STATE OF NEW MEXICO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2001

INTRODUCTORY SECTION

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STATE OF NEW MEXICO

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2001

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

HAROLD G. FIELD II
SECRETARY

ANTHONY I. ARMIJO
DIRECTOR/STATE CONTROLLER

December 16, 2002

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

We are pleased to present the first Comprehensive Annual Financial Report issued by the State of New Mexico. This report represents the summarized financial position and results of operations of State departments, agencies, and universities for fiscal year 2001.

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 these 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.

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

Respectfully submitted,

Harold G. Field, II
Cabinet Secretary

Anthony I. Armijo
Director/State Controller

State of New Mexico

Selected State Officials

Executive

Gary Johnson, Governor • **Walter D. Bradley,** Lieutenant Governor • **Rebecca Vigil-Giron,** Secretary of State • **Patricia A. Madrid,** Attorney General • **Domingo Martinez,** State Auditor • **Ray Powell,** Commissioner of Public Lands • **Michael Montoya,** State Treasurer • **Herb H. Hughes, Bill Pope, Jerome D. Block, Lynda M. Lovejoy, Tony Shaefer,** Public Regulations Commission

Judicial

Justices of the Supreme Court: **Patricio M. Serna, Joseph F. Baca, Gene E. Franchini, Pamela B. Minzner, Petra J. Maes**

Judges of the Court of Appeals: **Richard C. Bosson, A. Joseph Alarid, Lynn Pickard, James J. Wechsler, Michael D. Bustamante, M. Christina Armijo, Jonathan B. Sutin, Cynthia A. Fry, Ira Robinson, Celia Foy Castillo**

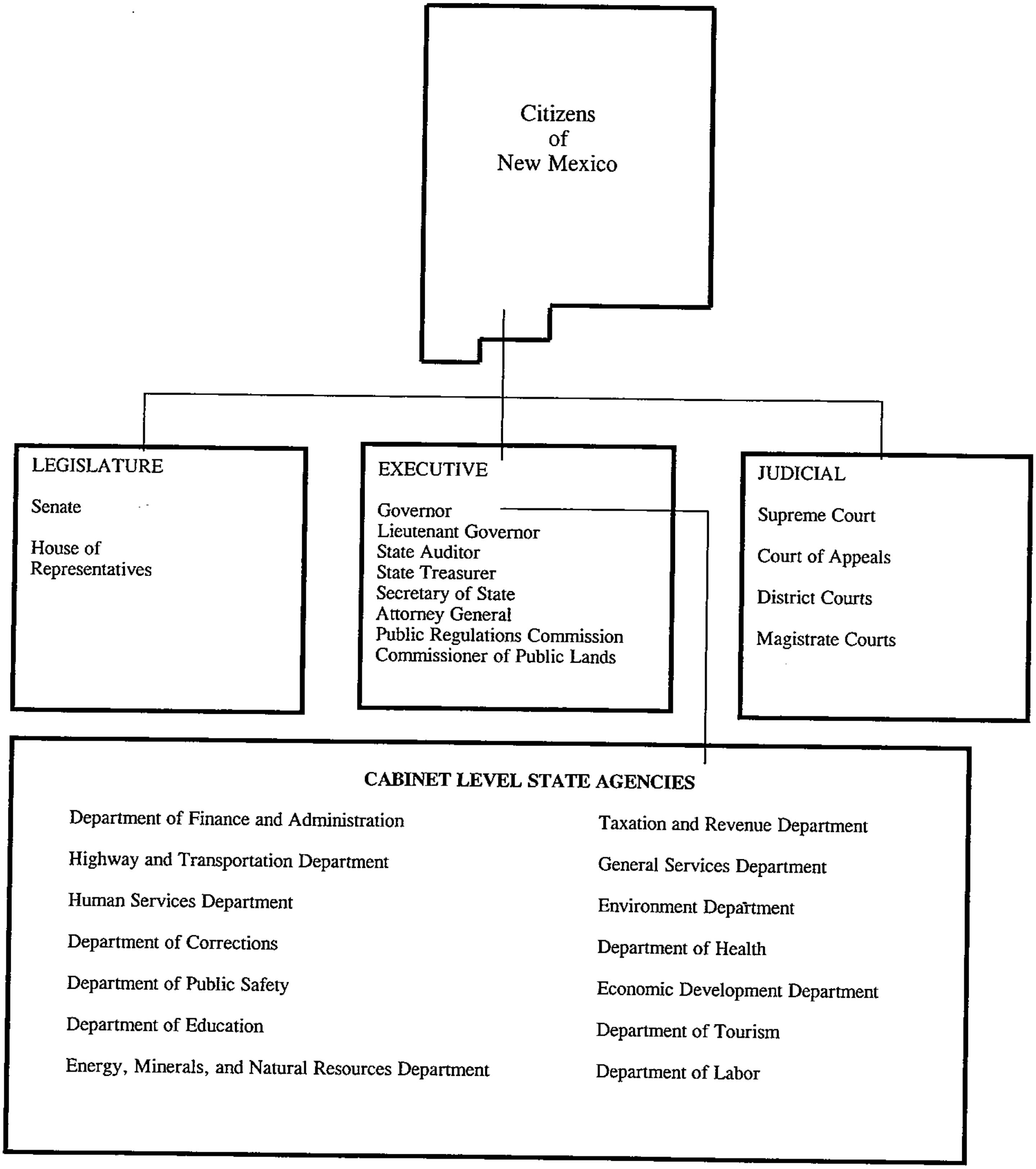
Legislative

Senate: **Richard M. Romero,** President Pro-Tempore • **Timothy Z. Jennings,** Majority Floor Leader • **Stuart Ingle,** Minority Floor Leader • **Mary Jane M. Garcia,** Majority Whip • **Leonard Lee Rawson,** Minority Whip • **Linda M. Lopez,** Caucus Chair • **Patrick H. Lyons,** Caucus Chair

House of Representatives: **Ben Lujan** Speaker of the House • **Danice Picraux,** Majority Floor Leader • **Ted Hobbs,** Minority Floor leader • **James G. Taylor,** Majority Whip • **Earlene Roberts,** Minority Whip • **John A. Heaton,** Caucus Chair • **Larry A. Larranaga,** Caucus Chair

STATE OF NEW MEXICO

ORGANIZATION CHART



FINANCIAL SECTION

General Purpose Financial Statements

STATE OF NEW MEXICO

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001

(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS				
Cash and cash equivalents	$ 557,658	$ 633,994	$ 148,832	$ 52,131
Receivables, net of allowance for uncollectible	56,132	168,322	4,099	3,943
Due from other agencies	420,223	46,800	32,192	3,363
Due from other funds	50,477	40,145	310	7,008
Due from other governmental entities	250,000	18,949	-	233
Inventories	9,694	19,503	-	-
Deferred charges and other assets	1,332	8,710	-	853
Investments, at fair value (note 2)	2,607	-	-	-
Investments held by others	-	31,700	-	-
Other assets				
Fixed assets, net of depreciation	12,396	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for bond retirement	-	-	-	-
Amounts to be provided for other long-term obligations	-	-	-	-
Total Assets	$ 1,360,519	$ 968,123	$ 185,433	$ 67,531
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Payables	$ 504,647	$ 86,445	$ 1,972	$ 7,116
Accrued liabilities	14,686	2,828	-	113
Due to other agencies	57,762	17,182	-	115
Due to other funds	126,145	62,132	4,754	398
Due to other governmental entities	4,640	85	-	-
Security lending liability	-	-	-	-
Advances from others	33	-	-	-
Funds held for others	2,385	3,986	-	-
Other obligations	474	5,132	5,410	-
Distributions payable due to beneficiaries	-	-	-	-
Reserved for losses and loss adjustments	-	-	-	-
Unearned premiums and due to carriers	-	-	-	-
Deferred revenue	15,596	41,459	-	14,538
Available for appropriations	-	-	-	-
Bonds payable	-	-	-	-
Loaned equipment	-	-	-	-
Total Liabilities	726,368	219,249	12,136	22,280

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

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	2001	2000
$ 5,308	$ 199,003	$ 3,350,803	$ -	$ -	$ 492,248	$ 5,439,977	$ 4,045,456
1,920	15,184	1,314,619	-	-	294,889	1,859,108	1,639,075
529	9	18,950	-	-	-	522,066	482,409
98	275	61,490	-	-	39,616	199,419	218,655
-	-	-	-	-	-	269,182	205,373
1,988	765	-	-	-	17,447	49,397	45,770
79	2,536	-	-	-	18,384	31,894	932,006
-	19,730	29,512,073	-	-	91,198	29,625,608	31,837,009
-	126,270	68,614	-	-	784,134	1,010,718	460,537
		18,622				18,622	-
33,906	33,024	-	1,434,717	-	1,385,731	2,899,774	3,229,101
-	-	-	-	158,087	-	158,087	151,278
-	-	-	-	1,196,233	-	1,196,233	1,058,139
-	-	-	-	85,686	-	85,686	84,075
$ 43,828	$ 396,796	$ 34,345,171	$ 1,434,717	$ 1,440,006	$ 3,123,647	$ 43,365,771	$ 44,388,883

$ 3,224	$ 96,817	$ 1,090,663	$ -	$ -	$ 168,445	$ 1,959,329	$ 1,722,037
202	1,393	1,363	-	-	20,757	41,342	39,749
-	-	498,596	-	-	-	573,655	381,617
39	217	364,064	-	-	40,013	597,762	496,521
-	6,636	94,654	-	-	-	106,015	218,566
-	-	698,987	-	-	-	698,987	1,808,574
-	-	2,298	-	-	-	2,331	2,989
-	-	587,329	-	-	30,329	624,029	597,770
238	54	9,063	-	85,686	19,145	125,202	135,451
-	-	108,850	-	-	-	108,850	104,600
-	45,285	-	-	-	-	45,285	41,669
1,473	9,529	-	-	-	-	11,002	11,173
535	-	-	-	-	29,955	102,083	121,628
-	-	-	-	-	-	0	1,440
1,750	3,000	269,514	-	1,354,320	312,990	1,941,574	1,701,954
-	-	-	-	-	18,556	18,556	21,168
7,461	162,931	3,725,381	-	1,440,006	640,190	6,956,002	7,406,906

STATE OF NEW MEXICO

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001

(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)	-	-	-	-
Net assets held in trust for pool participants	-	-	-	-
Fund Balances:				
Unrestricted - Undesignated	-	-	-	-
Restricted - General	-	-	-	-
Restricted - Other	-	-	-	-
Reserved for encumbrances	168,969	592,628		18,579
Reserved for special projects	498	42,599	1,189	7,100
Reserved for unemployment benefits	-	-	-	-
Reserved for inventories and other	5,253	17,134	-	-
Reserved for subsequent years' expenditures	28,652	27,178	-	-
Reserved for beneficiaries	-	-	-	-
Unreserved - designated for arbitrage rebates (note 6)	-	-	14,021	-
Unreserved - designated for subsequent years' expenditures	46,208	106,491	-	-
Unreserved - designated for capital projects	-	-	-	19,572
Unreserved - designated for debt service	-	-	158,087	-
Unreserved - designated for highway construction	-	(71,111)	-	-
Unreserved - undesignated	384,571	33,955	-	-
Total Equity and Other Credits	634,151	748,874	173,297	45,251
Total Liabilities, Equity, and Other Credits	$ 1,360,519	$ 968,123	$ 185,433	$ 67,531

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

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	2001	2000
-	-	-	1,434,717	-	1,599,177	3,033,894	2,870,831
21,614	30,966	-	-	-	-	52,580	41,647
14,753	202,899	-	-	-	-	217,652	247,284
-	-	14,779,857	-	-	-	14,779,857	15,808,842
-	-	3,640,404	-	-	-	3,640,404	2,868,744
-	-	-	-	-	303,187	303,187	283,627
-	-	-	-	-	348,381	348,381	366,207
-	-	-	-	-	232,712	232,712	240,143
-	-	583,214	-	-	-	1,363,390	984,887
-	-	298,109	-	-	-	349,495	256,083
-	-	-	-	-	-	-	554,143
-	-	-	-	-	-	22,387	25,506
-	-	-	-	-	-	55,830	34,183
-	-	11,318,206	-	-	-	11,318,206	12,146,458
-	-	-	-	-	-	14,021	13,621
-	-	-	-	-	-	152,699	103,708
-	-	-	-	-	-	19,572	25,474
-	-	-	-	-	-	158,087	151,278
-	-	-	-	-	-	(71,111)	(272,387)
-	-	-	-	-	-	418,526	231,698
36,367	233,865	30,619,790	1,434,717	-	2,483,457	36,409,769	36,981,977
$ 43,828	$ 396,796	$ 34,345,171	$ 1,434,717	$ 1,440,006	$ 3,123,647	$ 43,365,771	$ 44,388,883

STATE OF NEW MEXICO

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
REVENUES:				
Taxes:				
General and selective sales	$ 1,533,674	$ -	$ -	$ -
Personal income	897,487	-	-	-
Corporate income	219,787	-	-	-
Estate	24,228	-	-	-
Fiduciary	8,607	-	-	-
User and fuel	-	335,521	-	-
Severance and other	363,521	-	-	-
Licenses, fees, and permits	43,901	26,838	-	-
Interest and other investment income	482,151	32,337	27,367	3,138
Rents and royalties	419,954	1,455	-	-
Federal funds	1,860,914	244,533	232	5,055
U.S. Dept of Transportation	-	262,233	-	-
U.S. Department of Energy	-	38,299	-	-
Other	110,667	121,703	5,346	6,014
Charges for services	90,979	8,118	-	3154
State General Fund Appropriation	-	-	-	4,287
Total Revenues	6,055,870	1,071,037	32,945	21,648
EXPENDITURES:				
Current:				
Legislative	18,690	-	-	590
Judicial	149,341	25,560	-	-
General control	250,844	59,328	-	10,623
Regulation, licensing and economic development	60,334	15,315	-	90
Culture, recreation and natural resources	133,759	12,919	-	12,125
Health and human services	2,639,031	115,306	-	-
Public safety	276,684	7,906	-	403
Transportation and Highways	400	876,860	-	731
Education	49,540	1,956,310	-	-
Higher education	571,074	-	-	-
Public school support	1,634,001	-	-	-
Capital outlay	-	-	-	33,773
Debt service:				
Bond principal retirement	-	-	203,680	-
Bond interest and fiscal charges	-	-	66,264	-
Other	-	-	5,183	-
Total Expenditures	5,783,698	3,069,504	275,127	58,335

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

EXHIBIT B

Fiduciary Fund Types: Expendable Trust	Totals (Memorandum Only): 2001	Totals (Memorandum Only): 2000
$ -	$ 1,533,674	$ 1,418,023
-	897,487	867,434
-	219,787	165,802
-	24,228	16,237
-	8,607	8,644
-	335,521	332,198
121,369	484,890	319,347
-	70,739	62,309
52,035	597,028	538,151
-	421,409	249,249
-	2,110,734	1,902,444
-	262,233	279,696
-	38,299	17,110
47,521	291,251	285,311
109,431	211,682	187,018
-	4,287	1,775
330,356	7,511,856	6,650,748
-	19,280	15,258
-	174,901	129,199
115,725	436,520	324,598
7,877	83,616	70,467
-	158,803	137,785
92,117	2,846,454	2,543,724
-	284,993	260,530
-	877,991	849,088
-	2,005,850	1,874,304
-	571,074	531,926
-	1,634,001	1,544,036
-	33,773	61,384
-	203,680	164,376
-	66,264	49,882
-	5,183	101,712
215,719	9,402,383	8,658,269

STATE OF NEW MEXICO

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Excess (deficiency) of revenues over expenditures	272,172	(1,998,467)	(242,182)	(36,687)
OTHER FINANCING SOURCES (USES):				
Proceeds from bonds	1	542,470	5,439	20,994
Operating transfers in	72,809	1,823,647	447,628	18,897
Operating transfers (out)	(8,146)	(355,966)	(203,987)	(2,235)
Other sources	133,214	14,408	-	141
Other uses	(202,129)	(22,112)	-	(2)
Increase (Decrease) in fair value of investments	-	(5,321)	-	-
Net Other Financing Sources (Uses)	(4,251)	1,997,126	249,080	37,795
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	267,921	(1,341)	6,898	1,108
Fund balances at the beginning of the year, as previously reported	389,886	751,803	166,399	44,143
Prior period adjustments (note 7)	(23,656)	(1,588)	-	-
Fund balances at the beginning of the year, restated	366,230	750,215	166,399	44,143
Fund balances at the end of the year	$ 634,151	$ 748,874	$ 173,297	$ 45,251

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

Fiduciary Fund Types Expendable Trust	Totals (Memorandum Only) 2001	Totals (Memorandum Only) 2000
114,637	(1,890,527)	(2,007,521)
-	568,904	528,319
-	2,362,981	377,103
(4,631)	(574,965)	(233,497)
164	147,927	1,811,261
-	(224,243)	(327,413)
-	(5,321)	2,965
(4,467)	2,275,283	2,158,738
110,170	384,756	151,217
597,245	1,949,476	1,808,988
-	(25,244)	(10,729)
597,245	1,924,232	1,798,259
$ 707,415	$ 2,308,988	$ 1,949,476

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, 2001
(Amounts in Thousands)

	Proprietary Fund Types	
	Enterprise	Internal Service
OPERATING REVENUES:		
Licenses, fees and permits	$ 10,784	$ -
Charges for services	10,136	240,744
Sales income	129	
Employee contributions	-	24,706
Employer contributions	-	12,334
Retiree contributions	-	44,023
Interest and other investment income	-	10,720
Intergovernmental	-	-
Other operating revenues	2,673	5,236
Total Operating Revenues	23,722	337,763
OPERATING EXPENSES:		
General and administrative	25,462	121,510
Benefits, claims and premiums	-	122,950
Refunds	-	-
Other operating expenses	-	-
Distribution of income	-	-
Losses	-	119,512
Total Operating Expenses	25,462	363,972
Operating Income (Loss)	(1,740)	(26,209)
NONOPERATING REVENUES (EXPENSES) AND TRANSFERS:		
Nonoperating revenues	743	7,940
Nonoperating expenses and transfers	(650)	911
Proceeds from sale of bonds	-	-
Net Increase (Decrease) in fair value of Investments	-	(11,175)
Net Nonoperating Revenues (Expenses) and Transfers	93	(2,324)
Net Income (Loss)	(1,647)	(28,533)
Retained earnings/Fund balances at the beginning of the year, as previously reported	17,638	231,638
Prior period adjustments (note 7)	(44)	(206)
Retained earnings/Fund balances at the beginning of the year, restated	17,594	231,432
Retained earnings/Fund balances at the end of the year	$ 15,947	$ 202,899

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

Fiduciary Fund Types		Totals (Memorandum Only)	
Nonexpendable Trust	Pension Trust	2001	2000
$ -	$ -	$ 10,784	$ 11,148
-	-	250,880	229,284
		129	
-	286,201	310,907	277,584
-	361,509	373,843	362,053
-	-	44,023	36,615
367,644	467,998	846,362	806,827
-	-		-
121	6,707	14,737	12,798
367,765	1,122,415	1,851,665	1,736,309
-	7,525	154,497	137,782
-	636,495	759,445	700,810
-	64,006	64,006	61,974
12,807	-	12,807	12,993
452,107	-	452,107	407,548
-	-	119,512	88,203
464,914	708,026	1,562,374	1,409,310
(97,149)	414,389	289,291	326,999
10,780	1,052	20,515	74,639
495,726	-	495,987	246,569
-	-	-	-
(1,222,418)	(1,444,426)	(2,678,019)	2,177,367
(715,912)	(1,443,374)	(2,161,517)	2,498,575
(813,061)	(1,028,985)	(1,872,226)	2,825,574
12,305,175	15,808,842	28,363,293	25,538,712
-	-	(250)	(2,985)
12,305,175	15,808,842	28,363,043	25,535,727
$ 11,492,114	$ 14,779,857	$ 26,490,817	$ 28,361,301

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, 2001

(Amount in Thousands)

	General Fund			Special Revenue		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
REVENUES:						
State general fund	$ 1,321,338	$ 1,306,431	$ (14,907)	$ 1,795,442	$ 1,790,273	$ (5,169)
Taxes	550	574	24	16,896	18,057	1,161
Charges for services	84,571	88,755	4,184	4,458	5,373	915
Federal funds	2,148,338	1,841,794	(306,544)	619,272	524,849	(94,423)
Interest on investments	2,801	4,575	1,774	4,567	5,613	1,046
Licenses, fees, and permits	2,411	2,550	139	37,707	25,223	(12,484)
Interest and penalties	124	97	(27)	720	781	61
Other state funds	85,133	75,084	(10,049)	363,298	367,913	4,615
Other financing sources	192,031	178,078	(13,953)	122,751	98,068	(24,683)
Total Revenues	3,837,297	3,497,938	(339,359)	2,965,111	2,836,150	(128,961)
Cash Balance Budgeted	30,402	30,402	-	85,994	85,994	-
Total Revenues and Cash Balance Budgeted	3,867,699	3,528,340	(339,359)	3,051,105	2,922,144	(128,961)
EXPENDITURES:						
General Government:						
Legislature	12,079	18,991	(6,912)	-	-	-
Judicial	109,430	106,385	3,045	39,217	35,473	3,744
General control	161,869	152,574	9,295	188,427	141,748	46,679
Regulation, licensing and economic development	53,058	51,850	1,208	28,526	19,609	8,917
Culture, recreation, and natural resources	141,995	127,050	14,945	44,595	34,613	9,982
Health and human services	3,062,810	2,724,986	337,824	74,290	69,167	5,123
Public safety	300,874	286,830	14,044	12,475	10,261	2,214
Transportation and Highways	-	-	-	658,362	539,183	119,179
Education	29,024	26,010	3,014	2,005,213	1,990,934	14,279
Higher education	-	-	-	-	-	-
Public school support	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Bond principal retirement	-	-	-	-	-	-
Bond interest and fiscal charges	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Expenditures	3,871,139	3,494,676	376,463	3,051,105	2,840,988	210,117
Excess(deficiency) of Revenues and Cash Balance Budgeted over Expenditures	$ (3,440)	$ 33,664	$ 37,104	$ -	$ 81,156	$ 81,156

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

STATE OF NEW MEXICO

COMBINED STATEMENT OF CASH FLOWS **EXHIBIT E**

ALL PROPRIETARY AND NONEXPENDABLE TRUST FUNDS

For The Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	Proprietary Fund Types		Fiduciary Fund Types	
	Enterprise	Internal Service	Nonexpendable Trust Funds	June 30, 2001
Cash Flows from Operating Activities:				
Operating income (loss)	$ (1,738)	$ (26,240)	$ 6,159	$ (21,819)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Net gain on sale of securities	-	-	-	-
Depreciation and amortization	1,773	8,656	28	10,457
Miscellaneous revenues (expenses)	(63)	3,616	-	3,553
(Increase) Decrease in Assets:				
Receivables	119	3,774	(4,484)	(591)
Inventories	135	(102)	-	33
Due from other funds and agencies	(25)	-	-	(25)
Prepaid items	(20)	(653)	-	(673)
Deferred charges and other assets	-	-	-	-
Increase (Decrease) in Liabilities:				
Payables and accruals	(250)	(3,455)	29	(3,676)
Due to other funds and agencies	20	189	18	227
Deferred revenues	(606)	1,211	-	605
Advance from other funds	15	-	-	15
Compensated absences	7	69	-	76
Net cash provided by (used in) operating activities	(633)	(12,935)	1,750	(11,818)
Cash Flows from Noncapital Activities:				
Purchase/loans funded and repayment of debt	-	-	(6,175)	(6,175)
Payments received on loans receivable	-	-	122	122
Contributions and intergovernmental revenues	456	16,292	4,713	21,461
Operating transfers in	2	21,133	532,386	553,521
Operating transfers out	-	(17,409)	(467,583)	(484,992)
Increase in contributed capital	3,274	-	-	3,274
Net cash provided by (used in) noncapital financing activities	3,732	20,016	63,463	87,211
Cash Flows from Capital and Related Financing Activities:				
Purchase of fixed assets and other	(3,617)	(16,022)	(4)	(19,643)
Proceeds from sale of fixed assets and bonds	39	1,625	-	1,664
Principal and interest paid on bonds, notes and leases	(940)	-	3,330	2,390
Net cash provided by (used in) capital and related financing activities	(4,518)	(14,397)	3,326	(15,589)
Cash Flows from Investing Activities:				
Proceeds from sale of investments and other	-	35,796	4,907,995	4,943,791
Purchase of investments	-	(42,198)	(5,098,801)	(5,140,999)
Investments income	299	-	293,902	294,201
Net cash provided by (used in) investing activities	299	(6,402)	103,096	96,993
Increase (decrease) in cash and cash equivalents	(1,120)	(13,718)	171,635	156,797
Cash and cash equivalents at the beginning of the year	6,190	212,353	284,691	503,234
Cash and cash equivalent at the end of the year	$ 5,070	$ 198,635	$ 456,326	$ 660,031

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

STATE OF NEW MEXICO

COMBINED STATEMENT OF CHANGES IN FUND BALANCES
UNIVERSITY FUNDS
For the Fiscal Year Ended June 30, 2001
(Amount in Thousands)

	Current Funds		Loan
	Unrestricted	Restricted	Funds
REVENUES AND OTHER ADDITIONS:			
Current funds revenues	$ 1,146,919	$ 248,343	$ 29
Student fees	10,144	-	-
New Mexico State Appropriations	-	-	46
Government grants and contracts:			
Federal	315	143,977	4,580
State of New Mexico	-	20,077	-
Private gifts, grants and contracts	2	25,049	954
Investment Income (Loss)	655	398	745
Land & Permanent Fund income	-	1,206	-
Expended for plant facilities	-	-	-
Retirement of indebtedness	-	-	-
Issuance of university bonds	-	-	-
Other additions	-	457	424
Federal & Local sources	-	18,422	-
Total revenues & other additions	1,158,035	457,929	6,778
EXPENDITURES AND OTHER DEDUCTIONS:			
Educational and general expenditures	1,075,878	431,332	56
Auxiliary enterprises expenditures	31,706	255	-
Indirect cost recovered and other	-	38,895	-
Loan cancellations and write-offs	-	-	1,149
Administration costs	-	-	123
Expended for plant facilities	-	-	-
Additional indebtedness incurred	-	-	-
Issuance of university bonds	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Plant and equipment write-offs and disposals	-	-	-
Other deductions	3,577	-	4,013
Total expenditures and other deductions	1,111,161	470,482	5,341
TRANSFERS FROM(TO) OTHER FUNDS AND OTHER ADDITIONS(DEDUCTIONS):			
Mandatory transfers	(8,126)	-	139
Nonmandatory transfers	(39,640)	401	(55)
Fund addition due to endowments	-	-	-
Other additions (deductions)	-	-	-
Total Transfers and Other Additions (deductions)	(47,766)	401	84
Net increase (decrease) for the year	(892)	(12,152)	1,521
Fund balances at beginning of year	170,946	58,882	43,669
Prior Period adjustment	277		133
Fund Balances at end of year	$ 170,331	$ 46,730	$ 45,323

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

	Plant Funds			
Endowment and Similar Funds	Unexpended	Renewal and Replacement	Retirement of Indebtedness	Investment In Plant
$ -	$ -	$ 2,097	$ -	$ -
-	4,219	382	4,857	-
250	19,540	-	-	-
-	2,484	-	542	-
-	3,041	85	-	-
2,429	4,046	-	-	-
(27,983)	8,687	676	621	-
(3,442)	-	-	-	-
-	-	-	117	138,023
-	4,464	-	118	15,593
-	52,188	-	831	-
130	5,671	123	8,034	2,258
-	3,972	-	-	-
(28,616)	108,312	3,363	15,120	155,874
52	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
19	-	-	-	-
-	90,991	7,071	-	-
-	-	-	277	279
-	-	-	-	52,625
-	-	-	16,603	-
-	-	-	13,858	-
2,631	6,109	-	-	28,886
64	1,468	-	87	8,753
2,766	98,568	7,071	30,825	90,543
-	960	477	6,483	-
9,536	22,191	5,740	10,155	(9,168)
-	-	-	-	-
-	-	-	-	-
9,536	23,151	6,217	16,638	(9,168)
(21,846)	32,895	2,509	933	56,163
372,542	97,443	45,541	5,581	1,530,383
$ 350,696	$ 130,338	$ 48,050	$ 6,514	$ 1,586,546

STATE OF NEW MEXICO

COMBINED STATEMENT OF CHANGES IN FUND BALANCES — EXHIBIT F

UNIVERSITY FUNDS (CONTINUED)

For the Fiscal Year Ended June 30, 2001

(Amount in Thousands)

	Total University 06/30/01	Total Components Units	Total all Funds 06/30/01	Total all Funds 06/30/00
REVENUES AND OTHER ADDITIONS:				
Current funds revenues	$ 1,397,388	$ 43,961	$ 1,441,349	$ 1,383,250
Student fees	19,602	-	19,602	8,856
New Mexico State Appropriations	19,836	-	19,836	21,504
Government grants and contracts:				
Federal	151,898	-	151,898	138,718
State of New Mexico	23,203	-	23,203	20,240
Private gifts, grants and contracts	32,480	-	32,480	30,061
Investment income	(16,201)	-	(16,201)	13,303
Land & Permanent Fund income	(2,236)	-	(2,236)	16,001
Expended for plant facilities	138,140	-	138,140	102,562
Retirement of indebtedness	20,175	-	20,175	20,700
Issuance of university bonds	53,019	-	53,019	52,038
Other additions	17,097	1,398	18,495	66,275
Federal & Local sources	22,394	-	22,394	6,971
Total revenues & other additions	1,876,795	45,359	1,922,154	1,880,479
EXPENDITURES AND OTHER DEDUCTIONS:				
Educational and general expenditures	1,507,318	41,140	1,548,458	1,448,275
Auxiliary enterprises expenditures	31,961	-	31,961	30,222
Indirect cost recovered and other	38,895	-	38,895	41,736
Loan cancellations and write-offs	1,149	-	1,149	1,389
Administration costs	142	29	171	199
Expended for plant facilities	98,062	-	98,062	105,387
Additional indebtedness incurred	556	-	556	252
Issuance of university bonds	52,625	-	52,625	53,457
Debt service:				
Principal	16,603	-	16,603	13,242
Interest	13,858	-	13,858	12,931
Plant and equipment write-offs and disposals	37,626	-	37,626	11,478
Other deductions	17,962	827	18,789	13,460
Total expenditures and other deductions	1,816,757	41,996	1,858,753	1,732,028
TRANSFERS FROM(TO) OTHER FUNDS AND OTHER ADDITIONS(DEDUCTIONS):				
Mandatory transfers	(67)	-	(67)	-
Nonmandatory transfers	(840)	-	(840)	1
Fund addition due to endowments	-	-	-	-
Other additions (deductions)	0	-	0	1,351
Total Transfers and Other Additions (deductions)	(907)	-	(907)	1,352
Net increase (decrease) for the year	59,131	3,363	62,494	149,803
Fund balances at beginning of year	2,324,987	95,566	2,420,553	2,270,750
Prior Period Adjustment	410		410	
Fund Balances at end of year	$ 2,384,528	$ 98,929	$ 2,483,457	$ 2,420,553

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

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, 2001

(Amounts in Thousands)

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 2001	2,000
REVENUES:						
University:						
Student tuition and fees	$ 131,020	$ -	$ 131,020	$ -	$ 131,020	$ 122,500
Government appropriations:						
Federal	2,976	4,759	7,735	-	7,735	5,080
State	459,178	-	459,178	-	459,178	433,732
Local	2,730	10,428	13,158	-	13,158	10,584
Government grants and contracts:						
Federal	1,386	255,344	256,730	-	256,730	238,091
State	3,876	50,775	54,651	-	54,651	48,640
Private gifts, grants, and contracts	2,759	73,738	76,497	-	76,497	72,742
Taxes	1,088	-	1,088	-	1,088	959
Interest and investment income	3,201	-	3,201	-	3,201	3,445
Endowment income -						
Land Permanent Fund	10,583	1,260	11,843	-	11,843	10,574
Indirect costs recovered and other	33,194	-	33,194	-	33,194	32,553
Sales and services	115,926	5,152	121,078	-	121,078	116,383
Medical practice plan	3,289	-	3,289	-	3,289	3,289
Other	95,374	7,725	103,099	-	103,099	98,823
Total University Revenues	866,580	409,181	1,275,761	-	1,275,761	1,197,395
Independent Operations:						
Hospital operations	242,911	-	242,911	-	242,911	231,432
Mental Health Center	21,373	-	21,373	-	21,373	24,701
Psychiatric Hospital	11,705	-	11,705	-	11,705	14,110
Office of the Medical Investigator	3,522	-	3,522	-	3,522	3,293
Carrie Tingley Hospital	10,943	-	10,943	-	10,943	9,719
Other	1,001	16,222	17,223	-	17,223	15,885
Total Independent Operations	291,455	16,222	307,677	-	307,677	299,140
Total University and Independent Operations	1,158,035	425,403	1,583,438	-	1,583,438	1,496,535
Component Units:						
Friends of Eastern Foundation	-	-	-	1,398	1,398	508
University of New Mexico Foundation	-	-	-	17,573	17,573	25,178
University Physician Associates	-	-	-	16,016	16,016	18,242
UNM Anderson Schools Foundation	-	-	-	2,497	2,497	2,041
Science and Technology Corporation	-	-	-	3,421	3,421	3,457
UNM Lobo Club and Energy	-	-	-	4,454	4,454	5,292
Total component units	-	-	-	45,359	45,359	54,718
Total revenues all funds	1,158,035	425,403	1,583,438	45,359	1,628,797	1,551,253

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

STATE OF NEW MEXICO

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES
UNIVERSITY FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

EXHIBIT G

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 2001	2,000
EXPENDITURES:						
University:						
Instruction	284,546	33,462	318,008	-	318,008	304,993
Academic support	52,751	3,078	55,829	-	55,829	51,936
Student services	35,202	18,890	54,092	-	54,092	52,086
Instructional support	60,223	967	61,190	-	61,190	57,112
Operation and maintenance of plant	61,439	71	61,510	-	61,510	55,300
Research	74,135	174,889	249,024	-	249,024	221,497
Public service	105,475	97,843	203,318	-	203,318	190,081
Internal service	(1,052)	219	(833)	-	(833)	(2,212)
Student aid/scholarships	15,753	76,840	92,593	-	92,593	83,344
Auxiliary enterprises	78,967	520	79,487	-	79,487	74,708
Intercollegiate athletics	29,170	382	29,552	-	29,552	26,543
Student social and cultural development	7,701	392	8,093	-	8,093	8,195
Total University	804,310	407,553	1,211,863	-	1,211,863	1,123,583
Independent Operations:						
Hospital operations	245,739	-	245,739	-	245,739	232,039
Mental health center	20,503	-	20,503	-	20,503	20,552
Children's Psychiatric Hospital	12,015	-	12,015	-	12,015	11,399
Intern and resident program - private contracts	1,001	16,222	17,223	-	17,223	15,366
Office of the Medical Investigator	3,300	-	3,300	-	3,300	3,484
Carrie Tingley Hospital	11,475	-	11,475	-	11,475	11,827
Other	12,818	1,237	14,055	-	14,055	13,135
Total Independent Operations	306,851	17,459	324,310	-	324,310	307,802
Total University and Independent Operations	1,111,161	425,012	1,536,173	-	1,536,173	1,431,385

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

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES **EXHIBIT G**
UNIVERSITY FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Unrestricted	Restricted	Total University	Total Component Units	Total (Memorandum Only) 2001	2,000
Component Units:						
Friends of Eastern Foundation	-	-	-	856	856	413
University Physician Associates	-	-	-	14,947	14,947	22,031
University of New Mexico Foundation	-	-	-	15,858	15,858	15,539
UNM Anderson Schools Foundation	-	-	-	2,455	2,455	2,076
Science and Technology Corporation	-	-	-	3,806	3,806	3,699
UNM Lobo Club and Energy	-	-	-	4,074	4,074	3,571
Total Component Units	-	-	-	41,996	41,996	47,329
Total expenditures all funds	1,111,161	425,012	1,536,173	41,996	1,578,169	1,478,714
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):						
Mandatory transfers, net	(8,126)	347	(7,779)	-	(7,779)	(6,255)
Nonmandatory transfers, net	(39,640)	-	(39,640)	-	(39,640)	(35,378)
Other additions (deductions)	-	54	54	-	54	1,351
Excess of restricted receipts over transfers to revenues	-	(12,944)	(12,944)	-	(12,944)	5,600
Total transfers and Other Additions (Deductions)	(47,766)	(12,543)	(60,309)	-	(60,309)	(34,682)
Net Increase in Fund Balance	$ (892)	$ (12,152)	$ (13,044)	$ 3,363	$ (9,681)	$ 37,857

The accompanying notes are an 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, 2001.

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, Investment Trust Funds, Agency Funds and the State and Local Retirement Systems (Pension Trust Funds). The Expendable and Nonexpendable Trust Funds, Investment Trust Funds and Agency Funds are used to account for assets

Note 1. Summary of Significant Accounting Policies (Continued)

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, Investment 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 and controlled

Note 1. Summary of Significant Accounting Policies (Continued)

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 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 transaction method.

Equity securities are reported at fair value 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 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 fair value. 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

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.

Note 1. Summary of Significant Accounting Policies (Continued)

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 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 2000 are included to provide a summarized comparison with comparable 2001 amounts. The 2000 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 2000 amounts have been reclassified to conform with the presentation used in the 2001 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 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.

Note 1. Summary of Significant Accounting Policies (Continued)

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.

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 entirely 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 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.

The State's investments are categorized to give an indication of the level of custodial risk assumed by the State at June 30, 2001. Category 1 includes investments that are insured or registered, or for which the State or its agent, in the State's name, holds the securities. Category 2 includes uninsured and unregistered

Note 2. Cash and Investments (Continued)

investments for which the counterparty's trust department or agent, in the State's name, holds the securities. Category 3 includes uninsured and unregistered securities held by a counterparty, or by its trust department or agent, but not in the State's name. The categories of the State's investments at June 30, 2001 were as follows (expressed in thousands dollars):

	Category 1	Category 2	Category 3	Carrying Amount and Fair Value
Investments Categorized				
Certificates of deposits	$ 183,161	$ 22,500	$ -	$ 205,661
Short-term commercial paper	93,282	-	-	93,282
U. S Treasury bonds & notes	274,747	708,239	-	982,986
Government sponsored enterprise and agency securities	2,466,448	1,360,538	-	3,826,986
Corporate Fixed-Income Securities	1,890,790	1,802,466	-	3,693,256
Common & preferred stock	4,856,760	8,722,577	474	13,579,811
Conventional mortgage pass-through certificates	1,722	-	-	1,722
NM Commissioner of Public Lands ONGARD bonds	900	-	-	900
International securities	1,276,464	-	-	1,276,464
Repurchase Agreements & Other	2,988,742	-	-	2,988,742
Securities leading collateral	-	-	-	-
Total Categorized	$ 14,033,016	$ 12,616,320	$ 474	$ 26,649,810
Investments Not Categorized				
Security leading collateral				458,224
Private equity				271,196
Mortgage loans				2,405
International Securities				1,080,648
Corporate equity securities				349,045
Investment in building				15,000
Other				62,790
Sub-Total Investments Not Categorized				2,239,308
Investments held by custodian/agent under securities loans with cash collateral:				
U.S. Government and Agency Securities				877,647
Corporate equity securities				200,537
Corporate Obligations				19,312
Securities				31,353
Total investments held by custodian/agent under securities loans				1,128,849
Total not Categorized				3,368,157
TOTAL INVESTMENT				$ 30,017,967

Through a safekeeping agent, the State lends securities for a fee from its investment portfolios on a collateralized basis to third parties, primarily financial institutions 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, 2001 were:

	PERA	ERA
Number of employers:		
State Agencies	119	10
Cities	72	-
Counties	33	-
Public Schools	-	89
Universities and Colleges	-	11
Special Schools	-	9
Charter Schools	-	10
Other	49	-
Number of Contributing Members:		
State, Cities and Counties Employees	48,703	-
Public Schools, Universities, Colleges & Special Schools	-	60,155
Other	-	-
Covered payroll:		
State, Cities and Counties Employees	$ 1,318,275	-
Public Schools, Universities, Colleges & Special Schools	-	$ 1,819,600
Other	*	-

* Included with state, cities, and counties employees.

Note 3. Retirement Plans (Continued)

Information regarding membership in the systems at June 30, 2001 was:

	PERA	ERA
Retirees and beneficiaries currently receiving Benefits	18,463	22,191
Terminated employees entitled to benefits but not yet receiving benefits	2,487	18,201
Active employees / Volunteers - Vested, Non-Vested	48,703	60,155
Total participants	69,653	100,547

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 Legislative, and offers 18 different coverage plans. The majority of the state and municipal employees, excluding those covered under the separate Educational Retirement Act, participate in a 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.

Members contributions for all divisions, except Legislative, 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 9.15% to 25.72%. Contribution rates are established by State statute.

Retirement benefits for all divisions, except Legislative, 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.

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

Note 3. Retirement Plans (Continued)

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 $750,000 from the Fire Protection Fund to the "Volunteer Firefighters Retirement Fund, for the current fiscal year; however, due to an oversight by the transferring agency, the actual transfer made was $1,000,000.

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 compensation 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 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."

Note 3. Retirement Plans (Continued)

(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 compensation" 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 compensation multiplied by number of years of service times 2.0 percent. If this amount is less than one-third of the final average compensation or the product of the final average compensation 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 1/2 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.

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

Note 3. Retirement Plans (Continued)

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 benefit obligations of the systems was determined as part of the actuarial valuation at June 30, 2001. Actuarial and economic assumptions include the following:

	PERA	ERA
Valuation date	June 30, 2001	June 30, 2001
Actuarial cost method	Entry age	Entry age Normal
Amortization method	Level Percent Open	Level Payment Open
Amortization period	0 to 30 years	12.5 years
Asset valuation method	4 Year Smoothed market	5-year Smoothed market
Rate of return on investment of present and future assets *	8%	8%
Inflation increase	5%	3.50%
Post retirement benefit increases	3%	2%
Projected salary increases	5.0% to 15.5% *	4.50% to 13.00%

* 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 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, 2001 (latest available data), was:

	* PERA	ERA
Actuarial accrued liability:		
Retirees and beneficiaries currently receiving benefits	$ 4,230,470	$ 3,604,455
Vested former members	123,790	168,032
Active Members	3,529,187	4,297,848
Total actuarial accrued Liability	7,883,447	8,070,335
Less: Actuarial value of Assets	8,308,210	7,418,311
Unfunded actuarial Accrued liability	-	(652,024)
Assets in excess of actuarial accrued liability	$ 424,763	$ -

* Includes the Legislative Division plan.

Note 3. Retirement Plans (Continued)

D. Contributions Required and Contributions Made

Contributions made in accordance with the required contribution amount (dollars expressed in thousands) are as follows:

	PERA	ERA	TOTAL
Employer contributions	$ 199,985	$161,524	$ 361,509
Member contributions	136,134	150,069	286,203
Total Contributions	$ 336,119	$ 311,593	$ 647,712

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.

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 sixty one dollars ($61.00) 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, 2001 consisted of premiums and claims paid in the amount of $86,153,021. Participant contributions were $81,063,285 therefore, the net expense for the year was $5,089,736.

For the fiscal year ended June 30, 2001 employers/employees and retirees remitted $44,022,820 and $37,040,465 respectively. As of June 30, 2001, 20,560 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 that Plan assets will be used to satisfy future claims of general creditors.

The Deferred Compensation Fund issues a publicly available stand-alone financial report which can be obtained by writing the PERA, 1120 Paseo de Peralta, Santa Fe, New Mexico 87505, or calling (505) 827-4700.

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 Treasurer's 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 Completed
Capital Projects General Obligation Bonds Series 1993	September 1998	November 1998	x
General Obligation Refunding Bonds Series 1993-B	September 1998	November 1998	x
General Obligation Capital Projects Improvement Bonds Series 1995	September 2000	November 2000	x
General Obligation Capital Projects Improvement Bonds Series 1997	September 2002	November 2002	
General Obligation Capital Projects Bonds Series 1999	July 2004	August 2004	x
General Obligation Bonds Series 2001	July 2005	August 2005	
General Obligation Bonds Refunding Series 2001A	July 2005	August 2005	
Severance Tax Bonds Series 1993-B	July 1998	August 1998	x
Severance Tax Bonds Series 1994-B	July 1999	August 1999	x
Severance Tax Bonds Series 1995-A	July 2000	August 2000	x
Severance Tax Bonds Series 1995-B	July 2000	August 2000	x
Severance Tax Bonds Series 1996-A	July 2001	August 2001	
Severance Tax Refunding Bonds Series 1997-A	July 2002	August 2002	
Severance Tax Refunding Bonds Series 1998-A	July 2003	August 2003	
Severance Tax Bonds Series 1998-B	July 2003	August 2003	
Severance Tax Bonds Series 1999-B	July 2004	August 2004	x
Severance Tax Bonds Series 1999-A Supplemental	July 2004	August 2004	
Severance Tax Bonds Series 2000	July 2005	August 2005	
Severance Tax Bonds 2000C Supplemental	July 2006	August 2006	
Enhanced 911 Revenue Bonds Series 2000	July 2005	August 2005	

Interest earnings on invested bond proceeds through June 30, 2001 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. Amounts due the Internal Revenue Service which are known and measurable are recorded as a liability - accrued arbitrage interest payable 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 and Fiduciary fund types were restated from the 2000 presentation. The prior year financial statements were corrected to reflect adjustments to revenue and liabilities for the various fund types. These adjustments were made as increases (decreases) to June 30, 2000 balances as follows (amounts in thousands):

	Beginning Fund Balances/Retained Earnings July 1, 2000	Adjustments Increase	Adjustments Decrease	Restated Fund Balances/Retained Earnings July 1, 2000
Governmental and Expendable Trust Funds	$ 1,949,476	$ -	$ (25,244)	$ 1,924,232
Proprietary and Similar Trust Funds	$ 28,363,293	$ -	$ (250)	$ 28,363,043

Note 8. Unreserved, Undesignated Fund Balance (Deficit)

The unreserved, undesignated fund balance (deficit) is the component of fund balance that represents the portion of the encumbrances recognized in advance of the corresponding funding source.

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, 2001
(Amounts in Thousands)

	Judicial	Government General Control	Regulation Licensing/ Econ. Development
ASSETS			
Cash and cash equivalents	$ 6,993	$ 34,629	$ 30,712
Receivables, net of allowance for uncollectibles	278	4,332	938
Due from other funds	50	439	179
Inventories	-	-	56
Deferred charges and other assets	-	-	61
Due from other agencies	202	2,040	272
Due from other governmental entities	790	1,653	51
Investments, at fair value	-	-	-
Investments held by others	-	-	-
Total Assets	$ 8,313	$ 43,093	$ 32,269
LIABILITIES AND FUND BALANCES			
Liabilities:			
Payables	$ 1,859	$ 3,625	$ 2,059
Accrued liabilities	154	25	188
Due to other agencies	3	2,203	-
Due to other funds	942	1,576	707
Due to other governmental entities	-	-	58
Other obligations	-	-	-
Deferred revenue	92	19	1,668
Funds held for others	3	215	-
Total Liabilities	3,053	7,663	4,680
Fund Balances:			
Reserved for encumbrances	1,967	21,406	6,328
Reserved for special projects	54	12,058	2,437
Reserved for inventories and other	-	-	117
Reserved for subsequent years' expenditures	(9)	33	-
Unreserved - Designated for highway construction	-	-	-
Unreserved - Designated for subsequent year's expenditures	3,047	1,933	18,704
Unreserved - Undesignated	201	-	3
Total Fund Balances	5,260	35,430	27,589
Total Liabilities And Fund Balances	$ 8,313	$ 43,093	$ 32,269

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

Culture, Recreation, Natural Resources	Health and Human Services	Public Safety	Transportation and Highways	Education	Total
$ 35,332	$ 56,497	$ 7,497	$ 402,571	$ 59,763	$ 633,994
7,159	6,919	91	38,079	110,526	168,322
2,099	8,352	110	24,752	4,164	40,145
-	97	-	19,350	-	19,503
-	1,124	-	7,525	-	8,710
773	11,918	10	8,500	23,085	46,800
-	689	426	15,340	-	18,949
-	-	-	-	-	-
31,700	-	-	-	-	31,700
$ 77,063	$ 85,596	$ 8,134	$ 516,117	$ 197,538	$ 968,123
$ 959	$ 1,215	$ 714	$ 74,381	$ 1,633	$ 86,445
33	196	2	2,226	4	2,828
11	2,025	2	-	12,938	17,182
3,730	13,034	1,048	30,593	10,502	62,132
-	27	-	-	-	85
-	5,041	-	91	-	5,132
-	14,444	-	25,236	-	41,459
-	3,768	-	-	-	3,986
4,733	39,750	1,766	132,527	25,077	219,249
18,599	45,474	1,781	434,727	62,346	592,628
6,977	15,756	110	5,207	-	42,599
-	2,708	-	14,309	-	17,134
22,535	606	3,555	458	-	27,178
-	-	-	(71,111)	-	(71,111)
					0
3,034	4,661	171	-	74,941	106,491
21,185	(23,359)	751	-	35,174	33,955
72,330	45,846	6,368	383,590	172,461	748,874
$ 77,063	$ 85,596	$ 8,134	$ 516,117	$ 197,538	$ 968,123

STATE OF NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Judicial	Government General Control	Regulation, Licensing/ Econ. Development
REVENUES:			
Taxes:			
User and fuel	$ -	$ 14,096	$ 1,240
Licenses, fees, and permits	1	100	4,746
Interest and other investment income	-	711	43
Rents and royalties	-	-	-
Federal funds	3,297	15,797	620
U. S. Department of Transportation	-	-	-
U. S. Department of Energy	-	-	-
Charges for services	4,229	3,485	298
Other	1,154	938	626
Total Revenues	8,681	35,127	7,573
EXPENDITURES:			
Current:			
Judicial	25,560	-	-
General control	-	59,328	-
Regulation, licensing and economic development	-	-	15,315
Culture, recreation, and natural resources	-	-	-
Health and human services	-	-	-
Public safety	-	-	-
Transportation and Highways	-	-	-
Education	-	-	-
Total Expenditures	25,560	59,328	15,315
Excess (deficiency) of revenues over expenditures	(16,879)	(24,201)	(7,742)
Other Financing Sources (Uses):			
Proceeds from bonds	-	211,101	-
Operating transfers in	26,857	21,277	15,000
Operating transfers (out)	(10,238)	(206,625)	(218)
Other sources	351	660	-
Other uses	(691)	(1,368)	(7)
Increase (Decrease) in fair value of investments	-	-	-
Net Other Financing Sources (Uses)	16,279	25,045	14,775
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(600)	844	7,033
Fund balances at the beginning of the year, as previously reported	5,750	35,217	19,443
Prior Period Adjustments (Note #7)	110	(631)	1,113
Fund balances at beginning of year, restated	5,860	34,586	20,556
Fund balances at the end of the year	$ 5,260	$ 35,430	$ 27,589

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

	Culture, Recreation, Natural Resources	Health and Human Services	Public Safety	Transportation and Highways	Education	Total
	$ 3,719	$ -	$ -	$ 316,466	$ -	$ 335,521
	1,086	20,545	292	-	68	26,838
	6,011	564	-	22,027	2,981	32,337
	1,455	-	-	-	-	1,455
	690	6,959	4,116	1,343	211,711	244,533
	-	-	-	262,233	-	262,233
	-	-	-	38,299	-	38,299
	106	-	-	-	-	8,118
	4,762	71,359	1,590	8,942	32,332	121,703
	17,829	99,427	5,998	649,310	247,092	1,071,037
	-	-	-	-	-	25,560
	-	-	-	-	-	59,328
	-	-	-	-	-	15,315
	12,919	-	-	-	-	12,919
	-	115,306	-	-	-	115,306
	-	-	7,906	-	-	7,906
	-	-	-	876,860	-	876,860
	-	-	-	-	1,956,310	1,956,310
	12,919	115,306	7,906	876,860	1,956,310	3,069,504
	4,910	(15,879)	(1,908)	(227,550)	(1,709,218)	(1,998,467)
	-	12,493	-	234,702	84,174	542,470
	16,626	17,628	3,217	20,748	1,702,294	1,823,647
	(12,450)	(15,959)	-	(91,893)	(18,583)	(355,966)
	4	-	52	13,253	88	14,408
	(3,654)	(336)	(1,849)	-	(14,207)	(22,112)
	(5,321)	-	-	-	-	(5,321)
	(4,795)	13,826	1,420	176,810	1,753,766	1,997,126
	115	(2,053)	(488)	(50,740)	44,548	(1,341)
	72,215	48,262	6,776	434,330	129,810	751,803
	-	(363)	80	-	(1,897)	(1,588)
	72,215	47,899	6,856	434,330	127,913	750,215
	$ 72,330	$ 45,846	$ 6,368	$ 383,590	$ 172,461	$ 748,874

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, 2001

(Amounts in Thousands)

	Judicial			General Control		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
Revenues:						
General Fund Appropriations	$ 14,593	$ 14,472	$ (121)	$ 63,728	$ 59,157	$ (4,571)
Taxes	-	-	-	12,872	13,112	240
Charges for services	1,650	1,439	(211)	1,760	3,036	1,276
Federal funds	4,967	2,781	(2,186)	24,514	15,472	(9,042)
Interest on investments	-	-	-	-	-	-
Licenses, fees & permits	-	-	-	107	100	(7)
Interest and penalties	-	-	-	469	477	8
Other State Funds	14,379	13,396	(983)	2,305	958	(1,347)
Other financing sources	3,246	3,035	(211)	80,350	44,850	(35,500)
Total Revenues	38,835	35,123	(3,712)	186,105	137,162	(48,943)
Cash Balance Budgeted	382	382	-	2,322	2,322	-
Total Revenues & Cash Balance Budgeted	39,217	35,505	(3,712)	188,427	139,484	(48,943)
Expenditures:						
General government:						
Personal Services	6,794	6,078	716	964	920	44
Employee benefits	2,220	1,936	284	309	283	26
In- State travel	261	129	132	77	54	23
Maintenance and repairs	572	548	24	13	7	6
Materials and supplies	641	516	125	65	42	23
Contractual services	5,368	4,405	963	5,393	4,514	879
Operating costs	2,675	2,269	406	880	717	163
Other Costs	10,683	10,015	668	165,092	120,388	44,704
Out-of -State travel	164	105	59	52	22	30
Capital outlay	1,418	1,074	344	273	162	111
Other financing uses	8,421	8,398	23	15,309	14,639	670
Total expenditures	39,217	35,473	3,744	188,427	141,748	46,679
Excess (deficiency) of revenues and cash balance budgeted over expenditures	$ -	$ 32	$ 32	$ -	$ (2,264)	$ (2,264)

The accompanying notes are an integral part of the financial 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
$ 15,010	$ 15,007	$ (3)	$ 1,123	$ 1,090	$ (33)	$ 17,812	$ 17,771	$ (41)
1,978	2,675	697	2,046	2,270	224	-	-	-
556	364	(192)	185	255	70	307	279	(28)
894	454	(440)	5,819	5,864	45	18,172	5,581	(12,591)
-	35	35	4,410	4,152	(258)	6	6	-
5,092	4,846	(246)	33	28	(5)	32,432	20,181	(12,251)
251	304	53	-	-	-	-	-	-
287	320	33	1,686	3,028	1,342	1,301	1,638	337
20	112	92	9,436	12,292	2,856	1,023	4,776	3,753
24,088	24,117	29	24,738	28,979	4,241	71,053	50,232	(20,821)
4,438	4,438	-	19,857	19,857	-	3,237	3,237	-
28,526	28,555	29	44,595	48,836	4,241	74,290	53,469	(20,821)
2,509	2,255	254	1,227	1,059	168	686	645	41
858	777	81	129	110	19	336	325	11
349	231	118	264	220	44	94	52	42
36	46	(10)	116	95	21	126	103	23
158	143	15	175	153	22	103	83	20
1,497	1,021	476	17,907	14,137	3,770	6,856	6,371	485
801	878	(77)	143	129	14	996	921	75
21,397	13,705	7,692	8,903	7,692	1,211	22,052	21,536	516
160	102	58	12	8	4	32	21	11
351	296	55	4,198	315	3,883	102	78	24
410	155	255	11,521	10,695	826	42,907	39,032	3,875
28,526	19,609	8,917	44,595	34,613	9,982	74,290	69,167	5,123
$ -	$ 8,946	$ 8,946	$ -	$ 14,223	$ 14,223	$ -	$ (15,698)	$ (15,698)

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, 2000
(Amounts in Thousands)

	Public Safety			Transportation and Highways		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
Revenues:						
General Fund Appropriations	$ 2,665	$ 2,665	$ 0	$ 400	$ -	$ (400)
Taxes	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Federal funds	4,956	3,597	(1,359)	297,798	304,213	6,415
Interest on investments	-	-	-	-	-	-
Licenses, fees & permits	-	-	-	-	-	-
Interest and penalties	-	-	-	-	-	-
Other State Funds	1,581	1,687	106	340,477	345,342	4,865
Other financing sources	552	552	-	-	-	
Total Revenues	9,754	8,501	(1,253)	638,675	649,555	10,880
Cash Balance Budgeted	2,721	2,721	-	19,687	19,687	-
Total Revenues & Cash Balance Budgeted	12,475	11,222	(1,253)	658,362	669,242	10,880
Expenditures:						
General government:						
Personal Services	204	159	45	78,475	76,080	2,395
Employee benefits	31	29	2	30,969	28,776	2,193
In- State travel	84	54	30	12,506	11,788	718
Maintenance and repairs	23	17	6	8,584	5,918	2,666
Materials and supplies	79	52	27	29,972	28,491	1,481
Contractual services	268	209	59	345,804	245,429	100,375
Operating costs	119	101	18	13,180	11,915	1,265
Other Costs	10,090	8,439	1,651	115,222	108,353	6,869
Out-of -State travel	10	4	6	212	148	64
Capital outlay	50	37	13	15,206	14,053	1,153
Other financing uses	1,517	1,160	357	8,232	8,232	-
Total expenditures	12,475	10,261	2,214	658,362	539,183	119,179
Excess (deficiency) of revenues and cash balance budgeted over expenditures	$ -	$ 961	$ 961	$ -	$ 130,059	$ 130.059

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

SCHEDULE 3

Education			Totals		
Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
$ 1,680,111	$ 1,680,111	$ 0	$ 1,795,442	$ 1,790,273	$ (5,169)
-	-	-	16,896	18,057	1,161
-	-	-	4,458	5,373	915
262,152	186,887	(75,265)	619,272	524,849	(94,423)
151	1,420	1,269	4,567	5,613	1,046
43	68	25	37,707	25,223	(12,484)
-	-	-	720	781	61
1,282	1,544	262	363,298	367,913	4,615
28,124	32,451	4,327	122,751	98,068	(24,683)
1,971,863	1,902,481	(69,382)	2,965,111	2,836,150	(128,961)
33,350	33,350	-	85,994	85,994	-
2,005,213	1,935,831	(69,382)	3,051,105	2,922,144	(128,961)
135	136	(1)	90,994	87,332	3,662
40	37	3	34,892	32,273	2,619
12	2	10	13,647	12,530	1,117
5	-	5	9,475	6,734	2,741
81	14	67	31,274	29,494	1,780
5,070	5,006	64	388,163	281,092	107,071
172	101	71	18,966	17,031	1,935
1,962,610	1,953,808	8,802	2,316,049	2,243,936	72,113
4	2	2	646	412	234
190	184	6	21,788	16,199	5,589
36,894	31,644	5,250	125,211	113,955	11,256
2,005,213	1,990,934	14,279	3,051,105	2,840,988	210,117
$ -	$ (55,103)	$ (55,103)	$ -	$ 81,156	$ 81,156

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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, 2001

(Amounts in Thousands)

	General Obligation Debt Service	Severance Tax Bonds Debt Service	Enhanced 911 Revenue Bonds Debt	EMNRD Revenue Bonds Debt	NM OSE/ISC Revenue Bonds Debt Service
ASSETS					
Cash and cash equivalents	$ 45,054	$ 89,571	$ 1,987	$ 2,161	$ -
Receivables, net of allowance for uncollectables	1,167	2,586	62	-	-
Due from other agencies	6,652	24,794	657	-	-
Due from other funds	-	-	-	-	270
Total Assets	$ 52,873	$ 116,951	$ 2,706	$ 2,161	$ 270
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payables	$ 1,972	$ -	$ -	$ -	$ -
Due to other funds	-	3,743	-	-	-
Other obligations	-	1,218	-	-	-
Total Liabilities	1,972	4,961	-	-	-
Fund Balances:					
Reserved for encumbrances	-	-	-	-	-
Reserved for special projects	-	-	1,189	-	-
Reserved for other	-	-	-	-	-
Unreserved - Designated for debt service	44,615	104,255	1,517	2,161	270
Unreserved - Designated for arbitrage rebates	6,286	7,735	-	-	-
Total Fund Balances	50,901	111,990	2,706	2,161	270
Total Liabilities and Fund Balances	$ 52,873	$ 116,951	$ 2,706	$ 2,161	$ 270

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

Commissioner of Public Lands ONGARD Debt	Game and Fish Revenue Bonds Debt	NM State Fair Revenue Bonds Debt	NM State Highway Debentures Debt	Total
$ 29	$ 1,423	$ -	$ 8,607	$ 148,832
-	24	-	260	4,099
-	89	-	-	32,192
-	-	-	40	310
$ 29	$ 1,536	$ -	$ 8,907	$ 185,433
$ -	$ -	$ -	$ -	$ 1,972
-	569	-	442	4,754
-	-	-	4,192	5,410
-	569	-	4,634	12,136
-	-	-	-	-
-	-	-	-	1,189
-	-	-	-	-
29	967	-	4,273	158,087
-	-	-	-	14,021
29	967	-	4,273	173,297
$ 29	$ 1,536	$ -	$ 8,907	$ 185,433

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	General Obligation Debt Service	Severance Tax Bonds Debt Service	Enhanced 911 Revenue Bonds Debt	EMNRD Revenue Bonds Debt	NM OSE/ISC Revenue Bonds Debt Service
REVENUES:					
Interest and other investment income	$ 5,764	$ 19,571	$ 175	$ 111	$ -
Other	-	-	2,994	-	-
Federal funds	-	-	-	-	-
Total Revenues	5,764	19,571	3,169	111	-
EXPENDITURES:					
Principal	30,892	133,959	565	787	171
Interest payments	12,511	16,554	205	882	97
Other fiscal charges - insurance costs	2,255	2,841	87	-	-
Excess earnings rebates	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total Expenditures	45,658	153,354	857	1,669	268
Excess (deficiency) of revenues over expenditures	(39,894)	(133,783)	2,312	(1,558)	(268)
OTHER FINANCING SOURCES (USES):					
Proceeds from sale of bonds and accrued interest	1,294	29	4,116	-	-
Operating transfers in:					
State property tax levy	36,020	-	-	-	-
Severance taxes - oil and gas	-	343,527	-	-	-
Capital projects - reversion	-	1,471	-	-	-
Other transfers	693	-	1,148	2,235	268
Total transfers in	36,713	344,998	1,148	2,235	268
Operating transfers (out):					
Severance Tax Permanent Fund	-	(198,693)		-	-
Capital Projects Fund and other	-	-	(5,294)	-	-
Total transfers (out)	-	(198,693)	(5,294)	-	-
Net Other Financing Sources (Uses)	38,007	146,334	(30)	2,235	268
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,887)	12,551	2,282	677	-
Fund balances at the beginning of the year	52,788	99,439	424	1,484	270
Fund balances at the end of the year	$ 50,901	$ 111,990	$ 2,706	$ 2,161	$ 270

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

SCHEDULE 5

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	Total
$ 4	$ 80	$ -	$ 1,662	$ 27,367
-	14	-	2,338	5,346
-	232	-	-	232
4	326	-	4,000	32,945
814	-	-	36,492	203,680
-	-	-	36,015	66,264
-	-	-	-	5,183
-	-	-	-	-
-	-	-	-	-
814	-	-	72,507	275,127
(810)	326	-	(68,507)	(242,182)
-	-	-	-	5,439
-	-	-	-	36,020
-	-	-	-	343,527
-	-	-	-	1,471
814	(1,500)	-	62,952	66,610
814	(1,500)	-	62,952	447,628
-	-	-	-	(198,693)
-	-	-	-	(5,294)
-	-	-	-	(203,987)
814	(1,500)	-	62,952	249,080
4	(1,174)	-	(5,555)	6,898
25	2,141	-	9,828	166,399
$ 29	$ 967	$ -	$ 4,273	$ 173,297

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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, 2001
(Amounts in Thousands)

	GSD Capital Improvement Projects	GSD Capitol Buildings Repair Fund	Game and Fish Capital Outlay	EMNRD Capital Improvements Projects Fund
ASSETS				
Cash and cash equivalents	$ 535	$ 8,078	$ 650	$ 9,674
Receivables, net of allowance for uncollectibles	633	55	730	296
Due from other agencies	648	-	-	-
Due from other funds	25	-	637	100
Due from other governmental entities	-	-	-	-
Deferred charges and other assets	-	-	853	-
Due from federal government	-	-	-	-
Total Assets	$ 1,841	$ 8,133	$ 2,870	$ 10,070
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	$ 986	$ 205	$ 922	$ 287
Accrued liabilities	110	-	-	-
Due to other agencies	35	61	-	-
Due to other funds	25	-	-	100
Deferred Revenue	287	-	-	-
Advances from others	-	-	-	-
Total Liabilities	1,443	266	922	387
Fund Balances:				
Reserved for encumbrances	261	1,829	465	1,442
Reserved for special projects	137	6,038	-	-
Unreserved - Designated for capital projects	-	-	1,483	8,241
Total Fund Balances	398	7,867	1,948	9,683
Total Liabilities And Fund Balances	$ 1,841	$ 8,133	$ 2,870	$ 10,070

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

	GSD Other Capital Projects Funds	NM Land Office Capital Projects	Department of Military Affairs and State Armory Capital Projects	Other Capital Improvement Projects	Highways Capital Projects	Total
	$ 1,375	$ 82	$ 4,130	$ 27,607	$ -	$ 52,131
	1,902	-	-	327	-	3,943
	329	-	1,160	1,226	-	3,363
	-	-	-	2	6,244	7,008
	-	-	-	233	-	233
	-	-	-	-	-	853
	-	-	-	-	-	-
	$ 3,606	$ 82	$ 5,290	$ 29,395	$ 6,244	$ 67,531
	$ 839	$ -	$ 110	$ 3,619	$ 148	$ 7,116
	-	-	1	2	-	113
	-	-	3	16	-	115
	-	-	-	273	-	398
	1,837	-	3,823	8,591	-	14,538
	-	-	-	-	-	-
	2,676	-	3,937	12,501	148	22,280
	61	26	1,987	11,016	1,492	18,579
	869	56	-	-	-	7,100
	-	-	(634)	5,878	4,604	19,572
	930	82	1,353	16,894	6,096	45,251
	$ 3,606	$ 82	$ 5,290	$ 29,395	$ 6,244	$ 67,531

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

CAPITAL PROJECTS FUNDS

For The Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	GSD Capital Improvement Projects	GSD Capitol Buildings Repair Fund	Game and Fish Capital Outlay	EMNRD Capital Improvements Projects Fund
REVENUES:				
Interest income	$ -	$ 2,874	$ -	$ 229
Other income	318	151	-	296
State General Fund Appropriations	-	-	-	-
Federal Funds	-	-	1,828	50
Charges for Services	-	-	-	3,149
Taxes	-	-	-	-
Total Revenues	318	3,025	1,828	3,724
EXPENDITURES:				
General and administrative	254	264	6,345	182
Capital outlay	5,593	2,828	-	2,860
Total Expenditures	5,847	3,092	6,345	3,042
Excess (deficiency) of revenues over expenditures	(5,529)	(67)	(4,517)	682
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of bonds	5,694	-	1,423	4,911
Operating transfers in	-	-	3,438	-
Operating transfers (out)	-	-	-	(2,235)
Other sources (uses)		-	-	-
Reversions	-	-	-	-
Net Other Financing Sources (Uses)	5,694	-	4,861	2,676
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	165	(67)	344	3,358
Fund balance at beginning of year, as previously reported	233	7,934	1,604	6,325
Prior period adjustments (note #7)	-	-	-	-
Fund balances at the beginning of the year, restated	233	7,934	1,604	6,325
Fund balances at the end of the year	$ 398	$ 7,867	$ 1,948	$ 9,683

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

GSD Other Capital Projects Funds	NM Land Office Capital Projects	Department of Military Affairs and State Armory Capital Projects	Other Capital Improvement Projects	Highways Capital Projects	Total
$ 31	$ 1	$ -	$ 3	$ -	$ 3,138
348	-	-	4,901	-	6,014
-	-	-	4,287	-	4,287
-	-	471	2,706	-	5,055
-	-	-	5	-	3,154
-	-	-	-	-	-
379	1	471	11,902	-	21,648
4,327	2	403	12,054	731	24,562
3,887	97	858	16,842	808	33,773
8,214	99	1,261	28,896	1,539	58,335
(7,835)	(98)	(790)	(16,994)	(1,539)	(36,687)
7,976	-	25	965	-	20,994
-	-	-	13,222	2,237	18,897
-	-	-	-	-	(2,235)
-	-	-	141	-	141
-	-	(2)	-	-	(2)
7,976	-	23	14,328	2,237	37,795
141	(98)	(767)	(2,666)	698	1,108
789	180	2,120	19,560	5,398	44,143
-	-	-	-	-	-
789	180	2,120	19,560	5,398	44,143
$ 930	$ 82	$ 1,353	$ 16,894	$ 6,096	$ 45,251

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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, 2001
(Amounts in Thousands)

	New Mexico Magazine	Museum of New Mexico Press	New Mexico Industries for the Blind
ASSETS			
Cash and cash equivalents	$ 514	$ -	$ -
Receivables, net of allowance for uncollectibles	351	155	71
Due from other agencies	-	-	520
Due from other funds	-	-	-
Inventories	256	328	195
Deferred charges and other assets	60	-	-
Fixed assets, net of depreciation	47	1	124
Total Assets	$ 1,228	$ 484	$ 910
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Payables	$ 112	$ 71	$ 203
Accrued liabilities	21	1	13
Due to other funds	1	-	-
Other obligations	-	6	16
Unearned premiums and subscriptions	1,473	-	-
Deferred revenue	75	-	-
Bonds payable	-	-	-
Total Liabilities	1,682	78	232
Equity and Other Credits:			
Contributed capital	100	-	766
Retained earnings	(554)	406	(88)
Total Equity and Other Credits	(454)	406	678
Total Liabilities, Equity And Other Credits	$ 1,228	$ 484	$ 910

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

Corrections Industries		New Mexico State Fair Commission		Total	
$	2,524	$	2,270	$	5,308
	447		896		1,920
	9		-		529
	98		-		98
	1,190		19		1,988
	5		14		79
	1,193		32,541		33,906
$	5,466	$	35,740	$	43,828
$	218	$	2,620	$	3,224
	32		135		202
	38		-		39
	117		99		238
	-		-		1,473
	2		458		535
	-		1,750		1,750
	407		5,062		7,461
	1,193		19,555		21,614
	3,866		11,123		14,753
	5,059		30,678		36,367
$	5,466	$	35,740	$	43,828

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

ENTERPRISE FUNDS

For The Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	New Mexico Magazine	Museum of New Mexico Press	New Mexico Industries for the Blind
OPERATING REVENUES:			
Licenses, fees, and permits	$ -	$ -	$ -
Interest and other investment income	-	-	-
Intergovernmental	-	-	-
Other operating revenues	1	-	-
Sales income	-	-	129
Charges for services	4,321	556	-
Total Operating Revenues	4,322	556	129
OPERATING EXPENSES:			
General and administrative	4,510	467	548
Total Operating Expenses	4,510	467	548
Operating Income (Loss)	(188)	89	(419)
NONOPERATING REVENUES (EXPENSES):			
Nonoperating revenues	-	-	456
Nonoperating expenses and transfers	3	2	(365)
Net Nonoperating Revenues (Expenses) and transfers	3	2	91
Net Income (Loss)	(185)	91	(328)
Retained earnings at beginning of year	(369)	315	241
Prior period adjustment	-	-	-
Retained earnings at the end of the year	$ (554)	$ 406	$ (87)

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

Corrections Industries	New Mexico State Fair Commission	Total
$ -	$ 10,784	$ 10,784
-	-	-
-	-	-
-	2,672	2,673
-		129
4,136	1,123	10,136
4,136	14,579	23,722
4,562	15,375	25,462
4,562	15,375	25,462
(426)	(796)	(1,740)
133	154	743
-	(290)	(650)
133	(136)	93
(293)	(932)	(1,647)
5,352	12,099	17,638
-	(44)	(44)
$ 5,059	$ 11,123	$ 15,947

STATE OF NEW MEXICO

COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	New Mexico Magazine	Museum of New Mexico Press	New Mexico Industries for the Blind
Cash Flows from Operating Activities:			
Operating income (loss)	$ (186)	$ 89	$ (419)
Adjustments to reconcile operating income to net cash provided by (use in) operating activities:			
Depreciation and amortization	28	1	10
Miscellaneous revenues (expenses)	2	-	-
(Increase) Decrease in Assets:			
Receivables	(14)	134	(228)
Inventories	13	(9)	(31)
Due from other funds	-	-	-
Prepaid items	(15)	-	-
Increase (Decrease) in Liabilities:			
Payables and accruals	(27)	-	17
Due to other funds	-	-	-
Deferred revenues	51	(50)	-
Advance from other funds and other liabilities	(18)	-	-
Compensated absences	5	1	(8)
Net cash provided by (used in) operating activities	(161)	166	(659)
Cash Flows from Noncapital Activities:			
Purchase/loans funded	-	-	-
Payments received on loans receivable	-	-	-
Contributions and intergovernmental revenues	-	-	456
Operating transfers in	-	2	-
Operating transfers out	-	-	-
Increase in contributed capital	-	-	-
Net cash provided by (used in) noncapital financing activities	-	2	456
Cash Flows from Capital and Related Financing Activities:			
Purchase of fixed assets	(16)	-	-
Proceeds from sale of fixed assets and bonds	-	-	11
Principal and interest paid on bonds, notes and leases	-	-	-
Net cash provided by (used in) capital and related financing activities	(16)	-	11
Cash Flows from Investing Activities:			
Interest on investments	-	-	-
Net cash provided by (used in) investing activities	-	-	-
Increase (decrease) in cash and cash equivalents	(177)	168	(192)
Cash and cash equivalents at the beginning of year	691	(239)	25
Cash and cash equivalent at the end of the year	$ 514	$ (71)	$ (167)

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

Corrections Industries	New Mexico State Fair Commission	Total
$ (426)	$ (796)	$ (1,738)
235	1,499	1,773
2	(67)	(63)
(23)	250	119
160	2	135
(25)	-	(25)
(5)	-	(20)
(7)	(233)	(250)
20	-	20
-	(607)	(606)
-	33	15
9	-	7
(60)	81	(633)
-	-	-
-	-	-
-	-	456
-	-	2
-	-	-
-	3,274	3,274
-	3,274	3,732
(130)	(3,471)	(3,617)
28	-	39
-	(940)	(940)
(102)	(4,411)	(4,518)
146	153	299
146	153	299
(16)	(903)	(1,120)
2,540	3,173	6,190
$ 2,524	$ 2,270	$ 5,070

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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, 2001
(Amounts in Thousands)

	New Mexico Public School Insurance Authority	New Mexico Retirees Health Care Act	Office of Cultural Affairs Archaeological Studies	New Mexico Finance Authority
ASSETS				
Cash and cash equivalents	$ 32,070	$ 6,443	$ -	$ 4,704
Receivables, net of allowance for uncollectibles	347	4,420	360	149
Due from other agencies	-	-	-	-
Due from other funds	-	-	-	4
Inventories	-	-	-	-
Deferred charges and other assets	1,264	-	-	1,269
Investments, at fair value	19,730	-	-	-
Investments held by others	-	126,270	-	-
Fixed assets, net of depreciation	572	277	20	108
Total Assets	$ 53,983	$ 137,410	$ 380	$ 6,234
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Payables	$ 322	$ 95	$ 365	$ 18
Accrued liabilities	-	-	25	79
Due to other funds	-	-	-	-
Due to other governmental entities	-	-	-	-
Other obligations	-	-	54	-
Reserved for losses and loss adjustments	37,485	7,800	-	-
Unearned premiums and due to carriers	4,126	5,403	-	-
Bonds payable	-	-	-	3,000
Total Liabilities	41,933	13,298	444	3,097
Equity and Other Credits:				
Contributed capital	8,000	-	60	2,108
Retained earnings (deficit)	4,050	124,112	(124)	1,029
Total Equity and Other Credits	12,050	124,112	(64)	3,137
Total Liabilities, Equity And Other Credits	$ 53,983	$ 137,410	$ 380	$ 6,234

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

New Mexico Risk Management	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Public Regulation Commission Reproduction and Aircraft	Total
$ 143,511	$ -	$ 9,792	$ 2,282	$ 68	$ 133	$ 199,003
1,860	-	7,174	870	4	-	15,184
-	-	-	-	-	9	9
-	-	223	23	-	25	275
-	-	759	-	6	-	765
-	-	-	-	3	-	2,536
-	-	-	-	-	-	19,730
-	-	-	-	-	-	126,270
91	-	22,307	9,512	137	-	33,024
$ 145,462	$ -	$ 40,255	$ 12,687	$ 218	$ 167	$ 396,796
$ 93,133	$ -	$ 2,350	$ 520	$ 14	$ -	$ 96,817
154	-	1,029	106	-	-	1,393
-	-	96	45	-	76	217
-	-	6,636	-	-	-	6,636
-	-	-	-	-	-	54
-	-	-	-	-	-	45,285
-	-	-	-	-	-	9,529
-	-	-	-	-	-	3,000
93,287	-	10,111	671	14	76	162,931
2,010	-	13,188	5,539	61	-	30,966
50,165	-	16,956	6,477	143	91	202,899
52,175	-	30,144	12,016	204	91	233,865
$ 145,462	$ -	$ 40,255	$ 12,687	$ 218	$ 167	$ 396,796

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
INTERNAL SERVICE FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	New Mexico Public School Insurance Authority	New Mexico Retirees Health Care Act	Office of Cultural Affairs Archaeological Studies	New Mexico Finance Authority
OPERATING REVENUES:				
Charges for services	$ 146,851	$ -	$ 1,978	$ 350
Employee contributions	-	24,706	-	-
Employer contributions	-	12,334	-	-
Retiree contributions	-	44,023	-	-
Interest and other investment income	1,546	-	-	368
Other operating revenues	1,626	1,514	-	-
Total Operating Revenues	150,023	82,577	1,978	718
OPERATING EXPENSES:				
General and administrative	3,777	1,843	1,770	903
Benefits, claims and premiums	36,797	86,153	-	-
Losses	117,512	2,000	-	-
Total Operating Expenses	158,086	89,996	1,770	903
Operating Income (Loss)	(8,063)	(7,419)	208	(185)
NONOPERATING REVENUES (EXPENSES):				
Net Increase in Fair Value of Investments	-	(11,175)	-	-
Nonoperating revenues	-	5,068	-	1,418
Nonoperating expenses	-	(30)	(13)	(196)
Nonoperating Transfers	-	-	-	-
Net Nonoperating Revenues (Expenses)	-	(6,137)	(13)	1,222
Net Income (Loss)	(8,063)	(13,556)	195	1,037
Retained earnings at the beginning of the year, as previously reported	12,113	137,668	(113)	(8)
Prior period adjustments (Note 7)	-	-	(206)	-
Retained earnings at the beginning of the year, restated	12,113	137,668	(319)	(8)
Retained earnings at the end of the year	$ 4,050	$ 124,112	$ (124)	$ 1,029

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

New Mexico Risk Management	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Public Regulation Commission Reproduction and Aircraft	Total
$ 43,962	$ -	$ 42,285	$ 5,152	$ 95	$ 71	$ 240,744
-	-	-	-	-	-	24,706
-	-	-	-	-	-	12,334
-	-	-	-	-	-	44,023
8,806	-	-	-	-	-	10,720
1,769	-	310	17	-	-	5,236
54,537	-	42,595	5,169	95	71	337,763
54,287	2	52,433	6,391	104	-	121,510
-	-	-	-	-	-	122,950
-	-	-	-	-	-	119,512
54,287	2	52,433	6,391	104	-	363,972
250	(2)	(9,838)	(1,222)	(9)	71	(26,209)
-	-	-	-	-	-	(11,175)
-	-	1,371	81	2	-	7,940
(428)	(93)	-	-	-	-	(760)
-	-	1,363	308	-	-	1,671
(428)	(93)	2,734	389	2	0	(2,324)
(178)	(95)	(7,104)	(833)	(7)	71	(28,533)
50,343	95	24,060	7,310	150	20	231,638
-	-	-	-	-	-	(206)
50,343	95	24,060	7,310	150	20	231,432
$ 50,165	$ -	$ 16,956	$ 6,477	$ 143	$ 91	$ 202,899

STATE OF NEW MEXICO

COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	New Mexico Public School Insurance Authority	New Mexico Retiree Health Care Act	Office of Cultural Affairs Archaeological Studies	New Mexico Finance Authority
Cash Flows from Operating Activities:				
Operating income (loss)	$ (8,063)	$ (7,449)	$ 209	$ (186)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation and amortization	16	44	12	17
Miscellaneous revenues (expenses)	1,616	2,000	-	-
(Increase) Decrease in Assets:				
Receivables	168	(14)	(216)	3
Inventories	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	(1,009)	363	-	(7)
Increase (Decrease) in Liabilities:				
Payables and accruals	1,807	(3,438)	(1)	(15)
Due to other funds	-	-	-	-
Deferred revenues	1,211	-	-	-
Compensated absences	-	-	-	12
Net cash provided by (used in) operating activities	(4,254)	(8,494)	4	(176)
Cash Flows from Noncapital Activities:				
Purchase/loans funded	-	-	-	-
Payments received on loans receivable	-	-	-	-
Contributions and intergovernmental revenues	8,000	5,443	-	135
Operating transfers in	-	-	-	417
Operating transfers out	-	-	(13)	(417)
Repayment of debt	-	-	-	-
Increase in contributed capital	-	-	-	-
Net cash provided by (used in) noncapital financing activities	8,000	5,443	(13)	135
Cash Flows from Capital and Related financing activities:				
Purchase of fixed assets and other	(15)	(225)	-	574
Proceeds from sale of fixed assets and bonds	-	-	-	-
Net cash provided by (used in) capital and related financing activities	(15)	(225)	-	574
Cash Flows from Investing Activities:				
Proceeds from sale of investments and other	6,043	29,753	-	-
Purchase of investments	(12,698)	(29,500)	-	-
Net cash provided by (used in) investing activities	(6,655)	253	-	-
Increase (decrease) in cash and cash equivalents	(2,924)	(3,023)	(9)	533
Cash and cash equivalents at the beginning of year	34,994	9,466	(356)	4,171
Cash and cash equivalent at the end of year	$ 32,070	$ 6,443	$ (365)	$ 4,704

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

	New Mexico Risk Management	New Mexico State Purchasing	New Mexico GSD Information Systems	New Mexico GSD Transportation Services	Public Records Revolving Fund	Public Regulation Commission Reproduction and Aircraft	Total
	$ 247	$ (2)	$ (9,838)	$ (1,223)	$ (6)	$ 71	$ (26,240)
	40	-	6,372	2,129	26	-	8,656
	-	-	-	-	-	-	3,616
	(4)	56	1,107	2,674	-	-	3,774
	-	-	(102)	-	-	-	(102)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	(653)
	(4,906)	(45)	4,322	(1,192)	13	-	(3,455)
	(3)	-	192	-	-	-	189
	-	-	-	-	-	-	1,211
	11	(7)	33	20	-	-	69
	(4,615)	2	2,086	2,408	33	71	(12,935)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	160	-	2,000	554	-	-	16,292
	4,006	-	9,651	7,059	-	-	21,133
	(4,594)	(93)	(4,988)	(7,304)	-	-	(17,409)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	(428)	(93)	6,663	309	-	-	20,016
	(44)	-	(11,135)	(5,123)	(54)	-	(16,022)
	-	-	1,389	236	-	-	1,625
	(44)	-	(9,746)	(4,887)	(54)	-	(14,397)
	-	-	-	-	-	-	35,796
	-	-	-	-	-	-	(42,198)
	-	-	-	-	-	-	(6,402)
	(5,087)	(91)	(997)	(2,170)	(21)	71	(13,718)
	148,598	91	10,786	4,452	89	62	212,353
	$ 143,511	$ -	$ 9,789	$ 2,282	$ 68	$ 133	$ 198,635

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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.

Pension Trust Funds - These funds are used to account for the activities of the Public and Educational Employees Retirement Systems.

Investment Trust Funds - to account for cash, securities and other investments held in custody for participants in the NM State Treasurer's Investment Trust Funds and the State Investment Council External Investment Trust Funds.

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, 2001

(Amounts in Thousands)

	EXPENDABLE			
	Patient's Compensation Fund	Subsequent Injury Fund	Natural Resources Trustee Fund	N M Finance Authority Trust Funds
ASSETS				
Cash and cash equivalents	$ 8,603	$ 144	$ 1,290	$ 226,264
Receivables, net of allowance for uncollectibles	62	-	9	246,204
Due from other agencies	150	-	-	-
Due from other funds	103	1	3	667
Investments, at fair value	-	-	-	-
Investments held by others	22,323	-	-	-
Other assets	-	-	-	16,335
Total Assets	$ 31,241	$ 145	$ 1,302	$ 489,470
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Payables	$ -	$ -	$ -	$ 1,339
Accrued liabilities	-	-	-	-
Due to other agencies	-	-	-	6,381
Due to other funds	23	150	105	671
Due to other governmental entities	-	-	-	-
Security lending liability	-	-	-	-
Advances from others	-	-	1,194	-
Funds held for others	-	-	-	120,475
Other obligations	-	-	-	-
Distributions payable due to beneficiaries	-	-	-	-
Investments held for others	-	-	-	-
Available for appropriations	-	-	-	-
Bonds payable	-	-	-	269,514
Total Liabilities	23	150	1,299	398,380
Equity and Other Credits:				
Net assets held in trust for pool participants	-	-	-	-
Net assets held in trust for pension benefits	-	-	-	-
Fund Balances:				
Reserved for encumbrances	178	51	-	-
Reserved for special projects	31,040	(56)	3	91,090
Reserved for unemployment benefits	-	-	-	-
Reserved for Land Grant Permanent Fund beneficiaries	-	-	-	-
Reserved for other beneficiaries	-	-	-	-
Total Equity and Other Credits	31,218	(5)	3	91,090
Total Liabilities, Equity And Other Credits	$ 31,241	$ 145	$ 1,302	$ 489,470

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

T R U S T F U N D S

Tutor/Scholars Program Fund	Unemployment Insurance Trust	Children's Trust Fund	Hospitals and Medical Centers Trust Fund	Group Insurance Premium Stabilization Fund
$ 5	$ 15,425	$ 477	$ 125	$ 578,466
-	116	-	-	20,231
-	-	14	-	-
-	-	-	1	1,361
-	-	-	-	-
-	-	-	-	-
-	-	-	10	-
$ 5	$ 15,541	$ 491	$ 136	$ 600,058
$ -	$ 13,337	$ 70	$ -	$ 8,798
-	-	-	-	28
-	-	-	-	4
-	-	-	-	7,363
-	-	-	-	-
-	-	-	-	-
-	-	-	-	1,104
-	-	-	-	-
-	-	-	-	353
-	-	-	-	-
-	-	-	-	65
-	-	-	-	-
-	-	-	-	-
-	13,337	70	-	17,715
-	-	-	-	-
-	-	-	-	-
-	68	14	-	582,343
5	2,136	407	136	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
5	2,204	421	136	582,343
$ 5	$ 15,541	$ 491	$ 136	$ 600,058

STATE OF NEW MEXICO

COMBINING BALANCE SHEET (CONTINUED)
TRUST AND AGENCY FUNDS
June 30, 2001
(Amounts in Thousands)

	NONEXPENDABLE				
	State Land Grant Permanent Fund	State Severance Tax Permanent Fund	Bartlett Trust Fund	Children's Trust Fund	Tobacco Settlement Permanent Fund
ASSETS					
Cash and cash equivalents	$ 162,346	$ 195,578	$ 194	$ 2,096	$ 19,814
Receivables, net of allowance for uncollectibles	80,412	39,671	-	-	467
Due from other agencies	-	-	1	-	-
Due from other funds	2,137	1,069	-	-	-
Investments, at fair value	7,204,945	3,653,785	-	-	40,854
Investments held by others	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	$ 7,449,840	$ 3,890,103	$ 195	$ 2,096	$ 61,135
LIABILITIES, EQUITY AND OTHER CREDITS					
Liabilities:					
Payables	$ 30,353	$ 15,214	$ -	$ -	$ 183
Accrued liabilities	-	-	-	-	-
Due to other agencies	-	-	-	-	-
Due to other funds	-	-	-	-	-
Due to other governmental entities	-	-	-	-	-
Security lending liability	-	-	-	-	-
Advances from others	-	-	-	-	-
Funds held for others	-	-	-	-	-
Other obligations	979	487	-	-	14
Distributions payable due to beneficiaries	23,588	12,054	-	-	-
Investments held for others	-	-	-	-	-
Available for appropriations	-	-	-	-	-
Bonds payable	-	-	-	-	-
Total Liabilities	54,920	27,755	-	-	197
Equity and Other Credits:					
Net assets held in trust for pool participants	-	-	-	-	-
Net assets held in trust for pension benefits	-	-	-	-	-
Fund Balances:					
Reserved for encumbrances	-	-	-	-	-
Reserved for special projects	-	-	195	2,096	-
Reserved for unemployment benefits	-	-	-	-	-
Reserved for Land Grant Permanent Fund beneficiaries	7,394,920	-	-	-	-
Reserved for other beneficiaries	-	3,862,348	-	-	60,938
Total Equity and Other Credits	7,394,920	3,862,348	195	2,096	60,938
Total Liabilities, Equity And Other Credits	$ 7,449,840	$ 3,890,103	$ 195	$ 2,096	$ 61,135

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

TRUST FUNDS: N M State Infrastructure Bank Fund	Eva Lou Kelly Scholarship Fund	Clean Water State Revolving Fund	Rural Infrastructure Revolving	N M Finance Authority Non-Expendable Trust Funds	Legislative Endowment Scholarship Fund
$ 11,436	$ 49	$ 45,280	$ 12,164	$ 5,190	$ 2,179
5,654	-	67,240	15,200	9,820	-
-	-	1,320	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	11	-
$ 17,090	$ 49	$ 113,840	$ 27,364	$ 15,021	$ 2,179
$ -	$ -	$ -	$ -	$ 43	$ -
-	-	-	-	8	-
-	-	-	-	383	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	3,492	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	3,926	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	387	173	-	-
17,090	49	113,453	27,191	11,095	2,179
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
17,090	49	113,840	27,364	11,095	2,179
$ 17,090	$ 49	$ 113,840	$ 27,364	$ 15,021	$ 2,179

STATE OF NEW MEXICO
COMBINING BALANCE SHEET (CONTINUED)
TRUST AND AGENCY FUNDS
June 30, 2001
(Amounts in Thousands)

	PENSION TRUST			
	Public Employees' Retirement Fund	Judicial Retirement Fund	Magistrate Retirement Fund	Volunteer Firefighters Retirement
ASSETS				
Cash and cash equivalents	$ 524,443	$ 4,018	$ 3,026	$ 2,167
Receivables, net of allowance for uncollectibles	651,672	4,700	2,380	2,110
Due from other agencies	-	-	-	-
Due from other funds	258	-	-	-
Investments, at fair value	7,960,884	57,076	27,877	-
Investments held by others	-	-	-	26,626
Other assets	1,123	-	-	-
Total Assets	$ 9,138,380	$ 65,794	$ 33,283	$ 30,903
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Payables	$ 900,621	$ 6,434	$ 3,143	$ 3,002
Accrued liabilities	1,284	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	133	67	58
Due to other governmental entities	-	-	-	-
Security lending liability	237,428	1,706	833	796
Advances from others	-	-	-	-
Funds held for others	-	-	-	-
Other obligations	-	-	-	-
Distributions payable due to beneficiaries	-	-	-	-
Investments held for others	-	-	-	-
Available for appropriations	-	-	-	-
Bonds payable	-	-	-	-
Total Liabilities	1,139,333	8,273	4,043	3,856
Equity and Other Credits:				
Net assets held in trust for pool participants	-	-	-	-
Net assets held in trust for pension benefits	7,999,047	57,521	29,240	27,047
Fund Balances:				
Reserved for encumbrances	-	-	-	-
Reserved for special projects	-	-	-	-
Reserved for unemployment benefits	-	-	-	-
Reserved for Land Grant Permanent Fund beneficiaries	-	-	-	-
Reserved for other beneficiaries	-	-	-	-
Total Equity and Other Credits	7,999,047	57,521	29,240	27,047
Total Liabilities, Equity And Other Credits	$ 9,138,380	$ 65,794	$ 33,283	$ 30,903

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

	INVESTMENT TRUST FUNDS		AGENCY		
Educational Employees' Retirement	State Investment Council External Investment Trust Funds	N M State Treasurer's Investment Trust Funds	Allotment Related Funds	Federal Receipts Funds	Other Agency Funds
$ 104,654	$ 5,141	$ 52,135	$ 306,848	$ -	$ 524,383
119,673	3,244	9,847	-	-	30,669
-	-	-	316	-	17,031
-	-	-	380	-	10,951
6,966,147	298,430	3,292,113	-	-	9,962
-	-	-	-	-	19,665
1,139	4	-	-	-	-
$ 7,191,613	$ 306,819	$ 3,354,095	$ 307,544	$ -	$ 612,661
$ 66,004	$ 920	$ 19,521	$ -	$ -	$ 17,582
43	-	-	-	-	-
144	-	-	307,129	-	87,940
-	-	-	415	-	31,179
-	-	-	-	-	9,251
458,224	-	-	-	-	-
-	-	-	-	-	-
67	-	-	-	-	388,535
129	69	-	-	-	4,966
-	-	-	-	-	73,208
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
524,611	989	19,521	307,544	-	612,661
-	305,830	3,334,574	-	-	-
6,667,002	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,667,002	305,830	3,334,574	-	-	-
$ 7,191,613	$ 306,819	$ 3,354,095	$ 307,544	$ -	$ 612,661

COMBINING BALANCE SHEET (CONTINUED) **SCHEDULE 14**
TRUST AND AGENCY FUNDS
June 30, 2001
(Amounts in Thousands)

	FUNDS		
	Receipts Pending Distributions Of Funds	Suspense Related Funds	Total
ASSETS			
Cash and cash equivalents	$ 25,870	$ 510,993	$ 3,350,803
Receivables, net of allowance for uncollectibles	177	5,061	1,314,619
Due from other agencies	91	27	18,950
Due from other funds	550	44,009	61,490
Investments, at fair value	-	-	29,512,073
Investments held by others	-	-	68,614
Other assets	-	-	18,622
Total Assets	$ 26,688	$ 560,090	$ 34,345,171
LIABILITIES, EQUITY AND OTHER CREDITS			
Liabilities:			
Payables	$ 306	$ 3,793	$ 1,090,663
Accrued liabilities	-	-	1,363
Due to other agencies	17,050	79,565	498,596
Due to other funds	5,479	318,421	364,064
Due to other governmental entities	13	85,390	94,654
Security lending liability	-	-	698,987
Advances from others	-	-	2,298
Funds held for others	1,774	72,921	587,264
Other obligations	2,066	-	9,063
Distributions payable due to beneficiaries	-	-	108,850
Investments held for others	-	-	65
Available for appropriations	-	-	0
Bonds payable	-	-	269,514
Total Liabilities	26,688	560,090	3,725,381
Equity and Other Credits:			
Net assets held in trust for pool participants	-	-	3,640,404
Net assets held in trust for pension benefits	-	-	14,779,857
Fund Balances:			
Reserved for encumbrances	-	-	583,214
Reserved for special projects	-	-	298,109
Reserved for unemployment benefits	-	-	0
Reserved for Land Grant Permanent Fund beneficiaries	-	-	7,394,920
Reserved for other beneficiaries	-	-	3,923,286
Total Equity and Other Credits	-	-	30,619,790
Total Liabilities, Equity And Other Credits	$ 26,688	$ 560,090	$ 34,345,171

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

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COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Patient's Compensation Fund	Subsequent Injury Fund	Natural Resources Trustee Fund
REVENUES:			
Interest and other investment income	$ 679	$ -	$ 70
Donations	-	-	-
Premium surcharges - insurance assessments	8,689	-	-
Taxes	-	-	-
Other	-	-	-
Charges for services	-	-	-
Total Revenues	9,368	-	70
EXPENDITURES:			
Claims	7,636	36	-
Insurance claims	-	-	-
Benefits	-	-	-
Other	205	-	-
Total Expenditures	7,841	36	-
Excess (deficiency) of revenues over expenditures	1,527	(36)	70
OTHER FINANCING SOURCES (USES):			
Operating transfers (out):			
State General Fund Appropriations	-	-	-
Other Transfers	(135)	-	(70)
Net Other Financing Sources (Uses)	(135)	-	(70)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,392	(36)	-
Fund balance at beginning of year, as previously reported	29,826	31	3
Prior period adjustments (note #7)	-	-	-
Fund balances at the beginning of the year, restated	29,826	31	3
Fund balances at the end of the year	$ 31,218	$ (5)	$ 3

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

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
$ 14,360	$ -	$ 36,442	$ -	$ -	$ 484	$ 52,035
-	-	-	-	482	-	482
-	-	-	-	-	-	8,689
43,410	-	77,959	-	-	-	121,369
40,910	-	5,091	266	-	772	47,039
427	-	-	-	-	100,315	100,742
99,107	-	119,492	266	482	101,571	330,356
-	-	-	-	-	-	7,672
-	-	-	-	-	-	-
-	-	91,292	-	-	-	91,292
15,700	-	-	349	476	100,025	116,755
15,700	-	91,292	349	476	100,025	215,719
83,407	-	28,200	(83)	6	1,546	114,637
-	-	-	164	-	-	164
(10,510)	-	-	-	-	6,084	(4,631)
(10,510)	-	-	164	-	6,084	(4,467)
72,897	-	28,200	81	6	7,630	110,170
18,193	5	554,143	340	130	(5,426)	597,245
-	-	-	-	-	-	-
18,193	5	554,143	340	130	(5,426)	597,245
$ 91,090	$ 5	$ 582,343	$ 421	$ 136	$ 2,204	$ 707,415

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
NONEXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	State Land Grant Permanent Fund	State Severance Tax Permanent Fund	Bartlett Trust Fund	Children's Trust Fund	Tobacco Settlement Permanent Fund
OPERATING REVENUES:					
Interest and other investment income	$ 239,793	$ 119,718	$ 11	$ -	$ 1217
Other operating revenues	-	-	-	117	-
Total Operating Revenues	239,793	119,718	11	117	1,217
OPERATING EXPENSES:					
Other operating expenses	7,953	3,977	5	-	-
Distribution of income	283,053	144,650	-	-	24404
Total Operating Expenses	291,006	148,627	5	-	24,404
Operating Income (Loss)	(51,213)	(28,909)	6	117	(23,187)
NONOPERATING REVENUES (EXPENSES) AND TRANSFERS:					
Net increase (decrease) in fair value of investments	(765,679)	(453,502)	-	-	(3,237)
Proceeds from sale of bonds	-	-	-	-	-
Nonoperating revenues	86	-	-	-	-
Nonoperating expenses	-	-	-	-	-
Transfers	287,845	172,184	-	-	37,360
Net Nonoperating Revenues (Expenses) and Transfers	(477,748)	(281,318)	-	-	34,123
Net Income (Loss)	(528,961)	(310,227)	6	117	10,936
Fund balance at the beginning of the year, as previously reported	7,923,881	4,172,575	189	1,979	50,002
Prior period adjustment (note #7)	-	-	-	-	-
Fund balances at the beginning of the year, restated	7,923,881	4,172,575	189	1,979	50,002
Fund balances at the end of the year	$ 7,394,920	$ 3,862,348	$ 195	$ 2,096	$ 60,938

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

N M State Infrastructure Bank Fund	Eva Lou Kelly Scholarship Fund	Clean Water State Revolving Fund	Rural Infrastructure Revolving Fund	N M Finance Authority Non-expendable Trust Funds	Legislative Endowment Scholarship Fund	Total
$ 706	$ 3	$ 4,325	$ 1,413	$ 458	$ -	$ 367,644
-	-	-	-	4	-	121
706	3	4,325	1,413	462	-	367,765
-	3	389	209	271	-	12,807
-	-	-	-	-	-	452,107
-	3	389	209	271	-	464,914
706	-	3,936	1,204	191	-	(97,149)
-	-	-	-	-	-	(1,222,418)
-	-	-	-	-	-	-
-	-	7,547	-	3,147	-	10,780
-	-	(32)	-	-	-	(32)
-	-	-	-	(1,631)	-	495,758
-	-	7,515	-	1,516	-	(715,912)
706	-	11,451	1,204	1,707	-	(813,061)
16,384	49	102,389	26,160	9,388	2,179	12,305,175
-	-	-	-	-	-	-
16,384	49	102,389	26,160	9,388	2,179	12,305,175
$ 17,090	$ 49	$ 113,840	$ 27,364	$ 11,095	$ 2,179	$ 11,492,114

COMBINING STATEMENT OF CASH FLOWS
ALL NON-EXPENDABLE TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	State Permanent Fund	State Severance Tax Permanent Fund	Bartlett Trust Fund	Children's Trust Fund	Tobacco Settlement Permanent Fund
Cash Flows from Operating Activities:					
Operating income (loss)	$ -	$ -	$ 6	$ 117	$ -
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:					
Net gain on sale of securities	-	-	-	-	-
Amortization of premiums and discounts	-	-	-	-	-
Miscellaneous revenues (expenses)	-	-	-	-	-
(Increase) Decrease in Assets:					
Receivables	-	-	-	-	-
Inventory	-	-	-	-	-
Due from other funds and other agencies	-	-	-	-	-
Increase (Decrease) in Liabilities:					
Payables and accruals	-	-	-	-	-
Due to other funds	-	-	-	-	-
Undistributed income due to beneficiaries	-	-	-	-	-
Net cash provided by (used in) operating activities	-	-	6	117	-
Cash Flows from Noncapital Activities:					
Purchase/ loans funded	-	-	-	-	-
Payments received on loans receivable	-	-	-	-	-
Contributions and intergovernmental revenues	-	-	-	-	-
Operating transfers in	289,663	195,892	-	-	37,389
Operating transfers out	(291,709)	(149,464)	-	-	(24,430)
Loss on extinguishment of debt	-	-	-	-	-
Increase in contributed capital	-	-	-	-	-
Net cash provided by (used in) noncapital financing activities	(2,046)	46,428	-	-	12,959
Cash Flows from Capital and Related Financing Activities:					
Purchase of fixed assets	-	-	-	-	-
Proceeds from sale of 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	3,238,513	1,657,842	-	-	11,640
Purchase of investments	(3,374,890)	(1,692,687)	-	-	(31,224)
Investment income	186,301	106,478	-	-	1,123
Net cash provided by (used in) investing activities	49,924	71,633	-	-	(18,461)
Increase (decrease) in cash and cash equivalents	47,878	118,061	6	117	(5,502)
Cash and cash equivalents at beginning of year	114,468	77,517	188	1,979	25,316
Cash and cash equivalents at the end of year	$ 162,346	$ 195,578	$ 194	$ 2,096	$ 19,814

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

Infrastructure Bank Fund	Eva Lou Kelly Scholarship Fund	Clean Water State Revolving Fund	Infrastructure Revolving Fund	NM Finance Authority Non-expendable Trust Funds	Endowment Scholarship Fund	Total
$ 706	$ -	$ 3,935	$ 1,204	$ 191	$ -	$ 6,159
-	-	-	-	-	-	-
-	-	-	-	28	-	28
-	-	-	-	-	-	-
66	-	(4,019)	(531)	-	-	(4,484)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	29	-	29
25	-	(7)	-	-	-	18
-	-	-	-	-	-	-
797	-	(91)	673	248	-	1,750
-	-	-	-	(6,175)	-	(6,175)
-	-	-	-	122	-	122
-	-	-	-	4,713	-	4,713
-	-	9,016	-	426	-	532,386
-	-	-	-	(1,980)	-	(467,583)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	9,016	-	(2,894)	-	63,463
-	-	-	-	(4)	-	(4)
-	-	-	-	-	-	-
3,330	-	-	-	-	-	3,330
3,330	-	-	-	(4)	-	3,326
-	-	-	-	-	-	4,907,995
-	-	-	-	-	-	(5,098,801)
-	-	-	-	-	-	293,902
-	-	-	-	-	-	103,096
4,127	-	8,925	673	(2,650)	-	171,635
7,309	49	36,355	11,491	7,840	2,179	284,691
$ 11,436	$ 49	$ 45,280	$ 12,164	$ 5,190	$ 2,179	$ 456,326

STATE OF NEW MEXICO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
PENSION TRUST FUNDS
For The Fiscal Year Ended June 30, 2001
(Amounts in Thousands)

	Public Employees' Retirement Fund	Judicial Retirement Fund
OPERATING REVENUES:		
Employee contributions	$ 135,594	$ 359
Employer contributions	196,544	2,159
Interest and other investment income	292,924	2,111
Other operating revenues	2,002	-
Total Operating Revenues	627,064	4,629
OPERATING EXPENSES:		
General and administrative	3,993	8
Benefits and claims	291,118	3,427
Refunds	27,358	-
Total Operating Expenses	322,469	3,435
Operating Income (Loss)	304,595	1,194
NONOPERATING REVENUES (EXPENSES):		
Net increase (decrease) in fair value of investments	(459,348)	(3,318)
Nonoperating revenues	1,052	-
Nonoperating expenses	-	-
Net Nonoperating Revenues (Expenses)	(458,296)	(3,318)
Net Income (Loss)	(153,701)	(2,124)
Fund balances at the beginning of the year, as previously reported	8,152,748	59,645
Prior period adjustments (Note 7)	-	-
Fund balance at beginning of year, restated	8,152,748	59,645
Fund balances at the end of the year	$ 7,999,047	$ 57,521

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

Magistrate Retirement Fund	Volunteer Firefighters Retirement	Educational Employees' Retirement	Total
$ 180	$ -	$ 150,068	$ 286,201
1,282	-	161,524	361,509
1,079	1,018	170,866	467,998
15	1,000	3,690	6,707
2,556	2,018	486,148	1,122,415
6	-	3,518	7,525
1,122	233	340,595	636,495
14	-	36,634	64,006
1,142	233	380,747	708,026
1,414	1,785	105,401	414,389
(1,612)	(1,575)	(978,573)	(1,444,426)
-	-	-	1,052
-	-	-	-
(1,612)	(1,575)	(978,573)	(1,443,374)
(198)	210	(873,172)	(1,028,985)
29,438	26,837	7,540,174	15,808,842
-	-	-	-
29,438	26,837	7,540,174	15,808,842
$ 29,240	$ 27,047	$ 6,667,002	$ 14,779,857

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES SCHEDULE 19

AGENCY FUNDS - By Classification

For the Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	Balance July 1, 2000	Additions	Deductions	Balance June 30, 2001
ALLOTMENT RELATED FUNDS				
ASSETS:				
Cash and cash equivalents	$ 338,141	$ 125,094	$ 156,387	$ 306,848
Receivables, net of allowances	-	316	-	316
Due from other funds	181	199	-	380
Total Assets	$ 338,322	$ 125,609	$ 156,387	$ 307,544
LIABILITIES:				
Due to other agencies	$ 338,205	$ 125,482	$ 156,558	$ 307,129
Due to other funds	117	298	-	415
Due to other governmental entities	-	-	-	-
Funds held for others	-	-	-	-
Total Liabilities	$ 338,322	$ 125,780	$ 156,558	$ 307,544
FEDERAL RECEIPTS FUND				
ASSETS:				
Cash and cash equivalents	$ -	$ 1,167	$ 1,167	$ -
Due from other funds	-	-	-	-
Total Assets	$ -	$ 1,167	$ 1,167	$ -
LIABILITIES:				
Due to other funds	$ -	$ -	$ -	$ -
Due to other governmental entities	-	1,167	1,167	-
Funds held for others	-	-	-	-
Total Liabilities	$ -	$ 1,167	$ 1,167	$ -
OTHER AGENCY FUNDS				
ASSETS:				
Cash and cash equivalents	$ 441,832	$ 1,446,787	$ 1,364,236	$ 524,383
Receivables, net of allowance	19,155	30,243	18,729	30,669
Due from other agencies	16,008	1,281	258	17,031
Due from other funds	9,960	11,398	10,407	10,951
Other assets	-	-	-	-
Investments held by others	18,525	2,015	875	19,665
Investments, at fair value	10,271	935	1,244	9,962
Total Assets	$ 515,751	$ 1,492,659	$ 1,395,749	$ 612,661
LIABILITIES:				
Payables	$ 34,586	$ 867,809	$ 879,847	$ 22,548
Due to other agencies	2,366	110,619	25,045	87,940
Due to other funds	27,629	21,846	18,296	31,179
Due to other governmental entities	9,195	28,357	28,301	9,251
Distributions payable due to beneficiaries	61,129	326,336	314,257	73,208
Funds held for others	380,846	122,263	114,574	388,535
Total Liabilities	$ 515,751	$ 1,477,230	$ 1,380,320	$ 612,661

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

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED) SCHEDULE 19

AGENCY FUNDS - By Classification

For the Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	Balance July 1, 2000	Additions	Deductions	Balance June 30, 2001
RECEIPTS PENDING DISTRIBUTION OF FUNDS				
ASSETS:				
Cash and cash equivalents	$ 14,926	$ 772,543	$ 761,599	$ 25,870
Receivables, net of allowance	12	581	416	177
Due from other agencies	1,456	-	1,365	91
Due from other funds	7,387	416	7,253	550
Total Assets	$ 23,781	$ 773,540	$ 770,633	$ 26,688
LIABILITIES:				
Payables	$ 460	$ 4,209	$ 2,297	$ 2,372
Due to other agencies	18,903	663,520	665,373	17,050
Due to other funds	1,207	105,686	101,414	5,479
Due to other governmental entities	-	22	9	13
Funds held for others	3,211	360	1,797	1,774
Available for appropriation for others	-	-	-	-
Total Liabilities	$ 23,781	$ 773,797	$ 770,890	$ 26,688
SUSPENSE RELATED FUNDS				
ASSETS:				
Cash and cash equivalents	$ 490,617	$ 5,409,256	$ 5,388,880	$ 510,993
Receivables, net of allowance	4,131	113,908	112,978	5,061
Due from other agencies	-	27	-	27
Due from other funds	37,653	48,392	42,036	44,009
Other assets	-	-	-	-
Investments held by others	-	-	-	-
Total Assets	$ 532,401	$ 5,571,583	$ 5,543,894	$ 560,090
LIABILITIES:				
Payables	$ 4,564	$ 907,581	$ 908,352	$ 3,793
Due to other agencies	69,109	76,482	66,026	79,565
Due to other funds	319,372	305,493	306,444	318,421
Due to other governmental entities	75,285	87,485	77,380	85,390
Other obligations	9	-	9	0
Funds held for others	64,062	131,289	122,430	72,921
Total Liabilities	$ 532,401	$ 1,508,330	$ 1,480,641	$ 560,090

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

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED) SCHEDULE 19

AGENCY FUNDS - By Classification

For the Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	Balance July 1, 2000	Additions	Deductions	Balance June 30, 2001
TOTAL ASSETS AND LIABILITIES - ALL AGENCY FUNDS				
ASSETS:				
Cash and cash equivalents	$ 1,285,516	$ 7,754,847	$ 7,672,269	$ 1,368,094
Receivables, net of allowance	23,298	145,048	132,123	36,223
Due from other agencies	17,464	1,308	1,623	17,149
Due from other funds	55,181	60,405	59,696	55,890
Other Assets	0	0	0	0
Investments held by others	18,525	2,015	875	19,665
Investments, at fair value	10,271	935	1,244	9,962
Total Assets	$ 1,410,255	$ 7,964,558	$ 7,867,830	$ 1,506,983
LIABILITIES:				
Payables	$ 39,610	$ 1,779,599	$ 1,790,496	$ 28,713
Due to other agencies	428,583	976,103	913,002	491,684
Due to other funds	348,325	433,323	426,154	355,494
Due to other governmental entities	84,480	117,031	106,857	94,654
Other obligations	9	0	9	0
Funds held for others	448,119	253,912	238,801	463,230
Due to beneficiaries	61,129	326,336	314,257	73,208
Available for appropriations for others	0	0	0	0
Total Liabilities	$ 1,410,255	$ 3,886,304	$ 3,789,576	$ 1,506,983

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

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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 — **SCHEDULE 20**

By Source

June 30, 2001

(Amounts in Thousands)

General Fixed Assets:		
Land and improvements	$	67,496
Buildings, structures and improvements		817,892
Furniture and fixtures		37,174
Vehicles and motorboats		186,439
Machinery and equipment		115,534
Library		4,155
Aircraft		1,846
Data processing equipment		96,281
Livestock and poultry		127
Land and Water rights		16,413
Construction in progress		91,360
Total General Fixed Assets	$	1,434,717
Investment in General Fixed Assets:		
General fund	$	333,091
Special revenue funds		236,166
Capital projects funds		229,163
Donations		104,664
Other		531,633
Total Investment in General Fixed Assets	$	1,434,717

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

STATE OF NEW MEXICO

SCHEDULE OF GENERAL FIXED ASSETS

By Function

June 30, 2001

(Amounts in Thousands)

Function	Land and Improvements	Building Structures, and Improvements	Furniture and Fixtures	Vehicles and Motorboats
Legislative	$ -	$ 191	$ 621	$ -
Judicial	100	2,245	2,624	2,147
General government	4,824	483,056	2,261	546
Regulation, Licensing and economic development	2,443	9,061	863	1,104
Culture, recreation, and natural resources	54,868	105,338	8,676	11,999
Health and human services	658	56,701	4,825	9,991
Public Safety	590	131,884	231	23,331
Transportation and Highways	4,013	29,416	15,796	137,321
Education	-	-	1,277	-
Total General Fixed Assets Allocated to Function	$ 67,496	$ 817,892	$ 37,174	$ 186,439
Construction in Progress				
Total General Fixed Assets				

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

Machinery and Equipment	Library	Aircraft	Data Processing Equipment	Livestock and Poultry	Land and Water Rights	Total
$ 184	$ 137	$ -	$ 80	$ -	$ -	$ 1,213
14,086	3,446	-	2,864	-	-	27,512
8,844	21	-	16,879	-	-	516,431
8,247	4	-	4,268	-	-	25,990
17,330	536	554	6,160	6	16,413	221,880
34,660	4	-	35,937	103	-	142,879
14,992	1	1,292	12,900	18	-	185,239
15,796	-	-	15,797	-	-	218,139
1,395	6	-	1,396	-	-	4,074
$ 115,534	$ 4,155	$ 1,846	$ 96,281	$ 127	$ 16,413	$ 1,343,357
						91,360
						$ 1,434,717

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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, 2001

(Amounts in Thousands)

Issue	Dated	Maturity Date	Total Issued	Interest Rate
GENERAL OBLIGATION BONDS				
Capital Projects Series, 1993	03-01-93	03-01-03	$ 80,500	2.75%-8.50%
Capital Projects Series 1995	04-01-95	04-01-05	66,265	4.90%-6.10%
Capital Projects Series 1997	03-01-97	03-01-07	64,825	4.30%-5.50%
Capital Projects Series 1999	03-01-99	03-01-11	80,895	4.00% - 5.00%
Capital Projects Series 2001	03-01-01	03-01-11	62,550	4.00% - 5.00%
General Obligation Bonds Refunding-Series, 2001-A	04-01-01	04-01-04	33,615	5.00%
Total General Obligation Bonds				
SEVERANCE TAX BONDS				
Series 1993 - B	09-01-93	09-01-03	75,023	4.00%-7.00%
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 1997-A Refunding	06-01-97	06-01-02	62,036	4.50%-5.50%
Series 1998-A Refunding	03-01-98	05-01-08	22,730	4.25%-5.00%
Series 1998-B	05-01-98	07-01-08	136,100	4.50%-4.75%
Series 1999-A Supplemental	10-01-99	07-01-06	12,000	4.25%-5.50%
Series 1999-B	06-15-99	07-01-09	50,668	5.00%
Series 2000	06-01-00	07-01-07	59,650	5.00% - 5.50%
Series 2000 C Supplemental	07-01-00	07-01-07	12,000	4.50%-5.00%
Series 2001 S-A	06-28-01	06-30-01	5,685	4.25%
Series 2001 S-B	06-28-01	06-30-01	74,500	4.25%
Total Severance Tax Bonds				
REVENUE BONDS				
A. State Agencies				
NM Highway Debentures, Series 1993	12-15-93	12-15-03	50	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	09-27-90	09-27-02	12,500	5.00%-9.15%
NM Energy, Minerals and Natural Resources Rev. Bonds	Various	Various	17,283	3.00%-8.00%
NM OSE/ISC Revenue Bonds, Series 1998 A	Various	Various	2,000	5.92%-6.19%
NM Highway Bonds	Various	Various	606,200	3.70% - 6.00%
NM Finance Authority Revenue Bonds	Various	Various	259,605	3.30%-7.00%
Department of Finance and Administration-Enhanced 911 Series, 2000	08-01-00	08-01-07	4,545	4.35%-6.75%
Total Other State Agencies				
B. Higher Education:				
University of New Mexico	Various	Various	251,464	4.40%-12.00%
NM Highlands University	Various	Various	9,150	4.25%-4.70%
Western N M University	Various	Various	10,720	3.90%-7.70%
Eastern N M University	Various	Various	15,970	3.40%-10.125%
NM Institute of Mining & Technology	Various	Various	6,600	3.00%-4.00%
NM State University	Various	Various	68,715	3.40%-5.85%
Total Educational Institutions				
Total Revenue Bonds (1)				
TOTAL BONDED DEBT (1)				

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

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

SCHEDULE 22

Unpaid Balance June 30, 2000	Bonds Issued	Bonds Paid or Defeased	Unpaid Balance June 30, 2001	Interest to Maturity	Total Debt Service Requirements
$ 38,305	$ -	$ 12,703	$ 25,602	$ 1,210	$ 26,812
40,883	-	40,883	-	-	-
52,925	-	6,450	46,475	6,681	53,156
80,895	-	7,565	73,330	12,748	86,078
	62,550	-	62,550	15,685	78,235
	33,615	-	33,615	3,325	36,940
213,008	96,165	67,601	241,572	39,649	281,221
23,390	-	7,430	15,960	755	16,715
19,120	-	9,330	9,790	255	10,045
3,024	-	951	2,073	109	2,182
38,375	-	5,665	32,710	3,981	36,691
15,665	-	2,645	13,020	1,468	14,488
19,902	-	10,775	9,127	251	9,378
22,655	-	-	22,655	2,374	25,029
125,155	-	11,450	113,705	22,894	136,599
12,000	-	1,435	10,565	1,624	12,189
50,668	-	4,093	46,575	11,407	57,982
59,650		-	59,650	9,954	69,604
-	12,000	-	12,000	2,253	14,253
-	5,685	5,685	-	-	-
-	74,500	74,500	-	-	-
389,604	92,185	133,959	347,830	57,325	405,155
17,055	-	5,450	11,605	771	12,376
2,050	-	300	1,750	329	2,079
1,600	-	700	900	31	931
15,389	4,663	625	19,427	9,525	28,952
1,685	-	171	1,514	376	1,890
571,077	198,800	31,042	738,835	262,633	1,001,468
234,450	55,055	16,991	272,514	116,043	388,557
-	4,545	-	4,545	768	5,313
843,306	263,063	55,279	1,051,090	390,476	1,441,566
166,262	52,625	8,080	210,807	140,457	351,264
8,088	-	158	7,930	2,112	10,042
6,135	-	260	5,875	3,189	9,064
13,065	-	2,375	10,690	2,152	12,842
5,405	-	600	4,805	791	5,596
56,865	9,210	5,100	60,975	24,750	85,725
255,820	61,835	16,573	301,082	173,451	474,533
1,099,126	324,898	71,852	1,352,172	563,927	1,916,099
$ 1,701,738	$ 513,248	$ 273,412	$ 1,941,574	$ 660,901	$ 2,602,475

STATE OF NEW MEXICO

GENERAL LONG-TERM BONDED DEBT

Schedule of Debt Service Requirements

June 30, 2001

(Amounts in Thousands)

Issue	ENDING 2002	JUNE 2003
GENERAL OBLIGATION BONDS:		
Capital Projects Series 1993	$ 13,824	$ 12,988
Capital Projects Series 1995	-	-
Capital Projects Series 1997	8,745	8,780
Capital Projects Series 1999	10,762	10,760
Capital Projects Series 2001	7,645	7,699
General Obligation Bonds-Refunding-Series 2001-A	9,102	9,327
Total General Obligation Bonds	50,078	49,554
SEVERANCE TAX BONDS:		
Series 1993 - B	8,343	8,372
Series 1994 - B	10,045	-
Series 1995-A	1,088	1,094
Series 1995-B	7,307	7,322
Series 1996-A	2,316	3,359
Series 1997-A Refunding	9,378	-
Series 1998-A Refunding	1,118	10,966
Series 1998-B	17,075	17,077
Series 1999-A Supplemental	2,028	2,029
Series 1999-B	5,459	6,863
Series 2000	10,861	11,344
Series 2000 - C Supplemental	1,999	2,010
Total Severance Tax Bonds	77,017	70,436
REVENUE BONDS:		
A. State Agencies:		
Commissioner of Public Lands ONGARD Bonds	931	-
NM State Fair Comm. Ref. & Imp. Bonds 1993	404	412
NM Highway Debentures Series 1993	6,190	6,186
NM Energy, Minerals and Natural Resources Rev. Bonds	1,771	1,764
NM OSE/ISC Revenue Bonds, Series 1998A	270	270
NM Highway Bonds	72,437	87,744
NM Finance Authority Revenue Bonds	31,011	32,309
Department of Finance and Administration-Enhanced 911, Series, 2000	770	758
Total Other State Agencies	113,784	129,443
B. Higher Education:		
University of New Mexico	18,716	19,100
NM Highlands University	989	992
Western N M University	591	598
Eastern N M University	2,001	1,988
NM Institute of Mining & Technology	800	817
N M State University	8,402	8,438
Total Higher Education	31,499	31,933
Total Revenue Bonds (1)	145,283	161,376
TOTAL DEBT SERVICE REQUIREMENTS	$ 272,378	$ 281,366

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

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

30				
2004	2005	2006	Thereafter	Total
$ -	$ -	$ -	$ -	$ 26,812
-	-	-	-	-
8,836	8,868	8,923	9,004	53,156
10,760	10,759	10,759	32,278	86,078
7,722	7,717	7,770	39,682	78,235
9,281	9,230	-	-	36,940
36,599	36,574	27,452	80,964	281,221
-	-	-	-	16,715
-	-	-	-	10,045
-	-	-	-	2,182
7,317	7,352	7,393	-	36,691
4,398	4,415	-	-	14,488
-	-	-	-	9,378
10,933	2,012	-	-	25,029
17,073	17,073	17,077	51,224	136,599
2,030	2,035	2,038	2,029	12,189
6,305	6,758	6,738	25,859	57,982
12,793	11,929	10,897	11,780	69,604
2,027	2,041	2,051	4,125	14,253
62,876	53,615	46,194	95,017	405,155
-	-	-	-	931
417	422	424	-	2,079
-	-	-	-	12,376
1,781	1,775	1,771	20,090	28,952
270	270	270	540	1,890
88,274	88,816	89,379	574,818	1,001,468
31,960	31,314	31,000	230,963	388,557
753	755	756	1,521	5,313
123,455	123,352	123,600	827,932	1,441,566
19,970	18,697	18,723	256,058	351,264
999	1,003	1,006	5,053	10,042
593	592	595	6,095	9,064
2,025	1,630	1,643	3,555	12,842
812	815	788	1,564	5,596
8,546	8,537	4,872	46,930	85,725
32,945	31,274	27,627	319,255	474,533
156,400	154,626	151,227	1,147,187	1,916,099
$ 255,875	$ 244,815	$ 224,873	$ 1,323,168	$ 2,602,475

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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, 2001

(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	$ 285	$ 6,267	$ 503	$ 2,534	$ 503
Receivables, net of allowance for uncollectibles	40,394	5,668	4,504	12,339	1,558
Due from other funds	17,622		1,734	9,654	2,437
Inventories	3,654	1,095	667	1,083	200
Deferred charges and other assets	3,454	250	25	-	87
Investments held by others	-	1,568	-	2,854	-
Fixed Assets, net of depreciation	-	-	-	-	-
Investments, at fair value	15,480	-	-	-	-
Total Assets	$ 80,889	$ 14,848	$ 7,433	$ 28,464	$ 4,785
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payables	$ 13,904	$ 4,305	$ 3,746	$ 1,635	$ 1,050
Due to other funds	17,619	1,212	229	7,347	727
Funds held for others	-	110	41	50	15
Accrued compensated absences	2,306	1,174	-	7,777	-
Deferred Revenues	8,956	1,608	678	307	894
Loaned equipment	-	-	-	-	-
Other obligations	10,107	301	2,032	-	292
Bonds payable	-	-	-	-	-
Total Liabilities	52,892	8,710	6,726	17,116	2,978
Fund Balances:					
Unrestricted	20,933	6,138	(1,251)	7,401	1,807
Restricted:					
Government grants, refundable	-	-	-	-	-
Government grants and contracts	-	-	-	-	-
State Investment Council	-	-	-	-	-
Other	7,064	-	1,958	3,947	-
Endowment	-	-	-	-	-
Term endowment	-	-	-	-	-
Designated - Quasi-endowment	-	-	-	-	-
Investment in fixed assets	-	-	-	-	-
Total Fund Balances	27,997	6,138	707	11,348	1,807
Total Liabilities And Fund Balances	$ 80,889	$ 14,848	$ 7,433	$ 28,464	$ 4,785

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

F U N D S		L O A N F U N D S						
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
$ 135,335	$ 145,427	$ 27	$ 247	$ -	$ 139	$ 119	$ 755	$ 1,287
103,936	168,399	15,639	6,850	1,354	2,153	314	17,703	44,013
-	31,447	-	-	147	-	-	-	147
10,201	16,900	-	-	-	-	-	-	-
5,225	9,041	-	-	10	-	-	-	10
-	4,422	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	15,480	-	-	-	-	-	-	-
$ 254,697	$ 391,116	$ 15,666	$ 7,097	$ 1,511	$ 2,292	$ 433	$ 18,458	$ 45,457
$ 64,597	$ 89,237	$ 17	$ -	$ 9	$ -	$ -	$ -	$ 26
-	27,134	1	-	-	108	-	-	109
577	793	-	-	-	-	-	-	-
-	11,257	-	-	-	-	-	-	-
16,939	29,382	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,519	16,251	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
85,632	174,054	18	-	9	108	-	-	135
136,449	171,477	32	7,097	-	-	433	-	7,562
-	-	-	-	-	-	-	18,458	18,458
32,616	32,616	15,616	-	-	2,158	-	-	17,774
-	-	-	-	-	-	-	-	-
-	12,969	-	-	1,502	26	-	-	1,528
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
169,065	217,062	15,648	7,097	1,502	2,184	433	18,458	45,322
$ 254,697	$ 391,116	$ 15,666	$ 7,097	$ 1,511	$ 2,292	$ 433	$ 18,458	$ 45,457

STATE OF NEW MEXICO

COMBINING BALANCE SHEET

UNIVERSITY FUNDS (CONTINUED)

June 30, 2001

(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	$ 9,535	$ 43	$ -	$ -	$ 524
Receivables, net of allowance for uncollectibles	-	587	13	-	731
Due from other funds	-	-	-	-	-
Inventories	-	-	-	-	-
Deferred charges and other assets	-	-	-	-	-
Investments held by others	54,527	14,124	-	15,115	-
Fixed Assets, net of depreciation	-	-	-	567	-
Investments, at fair value	244	-	1,934	2,206	-
Total Assets	$ 64,306	$ 14,754	$ 1,947	$ 17,888	$ 1,255
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payables	$ 9,519	$ -	$ -	$ -	$ -
Due to other funds	-	524	99	2,045	-
Funds held for others	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-
Deferred Revenues	-	-	-	-	-
Loaned equipment	-	-	-	-	-
Other obligations	-	-	-	-	-
Bonds payable	-	-	-	-	-
Total Liabilities	9,519	524	99	2,045	-
Fund Balances:					
Unrestricted	-	14,230	-	-	-
Restricted:					
Government grants, refundable	-	-	-	-	-
Government grants and contracts	-	-	-	-	-
State Investment Council	33,077	-	-	-	-
Other	-	-	-	-	-
Endowment	9,679	-	1,848	7,031	1,255
Term endowment	328	-	-	489	-
Designated - Quasi-endowment	11,703	-	-	8,323	-
Investment in fixed assets	-	-	-	-	-
Total Fund Balances	54,787	14,230	1,848	15,843	1,255
Total Liabilities And Fund Balances	$ 64,306	$ 14,754	$ 1,947	$ 17,888	$ 1,255

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

	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
	$ 182,057	$ 192,159	$ 61	$ 112	$ -	$ 29	$ 124	$ 5,636	$ 5,962
	548	1,879	2,544	-	48	-	-	801	3,393
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	6,066	6,066	-	-	-	-	-	-	-
	125,251	209,017	-	-	-	19,405	-	-	19,405
	-	567	-	-	-	-	-	-	-
	-	4,384	3,971	-	-	-	-	-	3,971
	$ 313,922	$ 414,072	$ 6,576	$ 112	$ 48	$ 19,434	$ 124	$ 6,437	$ 32,731
	$ 51,189	$ 60,708	$ 583	$ 25	$ -	$ 15	$ 4	$ -	$ 627
	-	2,668	-	87	48	38	-	-	173
	-	-	3,598	-	-	19,381	120	6,437	29,536
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	2,395	-	-	-	-	-	2,395
	51,189	63,376	6,576	112	48	19,434	124	6,437	32,731
	-	14,230	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	125,251	158,328	-	-	-	-	-	-	-
	152	152	-	-	-	-	-	-	-
	83,219	103,032	-	-	-	-	-	-	-
	2,429	3,246	-	-	-	-	-	-	-
	51,682	71,708	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	262,733	350,696	-	-	-	-	-	-	-
	$ 313,922	$ 414,072	$ 6,576	$ 112	$ 48	$ 19,434	$ 124	$ 6,437	$ 32,731

STATE OF NEW MEXICO

COMBINING BALANCE SHEET

UNIVERSITY FUNDS (CONTINUED)

June 30, 2001

(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	$ 975	$ 4,107	$ -	$ 660
Receivables, net of allowance for uncollectibles	1,423	6,838	1,210	-
Due from other funds	2	1,212	1,069	5,739
Inventories	-	-	539	-
Deferred charges and other assets	434	72	-	-
Investments held by others	523,838	475	-	15,894
Fixed Assets, net of depreciation	52,810	142,706	81,443	156,299
Investments, at fair value	-	-	728	1,000
Total Assets	$ 579,482	$ 155,410	$ 84,989	$ 179,592
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	$ 4,427	$ 3,161	$ 1,116	$ 504
Due to other funds	5	-	2,573	5,641
Funds held for others	-	-	-	-
Accrued compensated absences	9,500	-	-	-
Deferred Revenues	-	-	-	34
Loaned equipment	-	-	-	-
Other obligations	-	-	-	-
Bonds payable	60,693	10,690	7,930	4,805
Total Liabilities	74,625	13,851	11,619	10,984
Fund Balances:				
Unrestricted	36,307	-	-	16,454
Restricted:				
Government grants, refundable	-	-	-	-
Government grants and contracts	-	-	-	-
State Investment Council	-	-	-	-
Other	8,929	-	-	660
Endowment	-	-	-	-
Term endowment	-	-	-	-
Designated - Quasi-endowment	-	-	-	-
Investment in fixed assets	459,621	141,559	73,370	151,494
Total Fund Balances	504,857	141,559	73,370	168,608
Total Liabilities And Fund Balances	$ 579,482	$ 155,410	$ 84,989	$ 179,592

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

FUNDS						
Western New Mexico University	University of New Mexico	Total	Total Universities June 30, 2001	Total Component Units	Total All Funds June 30, 2001	Total All Funds June 30, 2000
$ 1,607	$ 100,891	$ 108,240	$ 453,075	$ 39,173	$ 492,248	$ 139,250
2,457	834	12,762	230,446	64,443	294,889	318,676
-	-	8,022	39,616	-	39,616	28,232
-	-	539	17,439	8	17,447	17,249
-	-	506	15,623	2,761	18,384	17,892
-	8,161	548,368	781,212	2,922	784,134	269,203
-	942,782	1,376,040	1,376,607	9,124	1,385,731	1,814,647
65,635	-	67,363	91,198	-	91,198	424,686
$ 69,699	$ 1,052,668	$ 2,121,840	$ 3,005,216	$ 118,431	$ 3,123,647	$ 3,029,835
$ 685	$ 1,680	$ 11,573	$ 162,171	$ 6,274	$ 168,445	$ 183,443
1,710	-	9,929	40,013	-	40,013	24,124
-	-	-	30,329	-	30,329	57,864
-	-	9,500	20,757	-	20,757	19,019
-	-	34	29,416	539	29,955	23,293
-	18,556	18,556	18,556	-	18,556	21,168
-	-	-	16,251	2,894	19,145	24,330
5,875	210,807	300,800	303,195	9,795	312,990	256,041
8,270	231,043	350,392	620,688	19,502	640,190	609,282
654	16,086	69,501	262,770	40,417	303,187	283,627
-	-	-	18,458	-	18,458	34,743
-	92,120	92,120	142,510	-	142,510	113,726
-	-	-	158,328	-	158,328	170,074
1,061	-	10,650	25,299	3,786	29,085	47,664
-	-	-	103,032	47,264	150,296	159,240
-	-	-	3,246	972	4,218	4,792
-	-	-	71,708	6,490	78,198	76,111
59,714	713,419	1,599,177	1,599,177	-	1,599,177	1,530,576
61,429	821,625	1,771,448	2,384,528	98,929	2,483,457	2,420,553
$ 69,699	$ 1,052,668	$ 2,121,840	$ 3,005,216	$ 118,431	$ 3,123,647	$ 3,029,835

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 2001

(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	$ 237,765	$ 46,888	$ 30,972	$ 39,087	$ 19,969
Student fees	-	6,037	-	4,107	-
New Mexico State Appropriations	-	-	-	-	-
Government grants and contracts:					
Federal	-	-	-	315	-
State of New Mexico	-	-	-		-
Private gifts, grants and contracts	-	-	-	2	-
Investment income (Loss)	-	-	-	655	-
Land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	-	-	-	-	-
Federal & Local sources	-	-	-	-	-
Total revenues & other additions	237,765	52,925	30,972	44,166	19,969
Expenditures and other deductions:					
Educational and general expenditures	194,293	44,959	30,874	34,851	18,641
Auxiliary enterprises expenditures	24,712	5,964	-	-	1,030
Indirect cost recovered and other	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	-	-	-	3,577	-
Total expenditures & other deductions	219,005	50,923	30,874	38,428	19,671
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	(4,948)	(1,799)		(653)	(726)
Nonmandatory transfers	(12,602)	(1,115)	(1,793)	(3,400)	(435)
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	-
Total transfers & other additions (deductions)	(17,550)	(2,914)	(1,793)	(4,053)	(1,161)
Net increase (decrease) for the year	1,210	(912)	(1,695)	1,685	(863)
Fund balances at beginning of year	19,723	5,904	444	5,716	2,393
Prior period adjustment	-	-	-	-	277
Fund balances at end of year	$ 20,933	$ 4,992	$ (1,251)	$ 7,401	$ 1,807

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

SCHEDULE 25

	F U N D S								
			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
	$ 772,238	$ 1,146,919	$ -	$ -	$ 19,925	$ 2,166	$ -	$ 226,252	$ 248,343
	-	10,144	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	315	104,128	15,584	-	21,329	2,936	-	143,977
	-	-	14,240	2,048	-	713	3,076	-	20,077
	-	2	13,930	1,936	-	8,944	239	-	25,049
	-	655	-	-	-	398	-	-	398
	-	-	1,206	-	-	-	-	-	1,206
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	447	-	-	-	10	-	457
	-	-	6,854	-	-	-	-	11,568	18,422
	772,238	1,158,035	140,805	19,568	19,925	33,550	6,261	237,820	457,929
	752,260	1,075,878	126,567	19,008	19,771	33,711	6,023	226,252	431,332
	-	31,706	198	56	-	-	1	-	255
	-	-	10,501	313	-	-	-	28,081	38,895
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	3,577	-	-	-	-	-	-	-
	752,260	1,111,161	137,266	19,377	19,771	33,711	6,024	254,333	470,482
	-	(8,126)	-	-	-	-	-	-	-
	(20,295)	(39,640)	-	-	54	347	-	-	401
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	(20,295)	(47,766)	-	-	54	347	-	-	401
	(317)	(892)	3,539	191	208	186	237	(16,513)	(12,152)
	136,766	170,946	3,525	954	1,750	3,761	(237)	49,129	58,882
	-	277	-	-	-	-	-	-	-
	$ 136,449	$ 170,331	$ 7,064	$ 1,145	$ 1,958	$ 3,947	$ -	$ 32,616	$ 46,730

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)
UNIVERSITY FUNDS
For the Fiscal Year Ended June 30, 2001
(Amount in Thousands)

	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	$ -	$ -	$ -	$ 29	$ -
Student fees	-	-	-	-	-
New Mexico State Appropriations	-	-	-	46	-
Government grants and contracts:					
Federal	557	113	3,910	-	-
State of New Mexico	-	-	-	-	-
Private gifts, grants and contracts	2	-	-	-	-
Investment income (Loss)	260	98	31	34	-
Land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	64	267	-	-	51
Federal & Local sources	-	-	-	-	-
Total revenues & other additions	883	478	3,941	109	51
Expenditures and other deductions:					
Educational and general expenditures	-	10	-	46	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered and other	-	-	-	-	-
Loan cancellations and write-offs	382	274	-	31	-
Administration costs	85	38	-	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	-	-	3,950	-	63
Total expenditures & other deductions	467	322	3,950	77	63
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	80	38	-	16	5
Nonmandatory transfers	-	-	(55)	-	-
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	-
Total transfers & other additions (deductions)	80	38	(55)	16	5
Net increase (decrease) for the year	496	194	(64)	48	(7)
Fund balances at beginning of year	15,152	6,903	1,433	2,137	440
Prior period adjustment	-	-	133	-	-
Fund balances at end of year	$ 15,648	$ 7,097	$ 1,502	$ 2,185	$ 433

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

F U N D S		E N D O W M E N T A N D S I M I L A R F U N D S						
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
$ -	$ 29	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
-	46	250	-	-	-	-	-	250
-	4,580	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
952	954	187	-	-	73	-	2,169	2,429
322	745	103	(808)	(220)	-	-	(27,058)	(27,983)
-	-	(3,442)	-	-	-	-	-	(3,442)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
42	424	17	58	-	-	55	-	130
-	-	-	-	-	-	-	-	-
1,316	6,778	(2,885)	(750)	(220)	73	55	(24,889)	(28,616)
-	56	-	-	-	-	52	-	52
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
462	1,149	-	-	-	-	-	-	-
-	123	-	-	19	-	-	-	19
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	2,631	-	-	2,631
-	4,013	-	30	34	-	-	-	64
462	5,341	-	30	53	2,631	52	-	2,766
-	139	-	-	-	-	-	-	-
-	(55)	9,536	-	-	-	-	-	9,536
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	84	9,536	-	-	-	-	-	9,536
854	1,521	6,651	(780)	(273)	(2,558)	3	(24,889)	(21,846)
17,604	43,669	48,136	15,010	2,121	18,401	1,252	287,622	372,542
-	133	-	-	-	-	-	-	-
$ 18,458	$ 45,323	$ 54,787	$ 14,230	$ 1,848	$ 15,843	$ 1,255	$ 262,733	$ 350,696

STATE OF NEW MEXICO

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 2001

(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	-	4,089	-	-	67
New Mexico State Appropriations	7,333	-	-	-	-
Government grants and contracts:					
Federal	2,484	-	-	-	-
State of New Mexico	-	-	-	-	3,041
Private gifts, grants and contracts	1,744	-	2,036	-	-
Investment income (Loss)	3,253	310	-	271	-
Land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Retirement of indebtedness	4,464	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Other additions	567	2,795	-	36	247
Federal & Local sources	3,972	-	-	-	-
Total revenues & other additions	23,817	7,194	2,036	307	3,355
Expenditures and other deductions:					
Educational and general expenditures	-	-	-	-	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered and other	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	-	-	-	-	-
Expended for plant facilities	21,364	-	1,712	6,175	3,497
Additional indebtedness incurred	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Plant and equipment write-offs & disposals	-	6,109	-	-	-
Other deductions	-	1,468	-	-	-
Total expenditures & other deductions	21,364	7,577	1,712	6,175	3,497
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	(105)	1,065	-	-	-
Nonmandatory transfers	6,390	1,116	70	3,210	264
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	-
Total transfers & other additions (deductions)	6,285	2,181	70	3,210	264
Net increase (decrease) for the year	8,738	1,798	394	(2,658)	122
Fund balances at beginning of year	18,483	7,036	(1,035)	(2,487)	(25)
Prior period adjustment	-	-	-	-	-
Fund balances at end of year	$ 27,221	$ 8.834	$ (641)	$ (5,145)	$ 97

The accompanying notes are an integral part of the financial 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
$ -	$ -	$ -	$ -	$ -	$ 2,097	$ -	$ -	$ 2,097
63	4,219	-	-	-	382	-	-	382
12,207	19,540	-	-	-	-	-	-	-
-	2,484	-	-	-	-	-	-	-
-	3,041	-	-	22	-	63	-	85
266	4,046	-	-	-	-	-	-	-
4,853	8,687	84	-	-	-	-	592	676
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	4,464	-	-	-	-	-	-	-
52,188	52,188	-	-	-	-	-	-	-
2,026	5,671	100	-	-	-	23	-	123
-	3,972	-	-	-	-	-	-	-
71,603	108,312	184	-	22	2,479	86	592	3,363
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
58,243	90,991	5,280	-	1,181	-	610	-	7,071
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	6,109	-	-	-	-	-	-	-
-	1,468	-	-	-	-	-	-	-
58,243	98,568	5,280	-	1,181	-	610	-	7,071
-	960	78	-	-	(372)	671	100	477
11,141	22,191	6,925	-	1,152	(997)	110	(1,450)	5,740
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
11,141	23,151	7,003	-	1,152	(1,369)	781	(1,350)	6,217
24,501	32,895	1,907	-	(7)	1,110	257	(758)	2,509
75,471	97,443	16,108	-	(2)	20,215	301	8,919	45,541
-	-	-	-	-	-	-	-	-
$ 99,972	$ 130,338	$ 18,015	$ -	$ (9)	$ 21,325	$ 558	$ 8,161	$ 48,050

COMBINING STATEMENT OF CHANGES IN FUND BALANCES (CONTINUED)
UNIVERSITY FUNDS
For the Fiscal Year Ended June 30, 2001
(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	$ -	$ -	$ -	$ -	$ -
Student fees	-	-	452	-	459
New Mexico State Appropriations	-	-	-	-	-
Government grants and contracts:					
Federal	-	542	-	-	-
State of New Mexico	-	0	-	-	-
Private gifts, grants and contracts	-	-	-	-	-
Investment income (Loss)	397	61	-	15	-
Land & Permanent Fund income	-	-	-	-	-
Expended for plant facilities	-	117	-	-	-
Retirement of indebtedness	118	-	-	-	-
Issuance of University Bonds	-	831	-	-	-
Other additions	3,635	1,457	-	-	44
Federal & Local sources	-	-	-	-	-
Total revenues & other additions	4,150	3,008	452	15	503
Expenditures and other deductions:					
Educational and general expenditures	-	-	-	-	-
Auxiliary enterprises expenditures	-	-	-	-	-
Indirect cost recovered and other	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	-
Administration costs	-	-	-	-	-
Expended for plant facilities	-	-	-	-	-
Additional indebtedness incurred	-	-	-	-	-
Issuance of University Bonds	-	-	-	-	-
Debt Service:					
Principal	5,130	2,375	158	600	260
Interest	3,101	672	365	212	367
Plant and equipment write-offs & disposals	-	-	-	-	-
Other deductions	65	12	-	-	-
Total expenditures & other deductions	8,296	3,059	523	812	627
Transfers from (to) other funds and other additions (deductions):					
Mandatory transfers	4,895	696	-	942	50
Nonmandatory transfers	(749)	-	239	-	61
Fund addition due to endowments	-	-	-	-	-
Other additions (deductions)	-	-	-	-	-
Total transfers & other additions (deductions)	4,146	696	239	942	111
Net increase (decrease) for the year	-	645	168	145	(13)
Fund balances at beginning of year	-	2,405	1,230	788	1,074
Prior period adjustment	-	-	-	-	-
Fund balances at end of year	$ -	$ 3,050	$ 1,398	$ 933	$ 1,061

The accompanying notes are an integral part of the financial 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
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
3,946	4,857	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	542	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
148	621	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	117	45,603	8,402	-	13,854	569	69,595	138,023
-	118	6,369	1,144	-	-	-	8,080	15,593
-	831	-	-	-	-	-	-	-
2,898	8,034	-	-	2,258	-	-	-	2,258
-	-	-	-	-	-	-	-	-
6,992	15,120	51,972	9,546	2,258	13,854	569	77,675	155,874
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
277	277	279	-	-	-	-	-	279
-	-	-	-	-	-	-	52,625	52,625
8,080	16,603	-	-	-	-	-	-	-
9,141	13,858	-	-	-	-	-	-	-
-	-	26,243	-	2,643	-	-	-	28,886
10	87	4,582	4,171	-	-	-	-	8,753
17,508	30,825	31,104	4,171	2,643	-	-	52,625	90,543
(100)	6,483	-	-	-	-	-	-	-
10,604	10,155	(9,500)	-	332	-	-	-	(9,168)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
10,504	16,638	(9,500)	-	332	-	-	-	(9,168)
(12)	933	11,368	5,375	(53)	13,854	569	25,050	56,163
84	5,581	448,253	124,302	72,674	137,640	59,145	688,369	1,530,383
-	-	-	-	-	-	-	-	-
$ 72	$ 6,514	$ 459,621	$ 129,677	$ 72,621	$ 151,494	$ 59,714	$ 713,419	$ 1,586,546

STATE OF NEW MEXICO

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

UNIVERSITY FUNDS

For the Fiscal Year Ended June 30, 2001

(Amount in Thousands)

			TOTALS	
	UNIVERSITY June 30, 2001	COMPONENT UNITS	ALL FUNDS June 30, 2001	ALL FUNDS June 30, 2000
Revenues and other additions:				
Current funds revenues	$ 1,397,388	$ 43,961	$ 1,441,349	$ 1,383,250
Student fees	19,602	-	19,602	8,856
New Mexico State Appropriations	19,836	-	19,836	21,504
Government grants and contracts:				
Federal	151,898	-	151,898	138,718
State of New Mexico	23,203	-	23,203	20,240
Private gifts, grants and contracts	32,480	-	32,480	30,061
Investment income (Loss)	(16,201)	-	(16,201)	13,303
Land & Permanent Fund income	(2,236)	-	(2,236)	16,001
Expended for plant facilities	138,140	-	138,140	102,562
Retirement of indebtedness	20,175	-	20,175	20,700
Issuance of University Bonds	53,019	-	53,019	52,038
Other additions	17,097	1,398	18,495	66,275
Federal & Local sources	22,394	-	22,394	6,971
Total revenues & other additions	1,876,795	45,359	1,922,154	1,880,479
Expenditures and other deductions:				
Educational and general expenditures	1,507,318	41,392	1,548,710	1,448,275
Auxiliary enterprises expenditures	31,961	-	31,961	30,222
Indirect cost recovered and other	38,895	-	38,895	41,736
Loan cancellations and write-offs	1,149	-	1,149	1,389
Administration costs	142	29	171	199
Expended for plant facilities	98,062	-	98,062	105,387
Additional indebtedness incurred	556	-	556	252
Issuance of University Bonds	52,625	-	52,625	53,457
Debt Service:				
Principal	16,603	-	16,603	13,242
Interest	13,858	-	13,858	12,931
Plant and equipment write-offs & disposals	37,626	-	37,626	11,478
Other deductions	17,962	575	18,537	13,460
Total expenditures & other deductions	1,816,757	41,996	1,858,753	1,732,028
Transfers from (to) other funds and other additions (deductions):				
Mandatory transfers	(67)	-	(67)	-
Nonmandatory transfers	(840)	-	(840)	1
Fund addition due to endowments	-	-	-	-
Other additions (deductions)	-	-	-	1,351
Total transfers & other additions (deductions)	(907)	-	(907)	1,352
Net increase (decrease) for the year	59,131	3,363	62,494	149,803
Fund balances at beginning of year	2,324,987	95,566	2,420,553	2,270,750
Prior period adjustment	410	-	410	-
Fund balances at end of year	$ 2,384,528	$ 98,929	$ 2,483,457	$ 2,420,553

The accompanying notes are an integral part of the financial 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, 2001

(Amounts in Thousands)

	UNRESTRICTED		
	NM State University	Eastern NM University	NM Highlands University
REVENUES:			
University:			
Student tuition and fees	$ 42,729	$ 8,430	$ 4,948
State government appropriations	140,272	32,634	20,834
Federal grants and contracts	306	464	-
State governmental grants and contracts	37	1,847	18
Private gifts, grants, and contracts	387	65	-
Taxes	-	1,088	-
Interest and investment income	579	-	-
Land and Permanent Fund income	1,580	512	231
Indirect costs recovered and other	-	-	-
Sales and services	28,910	6,013	2,821
Medical practice plan	-	-	-
Other	19,989	1,872	2,120
Federal appropriations	2,976	-	-
Local appropriations, grants, and contracts	-	-	-
Total University	237,765	52,925	30,972
Independent Operations:			
Hospital operations	-	-	-
Mental health center	-	-	-
Psychiatric hospital	-	-	-
Office of the Medical Investigator	-	-	-
Carrie Tingley Hospital	-	-	-
Other	-	-	-
Total Independent Operations	-	-	-
Total Revenues	237,765	52,925	30,972
EXPENDITURES:			
University:			
Instruction	77,594	18,940	12,846
Academic support	16,017	3,419	2,224
Student services	9,314	6,801	2,330
Instructional support	17,604	6,306	3,716
Operation and maintenance of plant	17,686	5,086	3,682
Research	22,749	113	915
Public service	13,540	4,204	791
Internal service	(2,067)	-	(15)
Student aid/scholarships	2,843	90	310
Auxiliary enterprises	24,712	5,964	2,406
Intercollegiate athletics	7,528	-	1,376
Student social and cultural development	2,244	-	293
Total University	209,764	50,923	30,874

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

FUNDS			
NM Inst. of Mining and Tech.	Western NM University	University of NM	Total
$ 4,107	$ 3,149	$ 67,657	$ 131,020
26,309	12,158	226,971	459,178
315	21	280	1,386
-	335	1,639	3,876
2	-	2,305	2,759
-	-	-	1,088
655	-	1,967	3,201
1,202	231	6,827	10,583
5,114	-	28,080	33,194
3,789	3,575	70,818	115,926
-	-	3,289	3,289
2,673	500	68,220	95,374
-	-	-	2,976
-	-	2,730	2,730
44,166	19,969	480,783	866,580
-	-	242,911	242,911
-	-	21,373	21,373
-	-	11,705	11,705
-	-	3,522	3,522
-	-	10,943	10,943
-	-	1,001	1,001
-	-	291,455	291,455
44,166	19,969	772,238	1,158,035
22,581	8,476	144,109	284,546
-	1,427	29,664	52,751
-	1,639	15,118	35,202
-	2,489	30,108	60,223
-	2,146	32,839	61,439
5,544	41	44,773	74,135
1,140	321	85,479	105,475
425	118	487	(1,052)
1,051	143	11,316	15,753
3,462	1,030	41,393	78,967
189	1,355	18,722	29,170
459	486	4,219	7,701
34,851	19,671	458,227	804,310

STATE OF NEW MEXICO

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

For The Fiscal Year Ended June 30, 2001

(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	9,241	-	-
Total Independent Operations	9,241	-	-
Total Expenditures	219,005	50,923	30,874
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):			
Mandatory transfers, net	(4,948)	(1,799)	-
Nonmandatory transfers, net	(12,602)	(1,115)	(1,793)
Other additions (deductions)	-	-	-
Excess of restricted receipts over transfers to revenues	-	-	-
Total transfers and Other Additions (Deductions)	(17,550)	(2,914)	(1,793)
Net Increase (Decrease) in Fund Balance	$ 1,210	$ (912)	$ (1,695)

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

FUNDS				
NM Inst. of Mining and Tech.	Western NM University	University of NM	Total
-	-	245,739	245,739
-	-	20,503	20,503
-	-	12,015	12,015
-	-	1,001	1,001
-	-	3,300	3,300
-	-	11,475	11,475
3,577	-	-	12,818
3,577	-	294,033	306,851
38,428	19,671	752,260	1,111,161
(653)	(726)	-	(8,126)
(3,400)	(435)	(20,295)	(39,640)
-	-	-	-
-	-	-	-
(4,053)	(1,161)	(20,295)	(47,766)
$ 1,685	$ (863)	$ (317)	$ (892)

STATE OF NEW MEXICO

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

UNIVERSITY FUNDS

For The Fiscal Year Ended June 30, 2001

(Amounts in Thousands)

	RESTRICTED		
	New Mexico State University	Eastern New Mexico University	New Mexico Highlands University
REVENUES:			
University:			
Federal grants and contracts	$ 93,502	$ 15,308	$ 12,555
State governmental grants and contracts	14,093	2,130	5,094
Private gifts, grants, and contracts	10,609	1,626	1,130
Land and Permanent Fund income	1,260	-	-
Sales and services	70	-	27
Other	377	-	1,119
Federal appropriations	4,759	-	-
Local appropriations, grants, and contracts	2,095	-	-
Total University	126,765	19,064	19,925
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	126,765	19,064	19,925
EXPENDITURES:			
University:			
Instruction	12,915	5,324	3,923
Academic support	1,250	252	225
Student services	1,863	6,548	569
Instructional support	256	233	77
Operation and maintenance of plant	7	7	10
Research	60,400	61	2,356
Public service	19,381	3,153	8,348
Internal service	94	-	15
Student aid/scholarships	28,828	3,430	4,187
Auxiliary enterprises	198	56	56
Intercollegiate athletics	349	-	-
Student social and cultural development	51	-	5
Total University	125,592	19,064	19,771

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

FUNDS			
New Mexico Institute of Mining and Technology	Western New Mexico University	University of New Mexico	Total
$ 17,083	$ 498	$ 116,398	$ 255,344
697	708	28,053	50,775
7,108	-	53,265	73,738
-	-	-	1,260
-	5,055	-	5,152
2,248	-	3,981	7,725
-	-	-	4,759
-	-	8,333	10,428
27,136	6,261	210,030	409,181
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	16,222	16,222
-	-	16,222	16,222
27,136	6,261	226,252	425,403
324	543	10,433	33,462
-	399	952	3,078
9,479	75	356	18,890
-	173	228	967
-	16	31	71
15,961	-	96,111	174,889
2	1,508	65,451	97,843
15	4	91	219
1,271	3,295	35,829	76,840
16	1	193	520
-	10	23	382
4	-	332	392
27,072	6,024	210,030	407,553

COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES, AND OTHER CHANGES - RESTRICTED
UNIVERSITY FUNDS
For The Fiscal Year Ended June 30, 2001
(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	1,173	-	-
Total Independent Operations	1,173	-	-
Total Expenditures	126,765	19,064	19,771
TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS):			
Mandatory transfers	-	-	-
Nonmandatory transfers	-	-	54
Other additions (deductions)	-	-	-
Excess of restricted receipts over transfers to revenues	3,539	191	-
Total transfers and Other Additions (Deductions)	3,539	191	54
Net Increase in Fund Balance	$ 3,539	$ 191	$ 208

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

F U N D S			
New Mexico Institute of Mining and Technology	Western New Mexico University	University of New Mexico	Total
-	-	-	-
-	-	-	-
-	-	-	-
-	-	16,222	16,222
-	-	-	-
-	-	-	-
64	-	-	1,237
64	-	16,222	17,459
27,136	6,024	226,252	425,012
347	-	-	347
-	-	-	54
-	-	-	-
(161)	-	(16,513)	(12,944)
186	-	(16,513)	(12,543)
$ 186	$ 237	$ (16,513)	$ (12,152)

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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	2001	2000	1.999	1998
Taxes	$ 3,504,194	$ 3,127,685	$ 2,927,032	$ 2,952,593
Licenses, fees and permits	81,523	73,457	86,612	76,376
Interest and other investment income	(1,239,950)	3,525,310	3,702,083	2,004,432
Rents and royalties	421,409	249,249	156,876	245,529
Charges for services	462,562	416,302	402,942	360,410
Intergovernmental	2,411,266	2,199,250	1,875,180	1,812,429
Contributions	728,773	676,252	636,762	598,660
Other sources	310,404	299,884	273,623	250,649
Total Revenues	$ 6,680,181	$ 10,567,389	$ 10,061,110	$ 8,301,078

Expenditures by Function	2001	2000	1.999	1998
Legislative	$ 19,280	$ 15,258	$ 17,564	$ 8,343
Judicial	174,901	133,534	116,834	108,975
General Control	2,203,032	1,902,418	1,746,989	1,754,206
Regulation and Licensing	88,126	88,696	84,827	74,277
Culture/Recreation and Natural Resources	179,171	164,039	141,441	123,888
Health and Human Services	2,847,600	2,545,270	2,227,138	2,150,013
Public Safety	290,413	269,535	290,887	224,811
Highway and Transportation	951,306	897,716	640,222	570,785
Education	4,210,928	4,051,113	3,762,107	3,486,091
Total Expenditures	$ 10,964,757	$ 10,067,579	$ 9,028,009	$ 8,501,389

1997	1996	1995	1994	1993	1992
$ 2,806,839	$ 2,573,357	$ 2,453,722	$ 2,068,971	$ 2,009,918	$ 1,821,009
70,649	61,594	89,153	61,453	23,902	30,213
2,164,967	1,950,816	1,265,455	1,291,176	1,334,000	1,309,202
205,646	142,997	153,163	155,998	143,725	107,740
403,074	359,580	336,777	309,675	254,358	84,740
1,728,017	1,714,313	1,637,462	1,544,256	326,316	119,216
572,371	555,495	508,373	466,188	413,501	479,677
252,330	204,831	172,632	189,676	229,980	87,682
$ 8,203,893	$ 7,562,983	$ 6,616,737	$ 6,087,393	$ 4,735,700	$ 4,039,479
$ 14,472	$ 12,383	$ 13,120	$ 13,071	$ 13,136	$ 17,887
104,803	95,756	86,538	74,299	64,621	56,663
1,496,887	1,384,824	1,287,330	1,271,894	1,100,014	1,013,553
71,554	77,572	72,997	66,165	42,567	40,605
117,389	138,033	119,949	103,762	67,248	58,368
2,168,603	2,059,712	2,032,363	1,815,876	493,685	433,216
222,355	220,444	197,796	172,029	148,909	139,580
427,310	479,303	493,764	468,676	442,236	355,036
3,355,295	3,228,810	3,073,573	2,925,239	2,581,065	1,500,388
$ 7,978,668	$ 7,696,837	$ 7,377,430	$ 6,911,011	$ 4,953,481	$ 3,615,296

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

SCHEDULE 29

	1997	1998	1999	2000	2001
REVENUES:					
Taxes and License Fees:					
General and selective sales taxes:					
Gross receipts	$ 1,035,246	$ 1,085,543	$ 1,120,710	$ 1,142,105	$ 1,253,424
Compensating	35,370	35,390	32,269	33,502	36,593
Tobacco (luxury)	19,386	19,505	19,115	18,939	18,422
Alcoholic beverage	34,660	34,044	26,057	26,752	26,687
Insurance	39,634	41,603	45,098	47,022	44,562
Fire protection	21,509	20,694	20,009	16,414	19,953
Public utilities	6,656	7,143	43	6,154	4,521
Racing	760	906	989	1,058	1,146
Private car	381	-	475	346	579
Motor vehicle, boat and other excise tax	78,477	84,679	87,398	97,042	97,440
Gaming tax	-	-	2,341	19,416	23,353
Leased vehicles gross receipts & surcharge	7,866	7,919	7,577	6,367	6,352
Telecommunications relay surcharge	-	-	-	-	68
Boat excise tax	-	-	-	-	574
Gasoline & Special Fuel Tax	-	-	-	-	-
Total general and selective sales taxes	1,279,945	1,337,426	1,362,081	1,415,117	1,533,674
Income Taxes:					
Personal income taxes:					
Gross Withholding	562,227	612,024	641,791	692,300	760,579
Final settlements	333,774	323,455	381,494	389,414	326,820
Less:					
Transfer - Retiree health care	-	-	(4,511)	(4,781)	(5,068)
Transfer - PIT suspense & others	(154,581)	(142,536)	(228,329)	(225,690)	(194,357)
Refunds - TAA suspense	(2,053)	(4,404)	5,203	16,191	9,513
Net personal income taxes	739,367	788,539	795,648	867,434	897,487
Corporate taxes	188,181	202,032	180,588	177,744	240,112
Less refunds	(17,435)	(22,002)	(19,853)	(11,942)	(20,325)
Net corporate income taxes	170,746	180,030	160,735	165,802	219,787
Estate taxes	17,857	12,067	21,909	16,237	24,228
Fiduciary taxes	4,986	8,664	7,633	8,644	8,607
Total income taxes	932,956	989,300	985,925	1,058,117	1,150,109
Severance taxes:					
Oil and gas school tax	151,363	153,679	107,744	169,506	329,031
7% oil conservation	7,941	8,667	6,205	8,931	16,687
Resources excise	8,433	8,752	7,622	6,118	5,691
Natural gas processors	13,885	12,843	11,276	12,262	12,111
Total severance taxes	181,622	183,941	132,847	196,817	363,520
Total taxes	2,394,523	2,510,667	2,480,853	2,670,051	3,047,303

STATE OF NEW MEXICO

SCHEDULE OF REVENUES

STATE GENERAL FUND

For The Last Five Fiscal Years

(Amounts in Thousands)

SCHEDULE 29

	1997	1998	1999	2000	2001
Taxes and License Fees (continued):					
License Fees:					
Manufactured housing	937	769	787	710	610
Franchise	19	19	54	5	3
Corporate filing	2,316	2,396	2,303	2,435	2,402
Alcoholic beverages and gaming	3,772	4,318	3,763	3,670	4,105
Financial institutions	1,709	1,949	1,999	2,038	2,029
Corporate special	3,315	3,530	10,244	4,774	7,319
Construction industries	5,859	6,300	4,787	5,084	6,315
Gaming license and permit fees	-	-	-	759	306
Securities receipts	8,604	9,761	10,941	11,866	12,749
Health facilities fees	79	93	66	252	75
Pipeline fees	53	66	64	30	54
Motor vehicles miscellaneous fees	500	649	614	679	402
Drivers Training Fees	-	-	-	-	18
State engineers fees	129	120	105	112	-
Total license fees	27,292	29,970	35,727	32,414	36,387
Total taxes and license fees	2,421,815	2,540,637	2,516,580	2,702,465	3,083,690
Other Revenue Sources:					
Investment Income:					
State land grant permanent fund income	207,417	211,103	215,453	219,820	234,280
Earnings on state balances	21,789	62,266	82,986	72,034	98,707
Severance tax permanent fund earnings	133,634	136,307	139,033	141,814	144,650
Total interest earnings	362,840	409,676	437,472	433,668	477,637
Rents and royalties:					
Federal mineral leasing	180,177	170,106	135,692	205,321	374,464
Land office	12,607	15,578	11,936	23,815	31,239
Total rents and royalties	192,784	185,684	147,628	229,136	405,703
Miscellaneous Receipts and Fees:					
Miscellaneous	468	59	4	13	-
Environment Department filing fees	297	298	472	372	342

STATE OF NEW MEXICO

SCHEDULE OF REVENUES — **SCHEDULE 29**

STATE GENERAL FUND

For The Last Five Fiscal Years

(Amounts in Thousands)

	1997	1998	1999	2000	2001
Miscellaneous Receipts and Fees (Continued):					
Local Government Investment Pool administrative fees	-	642	310	4	-
Tribal revenue sharing	-	18,722	30,180	17,917	53
Magistrate court costs	1,273	1,145	236	-	-
Metro court costs	289	578	-	-	-
MVD penalty assessments	5,268	5,205	5,798	5,737	5,753
Fines and forfeitures	7,191	7,259	7,662	8,442	8,605
Birth and death certificates	516	510	488	525	561
District judge receipts	1,191	1,088	1,168	1,140	1,173
Notary public fees	669	645	656	593	574
Court of appeals	56	54	-	-	566
Legislative receipts	77	50	64	46	65
Workmen's compensation fees	52	-	314	-	39
Payroll administration costs	21	35	31	1	-
Control substance abuse	-	-	-	-	-
Law enforcement protection	1,194	2,510	-	2,038	339
Small county assistance	2,227	2,352	2,294	4,497	2,714
Supreme court fees	16	18	-	1	2
Unclaimed property	1,768	6,362	2,625	7,736	4,823
Public Defender reimbursement	284	342	271	233	192
Small cities assistance	2,463	2,234	2,165	532	1,357
Public school insurance	-	-	-	-	-
Total miscellaneous receipts and fees	25,320	50,108	54,738	49,827	27,158
Other revenues:					
Court decisions	-	-	-	-	-
Transfers - reversions	-	-	-	-	-
Transfers - State Support Reserves	-	-	-	-	-
Misallocations	-	-	-	-	-
Transfers - Retire Health Care	-	-	-	-	-
Transfers - unclaimed property	-	-	-	-	-
Transfers - Approp. Contingency	-	-	-	-	-
Transfers - Economic Development	-	-	-	-	-
Total other revenues	-	-	-	-	-
Total other revenue sources	580,944	645,468	639,838	712,631	910,498
Total Revenues	$ 3,002,759	$ 3,186,105	$ 3,156,418	$ 3,415,096	$ 3,994,188

STATE OF NEW MEXICO

ANALYSIS OF FUNDING PROGRESS

SCHEDULE 30

THE EDUCATIONAL RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 2001

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2001	$ 7,418,300	$ 8,070,300	$ 652,000	92%	$ 1,819,600	36%
June 30, 2000	6,835,800	7,460,600	624,800	92%	1,795,700	35%
June 30, 1999	5,988,500	6,971,700	983,200	86%	1,637,500	60%
June 30, 1998	5,169,500	6,398,800	1,229,300	81%	1,542,800	80%
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%

NOTE: AVA was set to the book value in the June 30, 1992 and June 30, 1993 actuarial valuation. It was changed to a smoothed market beginning with the June 30, 1994 valuation. Actuarial assumptions were changed as of June 30, 1994, June 30, 1996, and June 30, 2001.

ANALYSIS OF FUNDING PROGRESS

SCHEDULE 31

THE PUBLIC EMPLOYEES RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 2001

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (Excess) (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2001	$ 8,308,210	$ 7,883,447	$ (424,763)	105%	$ 1,318,275	0%
June 30, 2000	7,527,280	7,118,975	(408,305)	106%	1,253,305	0%
June 30, 1999	6,494,487	6,554,553	60,066	99%	1,200,505	5%
June 30, 1998	5,487,475	6,000,439	512,964	91%	1,146,991	45%
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%

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, 1996 through 2001 and amortized cost is used for fiscal year ending June 30, 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. 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

SCHEDULE 32

THE JUDICIAL RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 2001

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2001	$ 59,523	$ 70,604	$ 11,081	84%	$ 7,060	157%
June 30, 2000	54,726	63,316	8,590	86%	6,754	127%
June 30, 1999	47,776	58,189	10,413	82%	7,071	147%
June 30, 1998	41,974	56,176	14,202	75%	6,644	256%
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%

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, 1996 through 2001 and amortized cost is used for fiscal year ending June 30, 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. 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 — **SCHEDULE 33**

THE MAGISTRATE RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 2001

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded (Excess) Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2001	$ 30,258	$ 26,685	$ (3,573)	113%	$ 3,651	0%
June 30, 2000	27,097	23,738	(3,359)	114%	3,485	0%
June 30, 1999	23,369	21,645	(1,724)	108%	3,427	0%
June 30, 1998	19,988	20,388	400	98%	2,471	13%
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%

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, 1996 through 2001 and amortized cost is used for fiscal year ending June 30, 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. 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

SCHEDULE 34

THE VOLUNTEER FIREFIGHTERS RETIREMENT SYSTEM

For The Last Six Years Ending June 30, 2001

(Amount in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) --Entry Age	Unfunded (Excess) Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2001	$ 27,992	$ 15,807	$ (12,185)	177%	N/A*	N/A
June 30, 2000	24,641	17,303	(7,338)	0%	N/A	N/A
June 30, 1999	20,246	16,161	(4,085)	125%	N/A	N/A
June 30, 1998	16,248	14,897	-	109%	N/A	N/A
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

* Volunteer Firefighters Retirement Fund benefits are not based on salary. Accordingly, payroll information has been excluded.

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, 1996 through 2001 and amortized cost is used for fiscal year ending June 30, 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

SCHEDULE 35

THE EDUCATIONAL RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 2001

(Amount in Thousands)

Fiscal Year Ended June 30	REVENUES BY SOURCE Member Contributions	Employer Contributions	Investment Income	Other Income	Total
2001	$ 150,068	$ 161,524	$ (807,706)	$ 3,689	$ (492,425)
2000	139,180	153,260	853,378	3,485	1,149,303
1999	130,644	145,522	688,313	2,849	967,328
1998	122,499	136,191	199,961	4,283	462,934
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

Fiscal Year Ended June 30	EXPENSES BY TYPE Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
2001	$ 340,595	$ 3,518	$ 36,634	$ -	$ 380,747
2000	311,814	2,544	35,153	-	349,511
1999	274,836	4,207	29,955	-	308,998
1998	254,407	2,489	28,246	-	285,142
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

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE — SCHEDULE 36

THE PUBLIC EMPLOYEES RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 2001

(Amount in Thousands)

REVENUES BY SOURCE

Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
2001	$ 135,594	$ 196,544	$ (166,425)	$ 3,055	$ 168,768
2000	125,929	182,000	834,762	4,654	1,147,345
1999	119,377	174,325	929,248	4,517	1,227,467
1998	113,693	165,249	908,326	4,143	1,191,411
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

EXPENSES BY TYPE

Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
2001	$ 291,118	$ 3,993	$ 27,358	$ -	$ 322,469
2000	264,480	3,273	26,812	-	294,565
1999	237,555	4,876	25,612	-	268,043
1998	212,130	12,913	25,000	-	250,043
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

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE

THE JUDICIAL RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 2001

(Amount in Thousands)

SCHEDULE 37

REVENUES BY SOURCE

Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
2001	$ 359	$ 2,159	$ (1,206)	$ -	$ 1,312
2000	343	2,120	6,099	22	8,584
1999	323	2,046	6,866	-	9,235
1998	346	2,043	1,978	-	4,367
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

EXPENSES BY TYPE

Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
2001	$ 3,427	$ 8	$ 1	$ -	$ 3,436
2000	3,185	8	9	-	3,202
1999	2,945	8	-	-	2,953
1998	2,794	13	-	-	2,807
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

STATE OF NEW MEXICO

REVENUES AND EXPENSES BY TYPE **SCHEDULE 38**

THE MAGISTRATE RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 2001

(Amount in Thousands)

Fiscal Year Ended June 30	REVENUES BY SOURCE Member Contributions	Employer Contributions	Investment Income	Other Income	Total
2001	$ 180	$ 1,282	$ (532)	$ 15	$ 945
2000	175	940	2,877	9	4,001
1999	160	1,077	3,256	1	4,494
1998	164	1,072	858	-	2,094
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

Fiscal Year Ended June 30	EXPENSES BY TYPE Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
2001	$ 1,122	$ 6	$ 14	$ -	$ 1,142
2000	1,065	6	-	-	1,071
1999	895	6	40	-	941
1998	712	8	24	-	744
1997	654	7	-	-	661
1996	551	10	-	-	561
1995	392	14	19	-	425
1994	228	12	-	-	240

REVENUES AND EXPENSES BY TYPE

SCHEDULE 39

THE VOLUNTEER FIREFIGHTERS RETIREMENT SYSTEM

For The Last Eight Years Ending June 30, 2001

(Amount in Thousands)

	REVENUES BY SOURCE				
Fiscal Year Ended June 30	Member Contributions	Employer Contributions	Investment Income	Other Income	Total
2001	$ -	$ 1,000	$ (557)	$ -	$ 443
2000	-	1,250	2,660	-	3,910
1999	-	1,000	2,950	-	3,950
1998	-	1,000	744	-	1,744
1997	-	750	2,793	-	3,543
1996	-	500	1,720	-	2,220
1995	-	500	549	-	1,049
1994	-	500	490	-	990

	EXPENSES BY TYPE				
Fiscal Year Ended June 30	Benefit Payments	Administrative Expenses	Refunds to Terminated Employees	Other Expenses	Total
2001	$ 232,552	$ -	$ -	$ -	$ 232,552
2000	212	-	-	-	212
1999	172	-	-	-	172
1998	147	2	-	-	149
1997	119	1	-	-	120
1996	79	6	-	-	85
1995	50	8	-	-	58
1994	43	8	-	-	51