	123
June 30, 1994	2,974,816	3,976,512	1,001,696	75	943,330	106
June 30, 1993	2,696,511	3,561,050	864,539	76	909,242	95
June 30, 1992	2,399,346	3,277,968	878,622	73	843,915	104

Actuarial Value of Assets is the value of cash, investments and other property belonging to the pension plan used by the actuary for the purpose of valuation. The funding value of assets, which is used to derive the actuarial value of assets, recognizes assumed investment income fully each year. Differences between actual and assumed investment income are phased in over a closed four year period. During periods when investment performance exceeds the assumed rate, funding value of assets will tend to be less than market value. During periods when investment performance is less than the assumed rate, funding value of assets will tend to be greater than market value. If assumed rates are exactly realized for three consecutive years, funding value will become equal to market value. For the valuation of assets, market value is used for fiscal year ended June 30, 1997 and 1996 and amortized cost is used for fiscal years ending June 30, 1992 through 1995.

Actuarial Accrued Liability is the portion of actuarial present value of total projected benefits which is not provided for by the future normal costs. Future normal costs is defined as that portion of the actuarial present value of total projected benefits which is allocated to a valuation year by the actuarial cost method.

Unfunded Actuarial Accrued Liability is the excess of the Actuarial Accrued Liability over the Actuarial Value of Assets.

The percentage funded using the actuarial value of assets expressed as a percentage of the actuarial present value of credited projected benefits was 75%, 77%, 80%, 84%, 82%, 79%, 82% and 88% for fiscal years ended June 30, 1990, 1991, 1992, 1993, 1994, 1995, 1996 and 1997, respectively.

Source of information for this schedule were actuarial assumptions and audit reports. Expressing the actuarial value of assets as a percentage of actuarial accrued liability provides one indication of funding status on a going-concern basis. Expressing the unfunded actuarial accrued liability as a percentage of covered payroll aids analysis of the progress made in accumulating sufficient assets to pay benefits when due.

STATE OF NEW MEXICO
ANALYSIS OF FUNDING PROGRESS
THE JUDICIAL RETIREMENT SYSTEM
For The Last Six Years Ending June 30, 1997
(Amount in Thousands)

SCHEDULE 32

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 1997	$ 36,598	$ 51,356	$ 14,758	71%	$ 6,537	226%
June 30, 1996	32,053	46,742	14,689	69	6,156	239
June 30, 1995	28,449	41,490	13,041	69	5,817	224
June 30, 1994	25,379	37,407	12,028	68	5,177	232
June 30, 1993	23,163	35,617	12,454	65	5,034	247
June 30, 1992	20,850	33,277	12,427	63	4,862	256

Actuarial Value of Assets is the value of cash, investments and other property belonging to the pension plan used by the actuary for the purpose of valuation. The funding value of assets, which is used to derive the actuarial value of assets, recognizes assumed investment income fully each year. Differences between actual and assumed investment income are phased in over a closed four year period. During periods when investment performance exceeds the assumed rate, funding value of assets will tend to be less than market value. During periods when investment performance is less than the assumed rate, funding value of assets will tend to be greater than market value. If assumed rates are exactly realized for three consecutive years, funding value will become equal to market value. For the valuation of assets, market value is used for fiscal year ended June 30, 1997 and 1996 and amortized cost is used for fiscal years ending June 30, 1992 through 1995.

Actuarial Accrued Liability is the portion of actuarial present value of total projected benefits which is not provided for by the future normal costs. Future normal costs is defined as that portion of the actuarial present value of total projected benefits which is allocated to a valuation year by the actuarial cost method.

Unfunded Actuarial Accrued Liability is the excess of the Actuarial Accrued Liability over the Actuarial Value of Assets.

The percentage funded using the actuarial value of assets expressed as a percentage of the actuarial present value of credited projected benefits was 61%, 64%, 67%, 69%, 70%, 72% and 76% for fiscal years ended June 30, 1991, 1992, 1993, 1994, 1995, 1996 and 1997, respectively.

Source of information for this schedule were actuarial assumptions and audit reports. Expressing the actuarial value of assets as a percentage of actuarial accrued liability provides one indication of funding status on a going-concern basis. Expressing the unfunded actuarial accrued liability as a percentage of covered payroll aids analysis of the progress made in accumulating sufficient assets to pay benefits when due.

ANALYSIS OF FUNDING PROGRESS **SCHEDULE 33**

THE MAGISTRATE RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 1997

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 1997	$ 16,677	$ 18,435	$ 1,758	91%	$ 3,178	55%
June 30, 1996	14,068	16,539	2,471	85	3,362	74
June 30, 1995	11,612	14,530	2,918	80	3,501	83
June 30, 1994	9,491	12,079	2,588	79	3,246	80
June 30, 1993	7,714	10,260	2,546	75	3,203	80
June 30, 1992	6,335	9,134	2,799	69	3,064	91

Actuarial Value of Assets is the value of cash, investments and other property belonging to the pension plan used by the actuary for the purpose of valuation. The funding value of assets, which is used to derive the actuarial value of assets, recognizes assumed investment income fully each year. Differences between actual and assumed investment income are phased in over a closed four year period. During periods when investment performance exceeds the assumed rate, funding value of assets will tend to be less than market value. During periods when investment performance is less than the assumed rate, funding value of assets will tend to be greater than market value. If assumed rates are exactly realized for three consecutive years, funding value will become equal to market value. For the valuation of assets, market value is used for fiscal year ended June 30, 1997 and 1996 and amortized cost is used for fiscal years ending June 30, 1992 through 1995.

Actuarial Accrued Liability is the portion of actuarial present value of total projected benefits which is not provided for by the future normal costs. Future normal costs is defined as that portion of the actuarial present value of total projected benefits which is allocated to a valuation year by the actuarial cost method.

Unfunded Actuarial Accrued Liability is the excess of the Actuarial Accrued Liability over the Actuarial Value of Assets.

The percentage funded using the actuarial value of assets expressed as a percentage of the actuarial present value of credited projected benefits was 71%, 74%, 79%, 82%, 83%, 94% and 100% for fiscal years ended June 30, 1991, 1992, 1993, 1994, 1995, 1996 and 1997, respectively.

Source of information for this schedule were actuarial assumptions and audit reports. Expressing the actuarial value of assets as a percentage of actuarial accrued liability provides one indication of funding status on a going-concern basis. Expressing the unfunded actuarial accrued liability as a percentage of covered payroll aids analysis of the progress made in accumulating sufficient assets to pay benefits when due.

STATE OF NEW MEXICO
ANALYSIS OF FUNDING PROGRESS
THE VOLUNTEER RETIREMENT SYSTEM
For The Last Six Years Ending June 30, 1997
(Amount in Thousands)

SCHEDULE 34

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 1997	$ 12,894	$ 13,905	$ 1,011	93%	N/A	N/A
June 30, 1996	10,555	12,737	2,182	83	N/A	N/A
June 30, 1995	10,494	10,523	29	100	N/A	N/A
June 30, 1994*	-	-	-	-	N/A	N/A
June 30, 1993	7,234	8,182	948	88	N/A	N/A
June 30, 1992	6,189	8,709	2,520	71	N/A	N/A

* Actuarial Valuation not prepared for this year.

Actuarial Value of Assets is the value of cash, investments and other property belonging to the pension plan used by the actuary for the purpose of valuation. The funding value of assets, which is used to derive the actuarial value of assets, recognizes assumed investment income fully each year. Differences between actual and assumed investment income are phased in over a closed four year period. During periods when investment performance exceeds the assumed rate, funding value of assets will tend to be less than market value. During periods when investment performance is less than the assumed rate, funding value of assets will tend to be greater than market value. If assumed rates are exactly realized for three consecutive years, funding value will become equal to market value. For the valuation of assets, market value is used for fiscal year ended June 30, 1997 and 1996 and amortized cost is used for fiscal years ending June 30, 1992 through 1995.

Actuarial Accrued Liability is the portion of actuarial present value of total projected benefits which is not provided for by the future normal costs. Future normal costs is defined as that portion of the actuarial present value of total projected benefits which is allocated to a valuation year by the actuarial cost method.

Unfunded Actuarial Accrued Liability is the excess of the Actuarial Accrued Liability over the Actuarial Value of Assets.

Source of information for this schedule were actuarial assumptions and audit reports. Expressing the actuarial value of assets as a percentage of actuarial accrued liability provides one indication of funding status on a going-concern basis.

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE

THE EDUCATIONAL RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 1997

(Amount in Thousands)

SCHEDULE 35

REVENUES BY SOURCE

Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
1997	$ 115,616	$ 130,033	$ 220,812	$ 2,219	$ 468,680
1996	112,350	126,594	294,029	2,279	535,252
1995	108,414	121,251	239,058	1,917	470,640
1994	101,562	112,665	249,820	1,681	465,728
1993	95,649	92,736	234,287	1,546	424,218
1992	95,663	89,854	239,516	1,300	426,333
1991	88,451	85,190	206,359	1,017	381,017
1990	82,264	78,403	173,845	1,000	335,512

EXPENSES BY TYPE

Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
1997	$ 231,602	$ 2,377	$ 24,683	$ -	$ 258,662
1996	210,621	2,369	22,969	-	235,959
1995	193,074	2,077	22,266	-	217,417
1994	175,336	1,756	19,768	-	196,860
1993	159,056	1,679	18,125	-	178,860
1992	142,623	1,562	18,714	3,074 *	165,973
1991	121,198	1,496	18,762	3,074 *	144,530
1990	110,203	1,346	18,894	3,074 *	133,517

* Return to the State General Fund for cost of living adjustments appropriated in 1991.

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE

SCHEDULE 36

THE PUBLIC EMPLOYEES RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 1997

(Amount in Thousands)

Fiscal Year Ended June 30	REVENUES BY SOURCE Member Contributions	Employer Contributions	Investment Income	Other Income	Total
1997	$ 109,624	$ 162,496	$ 873,646	$ 9,150	$ 1,154,916
1996	105,256	158,086	742,082	3,493	1,008,917
1995	92,577	136,944	175,571	3,636	408,728
1994	81,385	125,241	184,100	4,120	394,846
1993	71,814	117,425	248,728	3,095	441,062
1992	67,488	111,128	194,576	2,266	375,458
1991	62,780	102,529	142,688	2,368	310,365
1990	58,148	96,224	150,974	2,953	308,299

Fiscal Year Ended June 30	EXPENSES BY TYPE Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
1997	$ 182,217	$ 12,611	$ 21,487	$ -	$ 216,315
1996	161,927	11,082	19,317	-	192,326
1995	148,407	9,333	17,463	-	175,203
1994	133,160	7,440	12,223	162	152,985
1993	120,159	6,230	14,911	-	141,300
1992	107,736	6,021	14,016	-	127,773
1991	97,661	5,278	13,936	-	116,875
1990	88,756	8,219	14,166	-	111,141

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE

THE JUDICIAL RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 1997

(Amount in Thousands)

SCHEDULE 37

Fiscal Year Ended June 30	REVENUES BY SOURCE Member Contributions	Employer Contributions	Investment Income	Other Income	Total
1997	$ 310	$ 2,286	$ 6,827	$ 242	$ 9,665
1996	301	1,919	4,370	5	6,595
1995	276	1,882	1,649	59	3,866
1994	263	1,725	1,599	36	3,623
1993	252	1,736	1,634	7	3,629
1992	172	1,329	1,666	15	3,182
1991	169	1,364	1,526	-	3,059
1990	161	2,156	1,429	-	3,746

Fiscal Year Ended June 30	EXPENSES BY TYPE Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
1997	$ 2,461	$ 12	$ -	$ -	$ 2,473
1996	2,173	14	38	-	2,225
1995	1,962	16	2	-	1,980
1994	1,726	14	-	-	1,740
1993	1,693	12	3	-	1,708
1992	1,704	7	-	-	1,711
1991	1,528	9	-	-	1,537
1990	1,543	13	-	-	1,556

STATE OF NEW MEXICO
REVENUES AND EXPENSES BY TYPE
THE MAGISTRATE RETIREMENT SYSTEM
For The Last Eight Years Ending June 30, 1997
(Amount in Thousands)

SCHEDULE 38

REVENUES BY SOURCE

Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
1997	$ 167	$ 1,086	$ 3,323	$ -	$ 4,576
1996	164	1,219	2,027	-	3,410
1995	174	1,176	592	-	1,942
1994	159	1,065	518	-	1,742
1993	154	842	498	-	1,494
1992	-	613	470	-	1,083
1991	-	602	382	-	984
1990	-	569	318	-	887

EXPENSES BY TYPE

Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
1997	$ 654	$ 7	$ -	$ -	$ 661
1996	551	10	-	-	561
1995	392	14	19	-	425
1994	228	12	-	-	240
1993	152	14	1	-	167
1992	78	9	-	-	87
1991	50	9	-	-	59
1990	-	11	-	-	11

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE **SCHEDULE 39**

THE VOLUNTEER RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 1997

Amount in Thousands)

REVENUES BY SOURCE

Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
1997	$ -	$ 750	$ 2,793	$ -	$ 3,543
1996	-	500	1,720	-	2,220
1995	-	500	549	-	1,049
1994	-	500	490	-	990
1993	-	500	480	-	980
1992	-	500	454	-	954
1991	-	500	383	-	883
1990	-	500	281	-	781

EXPENSES BY TYPE

Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
1997	$ 119	$ 1	$ -	$ -	$ 120
1996	79	6	-	-	85
1995	50	8	-	-	58
1994	43	8	-	-	51
1993	33	8	-	-	41
1992	18	10	-	-	28
1991	8	2	-	-	10
1990	-	4	-	-	4