

**LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY**  
**MEETING NOTICE & AGENDA - REGULAR BOARD OF DIRECTORS MEETING**  
**9:00 a.m. Wednesday, August 15, 2012 at the Vado Office, 325 Holguin Road**  
Note Minutes are in DRAFT form until approved and signed by the Board of Directors.

- I. **Sign in, establish quorum, call meeting to order.** Sign-in sheet and agenda are attached. Directors present were Chairman Robert "Marty" Nieto, Acting Secretary Blanca Martinez, Director Rosaura Pargas, and Director Furman Smith. Absent were Vice-Chairman John Holguin, Secretary Santos Ruiz and Director Mary Berry. Staff members present were General Manager Martin Lopez, Finance Manager Kathi Jackson, Operations Manager, Mike Lopez, Projects Manager Karen Nichols and Adm Asst Joan Ferguson. Also present were Tiffany Goolsby and Espy Holguin (HUD). With a quorum established, the meeting was called to order by Mr. Nieto at 9:21am. { :30 }
- II. **Approval of Minutes.** Item II, approval of previous minutes, was postponed. Mr. Ramirez' presentation (Item III) was postponed. The closed session dealing with Manager Evaluation (Items VIII.a & b) were postponed. Motion to approve the amended agenda was made by Mr. Smith, seconded by Ms. Pargas and carried on a vote of 4-0. {1:43}
- III. **Approval of Minutes of 7/19/12 & 7/23/12** Postponed until next board meeting, September 19, 2012. {1:58}
- IV. **Guest Presentations: Jose Ramirez – HIDTA** Postponed to September meeting. {2:12}
- V. **Public Input - 15 minutes total allotted for this item, 3 minute time limit per person:** None.
- VI. **Managers' Reports**
  - A. **Management Report** Mr. Martin Lopez' written report was in the Board Packet (attached) and was discussed with the Board. {28:10}
    1. Announced that LRGPWWA will begin entering customers from Organ into the Butterfield Park billing system next Tuesday, August 21, 2012.
    2. Mr. Lopez asked Ms. Hoguin to announce and discuss the Sustainability Summit at the Court Youth Center this Saturday, Aug 18.
    3. Mr. Lopez asked if anyone had recommendations/nominations for a dedication for the new La Mesa building.
    4. Discussed petroleum contamination from a previous gas station at the Mesquite Sewer Project site.
  - B. **Operations Report** Mr. Lopez' written report was in the Board Packet (attached) and was discussed with the Board. {38:00}
    1. Discussed meter issues and the possibility of purchasing ultrasonic meters.
    2. Addressed the restructuring of maintenance crews.
  - C. **Finance Report** Ms. Jackson's written report was in the Board Packet (attached) and was discussed with the Board. {52:50}
    1. Computer issues are slowing employee transition into other offices.
    2. Discussed a new contract with a uniform company.
    3. Requested that a proposal to raise the trash coupon fee from \$.50 to \$1.00 be added to next month's agenda.
    4. Discussion of trash services at the LRGPWWA offices.
  - D. **Projects Report** Ms. Nichols' written report was in the Board Packet and discussed with the Board. {2:09:04}

1. Discussed issues with a grant/loan for the Radio Read Meters. Meeting August 21 with NMED-CPB.
2. ICIP Draft. Changes discussed below. Any further amendment suggestions or questions should be addressed to Karen Nichols by September 1.
  - a) Rearranged priorities moving Authority-Brazito Water Interconnection to number 6.
  - b) Technology Project will include adding SCADA at Butterfield Park to Organ SCADA system
  - c) Light Equipment – discussed needs and financing
  - d) Heavy Equipment – discussed needs and financing, noted that the truck with crane needs to be 3 ton, not ¾ ton.

**VII. Unfinished Business**

- A. **Audit, Desert Sands, 2010 – For approval** Motion to approve the final audit of Desert Sands, 2010 was made by Mr. Smith and seconded by Ms. Martinez and passed on a vote of 4-0. {2:12:30}
- B. **Open Meetings Act Resolution FY-2012 Amendment re: meeting locations.** Motion to approve the wording change on page 1 from “1. All meetings shall be held at the Vado Office...” to “1. All meetings shall be held at the locations designated in the attached meeting schedule” and change of locations of September 19 and June 19 meetings to the La Mesa office; October 17 and May 15 meetings to Butterfield Park; and the March 20 meeting to the Organ Community Center of the was made by Ms. Martinez and seconded by Mr. Smith. Fiscal Year meetings schedule changes are attached and posted on the website. The motion passed 4-0. {2:23:25}

**VIII. New Business**

- A. **NM Infrastructure Finance Conference.** Discussed which Board members (Holguin and Nieto) and staff (Nichols, Jackson) would be attending Conference. Registration needs to be received by Kathi Jackson by September 1. Ms. Pargas made a motion to approve sending Board Members and staff to Conference. The motion was seconded by Ms. Martinez and carried on a vote of 4-0. {2:27:30}
- B. **Motion to convene in closed session pursuant to NMSA 1978 Section 10-15-1 (H)(2)** for discussion of the evaluation of the General Manager was postponed until a Working Session scheduled for Tues, August 21.
- C. **Motion to resume the open meeting and statement by the Chair that affirming that the matters discussed in the closed meeting were limited to those stated in the motion to close.** Not applicable.
- D. **Action related to closed session discussion.** Not applicable. {2:43:02}

**IX. Other discussion and agenda items for next meeting 9/19/12.**

- A. General Manager evaluation
- B. ICIP Resolution
- C. Trash coupon fees

- X. **Adjourn.** Motion to adjourn was made by Mr. Smith and was seconded by Ms. Pargas and passed 4-0. The meeting was adjourned at 12:04 pm.

Date Minutes approved: \_\_\_\_\_

**Directors Present**

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Chairman Robert M. Nieto

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Vice-Chairman John Holguin

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Director Rosaura Pargas

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Director Santos Ruiz

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Secretary Blanca Martinez

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Director Mary Berry

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Director Furman Smith

1/1

## Lower Rio Grande Public Waterworks Authority Sign In Sheet

Date: Aug 15, 2012 Time: 9am Place: VADO Meeting Type: Board Mtg

Name, Title - Print	Company or Agency Represented	Mailing Address	Telephone	Email
<u>Sign Rosaura Pargas</u> Director	<u>Desert Sands</u>	<u>PO. Box 3343</u> <u>Anthony, NM 88021</u>	<u>882-3126</u>	
<u>FURMAN SMITH</u> DIRECTOR	<u>ORGAN</u>	<u>PO BOX 172</u> <u>ORGAN NM 88052</u>	<u>382-5982</u>	<u>SMITHF @</u> <u>ZIANET.COM</u>
<u>Esperanza Holguin</u>	<u>HUD</u>	<u>2510 N 4th St</u> <u>Las Cruces NM</u>	<u>635-1289</u>	<u>Esperanza.A.Holguin@HUD</u>
<u>Tiffany Goolsby</u>	<u>SCCOG</u>	<u>P.O. BOX 297</u> <u>mesilla, NM 88046</u>	<u>740-2926</u>	<u>tigoolsby@sccog-nm.com</u>
<u>Kathi Jackson France</u> <u>Public Admin</u>	<u>LRGPWWA</u>		<u>640-4320</u>	
<u>Michael Lopez</u> <u>Public Admin</u>	<u>LRGPWWA</u>	<u>P.O. Box 2646</u> <u>Anthony NM</u>	<u>(575) 635-3921</u>	<u>mike.lopez@lrgauthority.org</u>
<u>Robert M. Nick</u>	<u>LRGPWWA</u>	<u>325 Holguin Dr</u> <u>Vado NM 88072</u>	<u>575</u> <u>636-3851</u>	
<u>Blanca Martinez</u>	<u>La Mesa</u>	<u>11660 San Jose</u> <u>La Mesa NM 88046</u>	<u>642-3551</u>	
<u>Martin Lopez</u>	<u>STAFF</u>	<u>PO Box 2646</u> <u>Anthony, NM 88021</u>	<u>575</u> <u>571-3628</u>	<u>martin.lopez@</u> <u>lrgauthority.org</u>
<u>Kara Nick</u>	<u>LRGPWWA</u>	<u>PO box 2646</u> <u>Anthony NM</u>	<u>915</u> <u>203 257</u>	<u>Kara.Nick@</u> <u>LRGAuthority.org</u>
<u>Joan Ferguson</u>	<u>LRGPWWA</u>	<u>4013 April</u> <u>CC, NM 88001</u>	<u>405-7972</u>	<u>Joan.Ferguson</u>

Head  
JPL

## LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY

### MEETING NOTICE & AGENDA - REGULAR BOARD OF DIRECTORS MEETING

9:00 a.m. Wednesday, August 15, 2012 at the Vado Office, 325 Holguin Road

Agendas are final 24 hours prior to the meeting and may be obtained at any LRGPWWA Office – call 575-233-3947 for information

- I. Sign in, establish quorum, call meeting to order
- II. Approval of agenda
- III. Approval of Minutes of 7/19/12 & 7/23/12
- IV. Guest Presentations: Jose Ramirez – HIDTA (Postponed to September meeting)
- V. Public Input - 15 minutes total allotted for this item, 3 minute time limit per person, may be continued after Item VIII by board action:
- VI. General Manager's Reports:
  - A. Management Report
  - B. Operations Report
  - C. Finance Report
  - D. Projects Report
- VII. Unfinished Business:
  - A. Audit, Desert Sands, 2010 – For approval
  - B. Open Meetings Act Resolution FY-2012 Amendment re: meeting locations
- VIII. New Business
  - A. NM Infrastructure Finance Conference
  - B. Motion to convene in closed session pursuant to NMSA 1978 Section 10-15-1 (H)(2) for discussion of the evaluation of the General Manager – Roll Call Vote
  - C. Motion to resume the open meeting and statement by the Chair that affirming that the matters discussed in the closed meeting were limited to those stated in the motion to close
  - D. Action related to closed session discussion
  - IX. Other discussion and agenda items for next meeting 9/19/12
- X. Adjourn

If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aide or service to attend or participate in the hearing or meeting, please contact the LRG PWWA office at 575-233-3947, 325 Holguin Rd, Vado NM 88072 at least one week prior to the meeting or as soon as possible. Public documents, including the agenda and minutes, can be provided in various accessible formats. Please contact the LRGPWWA office if a summary or other type of accessible format is needed.

*Si es un individuo con una incapacidad esta en necesidad de un lector, amplificador, lenguaje por senas, o cualquier otra forma de asistencia o servicio para atender o participar en las juntas, por favor llame a la oficina LRG PWWA office at 575-233-3947, 325 Holguin Rd, Vado NM 88072 una semana antes de la junta o en cuanto posible. Documentos públicos, incluyendo la agenda y minutos, están disponibles en varios formatos. Por favor opóngase en contacto con la oficina LRGPWWA si un resumen o otro tipo de forma accesible es necesario.*

**LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY**  
**MINUTES - REGULAR BOARD OF DIRECTORS MEETING**

**9:00 a.m. Thursday, July 19, 2012 at the Vado Office, 325 Holguin Road**

NOTE: Minutes are in DRAFT form until approved & signed by the Board of Directors

- I. **Sign in, establish quorum, call meeting to order:** Sign-in sheet and agenda are attached. Directors present were Chairman Robert "Marty" Nieto, Vice-Chairman John Holguin, Acting Secretary Blanca Martinez (arrived late), Furman Smith and Mary Berry. Absent were Director Rosaura Pargas and Secretary Santos Ruiz. Staff members present were General Manager Martin Lopez, Finance Manager Kathi Jackson, Operations Manager, Mike Lopez, Projects Manager Karen Nichols and Adm Asst. Joan Ferguson. Also present was Espy Holguin (HUD). With a quorum established the meeting was called to order by Mr. Nieto at 9:04. { :52 }
- II. **Approval of agenda:** Mr. Nieto made a motion to approve the agenda, Ms. Berry seconded, and it carried on a vote of 4-0. { 2:09 }
- III. **Approval of Minutes of 6/20/12:** Approval of the minutes (attached) was postponed until next month's meeting. Ms. Martinez arrived at 10:15 and board revisited this item after 7.a. Mr. Nieto made a motion to approve the Minutes dated 6/20/12/, Ms. Berry seconded the motion and it carried on a vote of 5-0.
- IV. **Guest Presentations:** None.
- V. **Public Input - 15 minutes total allotted for this item, 3 minute time limit per person, may be continued after Item VIII by board action:** None { 2:14 }
- VI. **General Manager's Reports:**
  - A. **Management Report:** Mr. Martin Lopez' written report was in the Board Packet (attached) and presented to the Board of Directors. { 23:50 }
    1. Discussion of details of merger with Organ and Butterfield.
    2. The Board discussed the tentative meeting with Commissioner Garrett concerning arsenic drinking water compliance and the letters concerning the illegal dumping of asbestos in the Parque Homes Subdivision (attached). (Tierra Del Sol Housing Corporation)
    3. Those who would like to attend 57th Annual NM Water Conference (attached) should contact Karen Nichols.
  - B. **Finance Report:** Ms. Jackson's written report was in the Board packet (attached) and she discussed it with the board. { 30:02 }
    1. **Resolution FY2013-01 Adoption of FY-13 Final Budget:** Mr. Holguin made a motion to adopt Resolution FY 2013-01 and Ms. Berry seconded the motion. The motion passed 4-0.
  - C. **Projects Report:** Ms. Nichol's written report was in the Board packet (attached) and she reviewed it with the Board. { 1:26:15 }
    1. Mesquite Wastewater project engineer got a quote for the remaining bid lots and is revising the project budget and preparing a change order.
    2. Berino & Mesquite/Del Cerro Water System Project was on hold but while staff was in Santa Fe Mr. Chiasson decided to review the plans.

3. Regarding the Surface Water Treatment plant, The Water Trust Board denied our request to use land as a match so there is a special meeting to allocate cash and soft match.
  4. Discussion of Organ sewer project which is new on the projects list.
- D. Operations Report:** Mr. Mike Lopez' written report was in the Board packet (attached) and he presented it to the Board of Directors. {1:48:15}

**VII. Unfinished Business:**

- A. Election Policy – Proposed Amendments from County Clerk:** Mr. Nieto made a motion to postpone action until August Board meeting, seconded by Ms. Martinez. Motion was passed 5-0. {1:53:20}
- B. Motion to convene in closed session pursuant to NMSA 1978 Section 10-15-1 (H)(8) for discussion of the purchase, acquisition or disposal of real property or water rights – Roll Call Vote:** Mr. Smith made a motion to convene into close session at 11:01 pursuant to NMSA 1978 Section 10-15-1 (H) (8) for discussion of the purchase, acquisition or disposal of real property or water rights, Mr. Nieto seconded. Mr. Nieto took a roll call. Ms. Martinez voted yes, Mr. Nieto voted yes, Ms. Berry voted yes, Mr. Smith voted yes and Mr. Holguin voted yes. The motion carried on a vote of 5-0. {1:57:57}
- C. Motion to resume the open meeting and statement by the Chair that affirming that the matters discussed in the closed meeting were limited to those stated in the motion to close:** At 11:11 Mr. Smith moved to resume the open meeting, Mr. Holguin seconded the motion. The motion carried on a vote of 5-0. {1:57:57}
- D. Action related to closed session discussion:** No action taken.

**VIII. New Business**

- A. Redistrict/Additional District – discussion item:** Mr. Lopez asked for direction from the Board on whether the upcoming redistricting for future elections should maintain five districts or expand to six or seven. Staff is currently researching the Organ membership records to determine actual membership which will determine the feasibility of new district. Mr. Holguin said that he thought that because of the geographic district the East Mesa area should have their own district. Also discussed was how to break a tie should the board consist of six members. {2:04:31}
- B. Presentation by Furman Smith re: Organ/Mountain View System:** (power point presentation attached) {2:25:45}

**IX. Other discussion and agenda items for next meeting 8/15/12:**

1. Jose Ramirez, HIDTA, guest presentation.
2. Desert Sands audit.
3. NM Infrastructure Finance Conference.
4. Amendment of Open Meetings Act Resolution.
5. NM Finance Authority Planning Grant, if any action is required.

- X. Adjourn:** Mr Holguin moved that the meeting be adjourned, Mr. Smith seconded the move. The motion carried 5-0. Meeting was adjourned at 11:47 am.

Date Minutes Approved: \_\_\_\_\_

**Directors Present:**

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Chairman Roberto M. Nieto

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Vice- Chairman John Holguin

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Absent  
Director Rosaura Pargas

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Absent  
Director Santos Ruiz

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Secretary Blanca Martinez

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Director Mary Berry

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Director Furman Smith



# LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY

## MINUTES - SPECIAL BOARD OF DIRECTORS MEETING

2:00 p.m. Monday, July 23, 2012 at the Vado Office, 325 Holguin Road

NOTE: Minutes are in DRAFT form until approved and signed by the Board of Directors

- I. **Sign in, establish quorum, call meeting to order:** The sign-in sheet and agenda are attached. Directors present were Chairman Roberto Nieto, Director Mary Berry, Director Furman Smith, and Vice-chair John Holguin. Staff members present were General Manager Martin Lopez and Projects Manager Karen Nichols. Phyllis Smith was also present. Mr. Nieto called the meeting to order at 2:06 p.m. and noted that Ms. Martinez plans to be here, but will be running late. :44
- II. **Approval of agenda:** Mr. Smith made a motion to approve the agenda, Ms. Berry seconded, and it carried on a vote of 4-0. 01:00
- III. **Adoption of Resolution FY2013-02 Designating Cash & Soft Match Funds for WTB #252 Surface Water Treatment Facility Project:** Mr. Lopez discussed the Resolution and reason for it. Ms. Berry stated that she thought this was a matter that needs to be dealt with immediately. Mr. Lopez reviewed the potential hard and soft matches staff is tracking and plans to submit. Mr. Nieto asked when the funds would be committed, and Mr. Lopez replied that there has to be a commitment and note to that effect on the Balance Sheet. Ms. Nichols noted that the application process for a Rural Infrastructure Program loan is a short time-frame if it is needed. Mr. Holguin made a motion to adopt the Resolution, Mr. Smith seconded, and it carried on a vote of 4-0. Ms. Martinez arrived as the vote was being taken at 2:14 p.m. 08:50
- IV. **Adjourn:** Mr. Holguin made a motion to adjourn, Ms. Berry seconded, and it carried on a vote of 5-0. Mr. Nieto declared the meeting adjourned at 2:15 p.m.

Date Minutes Approved: \_\_\_\_\_

### Directors Present:

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Chairman Roberto M. Nieto

\_\_\_\_\_  
Vice- Chairman John Holguin

\_\_\_\_\_  
Absent  
Director Rosaura Pargas

\_\_\_\_\_  
Absent  
Director Santos Ruiz

\_\_\_\_\_  
Secretary Blanca Martinez

\_\_\_\_\_  
Director Mary Berry

\_\_\_\_\_  
Director Furman Smith

**LRG PWWA  
Manager's Report  
July 19, 2012**

- Transfer of Assets from Associations
  - Organ and Butterfield Park merger:
    - vehicles registration complete
    - treatment facility ownership notification submitted to NMED GWQB
    - Organ real property, water rights, other assets pending RD closing
    - Butterfield Park real property, water rights, other assets pending
    - liabilities, operations, billing, newsletter pending
- Berino Residents meeting (Arsenic)
- Meetings/Trainings
  - WTB FY12 funding reconsideration, August 16<sup>th</sup> in Santa Fe, 9 am
  - RD Mesquite Sewer progress meeting August 23<sup>st</sup> at Contractor's Trailer next to Mesquite Elementary at 10 am
  - Brazito Merger discussion meeting on August 21<sup>st</sup> at 7 pm at Brazito Office after LRGPWWA-Brazito sewer project meeting

TIERRA DEL SOL HOUSING CORPORATION  
PARQUE HOMES SUBDIVISION: REGULATED ASBESTOS WASTE ABATEMENT  
PROGRESS REPORT – August 9, 2012

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The following information is provided on the actions taken by Tierra del Sol Housing Corporation to address the presence of regulated asbestos waste at the Parque Homes Subdivision in Berino, New Mexico.

As a matter of background information, Tierra del Sol has worked closely for solutions with well known local professional engineer, Willie Roman of THL Consulting, LLC, to comply with directions from the New Mexico Environment Department. The evidence obtained by the NM Environment Department indicated that regulated asbestos waste [a broken floor tile] had been disposed at the Parque Home Subdivision. The sample was collected on May 7, 2012, and was determined by laboratory analysis to contain asbestos. The NM Environment Department requested Tierra del Sol to voluntarily cooperate in the proper disposal of this waste.

Our Site Abatement Plan (SAP) has been approved on July 27 2012 by NM Environment Department and Tierra del Sol provided additional input and recommendations which were included in the final SAP. Consistent with its procurement policies and procedures, Tierra del Sol contacted three engineering firms qualified and experienced in environmental evaluation and assessment of regulated asbestos waste. The firms were Souder-Miller Engineering, Terracon and Zia Engineering. Incidentally, Willie Roman's role has been also the lead consulting engineer for the full development of the Parque Homes Subdivision and to coordinate the abatement plan in conjunction with the environmental engineer and the enforcement officers with the NM Environmental Protection Division Solid Waste Bureau. We have been working with Marco Banales and Joey Vega with NM Environment Department.

In addition to the required SAP by the NM Environment Department, Tierra del Sol engaged the Zia Engineering to perform a site assessment to determine if other areas of the subdivision contained any regulated asbestos waste. Tierra del Sol engaged the Zia Engineering to perform the investigation that encompasses 90% of the subdivision. This is intended to provide due diligence efforts by Zia Engineering that will undertake an environmental investigation to include test pits and statistical analysis of the probability of the presence of regulated asbestos waste. The Zia work plan will include establishing a grid over the site and randomly select grid numbers to execute test pits within the subdivision. The number of test pits performed will be determined to assure 90% level of confidence that the site is free of buried debris. This additional investigation is beyond that required by NM Environmental Department intended to provide any further evidence and assurance to its current and prospective homebuyers, the public, the Dona Ana County, other regulators and lenders with a financial interest that the site was free of the regulated asbestos waste.

Tierra del Sol will be undertaking selection of a qualified professional company to comply with the abatement process in accordance with the SAP that is approved by the NM Environment Department. The companies that are licensed in New Mexico to perform the abatement and transport the regulated asbestos waste that are under consideration are: MFH Environmental Corporation, Robles Service Group and Rhino Environmental Services. The bids received are currently under review and will be selected soon in accordance to Tierra del Sol procurement process.

Further steps that Tierra del Sol will undertake is upon award of the selected contractor to remove and transport all regulated asbestos waste [tile fragments] and the soil adjacent to the regulated asbestos waste, the regulated asbestos waste will be double bagged in 6 mil poly bags and transported to the Otero/Lincoln County Regional Landfill, which is a disposal facility that is an approved New Mexico Special Waste Landfill for asbestos waste. The SAP requires that the affected soil be removed 4 to 6 inches deep and 3 feet horizontally beyond the location of all the regulated asbestos waste [affected tiles], loaded onto a covered truck for transport to the disposal facility. The soil that is removed will be replaced with clean native soil and compacted. The SAP also requires a water truck to be used for dust control for the excavated soils and to reduce the possibility of airborne asbestos fibers. It is not anticipated that the affected materials will be stored onsite. It is anticipated that the abatement process will take approximately one week to complete. Copies of all commercial waste hauler manifests and receipts will be provided to the Solid Waste Bureau of the NM Environment Department within ten days of completion of the abatement, to verify proper disposal.

On-site responsibility is assigned to Mr. Roman as the project management and oversight consultant. He is the single point of contact and is the principal with THL Consulting, LLC.

Tierra del Sol representatives appreciate your interest, support and any suggestions needed to address related concerns. Please do not hesitate to contact Rose Garcia, Tierra del Sol executive director, if you have questions at 575/541-0477 or email: [rgarcia@tierradelsolhousing.org](mailto:rgarcia@tierradelsolhousing.org).

Rose Garcia, Executive Director  
Tierra Del Sol Housing Corporation  
210 E Idaho Suite B  
Las Cruces, NM, 88001

# Lower Rio Grande PWWA

## Operators Report

Aug 15, 2012

### System Problems and Repairs.

- Backflow inspections are current.(Mesquite District)
- Sewer tank inspections are current.(Mesquite District)
- No major problems with the Lower Rio Grande system.
- 0 new services in the Berino district.
- 1 new service in the Desert Aire.
- 3 new services in La Union.
- 2 new services in the Mesquite district.
- Del Cerro Booster #1 is back on line.
- We had the SCADA guys go to Desert Aire to check out the SCADA.
- We had 1 water leaks in North side and 2 small leaks in the south side.
- We continue to have sewer problems in the north side.
- The construction company broke a 2" water main. 44"
- I had to order a new meter for well #2. DS
- We have completed our special sampling @ the east side canal.
- The Operations department has moved to a new home.

**NMED:** Monthly Bac-T-Samples have been taken for the Lower Rio Grande PWWA, La Union, Desert Aire, and Butterfield Park.

**Mesquite district Wetlands:** wetlands have been working fine, but we continue to have problems with the pumps.

**Mesquite Sewer Report.** We have generated and have sent the sewer report for the Wetlands.

**Chlorine:** We performed some preventive maintenance on the gas chlorine unit.

**Reports:** NMED, State Engineers, and the water conservation reports have been sent.

**LRGPWWA**  
**Profit & Loss**  
 July 2012

	Jul 12
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
Credit Card Fees	72.00
<b>Non-Operating Revenue</b>	
Copy/Fax	99.40
Other Income	188.00
<b>Total Non-Operating Revenue</b>	287.40
<b>Operating Revenue</b>	
Activation & Connection Fees	2,970.00
Contract Services	5,875.59
Installation Fees	161.00
Membership Fees	350.00
Monthly Services	137,095.48
Monthly Services-Sewer	8,062.68
Penalties-Sewer	566.30
Penalties-Water	15,909.98
Returned Check Fees	70.00
<b>Total Operating Revenue</b>	171,061.03
<b>Other Types of Income</b>	
Miscellaneous Revenue	2,783.49
<b>Total Other Types of Income</b>	2,783.49
<b>Total Income</b>	174,203.92
<b>Cost of Goods Sold</b>	
Cost of Goods Sold	417.57
<b>Total COGS</b>	417.57
<b>Gross Profit</b>	173,786.35
<b>Expense</b>	
<b>Accounting, Auditing, Legal</b>	
Accounting Fees	6,741.00
Bank Service Charges	153.88
Cash Short/Over	-5.00
Interest Expense	0.00
Legal Fees	677.65
Legal Notices	60.32
Meals	368.31
Permit Fees	25.00
Postage-Billing	1,077.20
Postage-Other	39.99
Professional Fees-Other	537.81
Tank Site Lease	100.86
Travel	172.48
Accounting, Auditing, Legal - Other	0.45
<b>Total Accounting, Auditing, Legal</b>	9,949.95
<b>Lab, Chemicals</b>	
Chemicals	3,092.47
Laboratory Fees	493.74
<b>Total Lab, Chemicals</b>	3,586.21
<b>Salaries</b>	
Accrued Leave	1,616.50
Administrative Labor	17,643.08
Clerical Labor	11,889.28
Operations Labor	23,272.53
<b>Total Salaries</b>	54,421.39
<b>Supplies</b>	
Cell Phone	1,255.69
Computer Maintenance	3,463.92
Materials & Supplies	13,288.35

LRGPWWA  
Profit & Loss  
July 2012

	<u>Jul 12</u>
Office Supplies	1,144.25
Telephone	1,072.43
Uniforms-Employee	102.62
<b>Total Supplies</b>	<u>20,327.26</u>
<b>Taxes, Liability, Insurance</b>	
401K 10% Company Contribution	0.00
Employee Benefits-401K Contrib	1,771.56
Insurance-Dental	633.90
Insurance-General Liability	6,029.00
Insurance-Health	7,957.18
Insurance-Vision	0.00
Payroll Taxes-Federal Unemploym	9.24
Payroll Taxes-Medicare	814.79
Payroll Taxes-Social Security	3,483.95
Payroll Taxes-State Unemploymen	0.00
Payroll Taxes-Worker's Comp Fee	1,248.60
State Taxes	0.00
Water Conservation Fee	1,392.59
<b>Total Taxes, Liability, Insurance</b>	<u>23,340.81</u>
<b>Utilities</b>	
Automobile Repairs & Maint.	4,299.51
Electricity-Office	53.14
Electricity-Operations	13,445.60
Fuel	3,555.90
Garbage Service	141.30
Maint. & Repairs-Infrastructure	596.97
Natural Gas	50.14
Security/Alarm	1,195.93
<b>Total Utilities</b>	<u>23,338.49</u>
<b>Total Expense</b>	<u>134,964.11</u>
<b>Net Ordinary Income</b>	<u>38,822.24</u>
<b>Net Income</b>	<u><u>38,822.24</u></u>



**LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY  
PROJECTS REPORT – 8/15/12 BOARD OF DIRECTORS MEETING**

**Authority Construction Projects:**

**LRG-11-01 - La Mesa Water System Improvements – Molzen Corbin – Pre-Construction Stage – RD - \$2,040,346:** USDA-RD Grant/Loan Closing and Pre-Construction Conference w/Burn Construction was held on August 1, contractor was to commence work on 8/13/12, but the county Engineering Department has delayed that due their permit requirements. Burn expects it will take a couple of days longer.

**LRG: 11-02.1 -Mesquite Wastewater Project – Gannett Fleming– CONSTRUCTION Stage – RD \$7,262,081, CITF \$1,670,257:** Contractor encountered strong gasoline fumes on the east side of Hwy. 478 near Mesquite Drive. The situation was reported to NMED and NMDOT, and will likely entail additional cost due to the necessity of removing contaminated soil to a licensed facility and replacing it with clean backfill. The contractor is preparing a cost estimate for the additional work. Change Order #2 is being prepared to account for reduced paving requirements and add the remaining bid lots into the project as a result CITF funding. Award letter from NMFA has not yet been received, and I have been in communication with Rick Martinez (NMFA) and Martha Torres (USDA-RD) about the need for NMFA concurrence with RD contract documents.

**LRG-11-02.2 - Authority/Brazito Sewer Project – Vencor – Planning Stage – CDBG/SAP:** PER/EID and were submitted to NMED for review/approval on 6/21/12. NMED-CPB approved the PER on 8/8/12 with two comments from NMED-GWB which will be addressed by the engineer in the final draft. EID approval is still pending. Preliminary design tasks were submitted to NMED for approval on 6/22/12. Engineer set Survey Bench Mark Control, collected additional field topography & utility data along NM 478 and coordinated the field soil bores for the assembly of the Project Soils Report.

**LRG-11-03 – Interconnect & Looping Project** – Additional phases pending new PER.

**LRG-11-03.4 Mesquite/Brazito Water Emergency Water Interconnect & Supplemental Wells – Planning/Funding:** Vencor has a preliminary map and has developed a project budget. Funding application was submitted to NAD Bank/BECC CAP in January. Received notice from BECC/NADB dated 7/26/12 that they received 111 applications, but only had funding for 9 projects and ours was not selected. I propose applying for CDBG funding for this project when the funding cycle begins.

**LRG-11-04 - Berino & Mesquite/Del Cerro Water System Project WTB #223 – Vencor - Letter of Conditions/final design & review of plans & specs – RD - \$5,420,147/WTB - \$4,371,630:** WTB portion is ready to bid, received a 90-day extension on the RD Letter of Conditions. NMED-CPB approved plans & specifications on 7/24/12. Plans & permit application were submitted to NMDOT on 6/25/12, reviewed on 7/26 and engineer is quickly responding to their comments. Submittal to the county was 7/13/12, engineer will coordinate a meeting with them to get the permit approved.

**LRG-11-05 – Surface Water Treatment Plant WTB #252– Bohannon Huston - Design phase - \$750,000 WTB** – Bohannon Huston revised the proposed ESA to include the full design phase in the scope & budget. We have been advised by NMED-CPB that they do not review ESA's for WTB, and by NMFA staff that they do not review them at all. I sent the ESA to both agencies anyway, and requested written

confirmation from NMFA that no review is necessary. All readiness-to-proceed items have been submitted. WTB is reconsidering this year's funding due to a protest by Albuquerque/Bernalillo, and that hearing is tomorrow. Operators have collected water samples as requested by the engineer and sent them to the lab. First set of results have been forwarded to the engineer.

**LRG-12-03 – Authority-Alto de Las Flores Interconnect – planning** - supplemental well applications for LRGPWWA & ADLFMDWCA have been submitted to NM-OSE, application has been submitted to NM-DFA for 2009 & 2010 Colonias Initiative Surplus Funds. Some of the funding went to CITF projects, but ours was submitted early to DFA and is in final review there and pending the governor's approval. If not funded, this project will be a good Capital Outlay request.

**Authority PERs/EAs/40 Yr. Water Plan:**

**LRG-12-01 – Authority PER – Vencor - prelim. planning - CDBG Planning Grant \$50,000, NMFA Planning Grant \$37,500 & \$12,500 Local Match:** Planning Grant was approved by NMFA Board 7/26/12. Engineer has started work on field surveys.

**Forty-Year Water Plan – CE&M – complete:** pending NM-OSE comments/approval.

**Return Flow Credit Plan – CE&M – GF – Pending Review:** Drafted and submitted to Ms. Thacker at local NM-OSE 12/21/11.

**Radio Read Meters – in-house – 600,950 SRF Fund:** \$595,000 was approved at 50% subsidized + 25% grant = 50% grant, 25% loan at 0% plus fees approved by NMFA Board 4/27/12. Categorical Exclusion has been issued, readiness-to-proceed items have been submitted. NMED-CPB did not approve project plans, and we are meeting with Mr. Deal (NMED-CPB) and Mr. Helton (by phone, NMFA) on 8/21/12 to try to resolve the issues.

**Individual MDWCA Projects:**

**Organ Sewer Project – Bohannon Huston – \$2,990,382 RD Colonias Grant, \$101,000 RD Loan:** Notice of Award has been issued to Morrow Enterprises, RD Closing Instructions are pending. Will attend RCAC work session regarding Organ & Butterfield CITF applications that were not funded.

**LRG MDWA Projects:**

**La Mesa Building (jointly funded by La Mesa & LGRMDWA) – Molzin Corbin – under construction - NMED - SAP08-3099, Colonias 09-3118:** Final walk-thru was held on June 26<sup>th</sup>, Project is complete. . Duran Construction has submitted all closing documents and a few minor submittals are pending. Final Payment has been made to Duran Construction and is pending to Molzen Corbin. Operations staff is moving into the building. Internet is working, but Intranet required replacement of one antenna. Mr. Purcell is currently working on getting all the offices connected and the billing program running on the Intranet. Once that is complete, Customer Service Specialist can move in and integrated VOIP phone system can be implemented.

**Other projects:**

**Website** - Board Minutes Page & Notices Page are up to date, a Consumer Alert has been posted on the Notices page because customers have been receiving letters from a company selling insurance for service lines.

**EBID Surface Water Treatment Plant** – Will be setting up a meeting with Dr. Cadena to discuss.

**Application for NMED Sustainability Award** – submitted 4/12/12, sent in scoring questionnaire on 5/14/12, waiting for a response from NMED-DWB.

**ICIP** – Initial meeting with Tiffany Goolsby (SCCOG), GM & FM was held on 6/13/12, public input meetings in partnership with the county to coincide with CDBG Hearings at 6 p.m. were held on July 24 & 31 in Butterfield Park and Del Cerro. First draft will be is on today's agenda, final for September, October 1 due date for submission.

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# Infrastructure Capital Improvement Plan FY 2014-2018

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## ICIP for Lower Rio Grande Public Water Works Authority

**Contact:** Martin G. Lopez  
325 Holguin Road Box C  
Vado, NM 88072

**Telephone No.:** 575-571-3628

**COG District:** 7

**Fax:** 575-233-3961

**Entity Type:** SD

**Email Address:** martin.lopez@lrgauthority.  
org

## Project Priority Process/Capital Improvement Goals

### Project Priority Process

The Lower Rio Grande Public Water Works Authority represents the successful grassroots regionalization effort of five mutual domestic associations in southern Dona Ana County. The five mutual domestics that joined together in this effort are the Berino MDWC & MSWA, Desert Sands MDWCA, La Mesa MDWCA, Mesquite MDWC & MSWA, and Vado MDWCA. This regional effort currently serves a combined total of more than 600 wastewater and 3,600 residential water connections plus four schools, several dairies, and various small commercial enterprises in nine federally-designated Colonias, including Las Palmeras, Montana Vista, the Joy Drive Subdivision, Vado, Del Cerro, La Mesa, Berino, Mesquite, and Brazito (the Authority is working with the Brazito MDWCA and Dona Ana County on a regional sewer line extension project and with the Brazito MDWCA on an emergency water interconnect project.) The Authority is also working with Alto de las Flores on an emergency water interconnect as well.

The Organ Water & Sewer Association and Butterfield MDWCA have recently begun the merger process into the Authority.

The Authority also provides operation and maintenance services for the Desert Aire MDW & SWA and the La Union MDWCA.

### Capital Improvement Goals

The goals of the Lower Rio Grande Public Water Works Authority include:

- \*Developing a regional solution to water quality and availability issues by interconnecting and upgrading existing infrastructure.
- \*Developing additional water supplies and treatment options for short-term and long-term sustainability.
- \*Developing public and private partnerships to extend water and sewer service to unserved areas.
- \*Developing partnerships in support of neighboring community water and sewer systems.
- \*Continuing to develop partnerships to make high speed internet available.
- \*Continuing to support economic development efforts, quality of life improvements, and energy efficiency upgrades.

### Nature/Effect/Options/Recommendations of Trends

Residential, commercial, and industrial development of the communities served by the Lower Rio Grande Public Water Works Authority have been impeded by water quality and availability issues, including arsenic, nitrate, and fluoride contamination and poor fire flow. Additionally, there are 16 facilities, primarily dairies, in the process of submitting and implementing a plan to abate pollution of subsurface water in accordance with the requirements and provisions of 20.6.2.4000 through 20.6.2.4115 NMAC. It is the goal of the Lower Rio Grande PWWA to address these and other issues as much as possible to provide for the sustainable development of the communities served by the Authority. The Authority is also going into new areas with unknown environmental issues and concerns.

# Infrastructure Capital Improvement Plan FY 2014-2018

## Lower Rio Grande Public Water Works Authority Project Summary

ID	Rank	Project Title	Top 5 Rank	Category	Funding Sources	Funded to date	2014	2015	2016	2017	2018	Total Project Cost	Mos to compl
24038	2014-01	Authority Brazito Water Interconnect	1	Water Supply	CDBG SGRANT SLOAN LGRANT FLOAN	0	550,000	0	0	0	0	550,000	8
25918	2014-02	Alto de Las Flores Interconnect	2	Water Supply	FGRANT FLOAN LGRANT SGRANT SLOAN	0	150,000	0	0	0	0	150,000	6
19248	2014-03	Authority Interconnect Looping Project	3	Water Supply	CDBG FGRANT LGRANT FLOAN SGRANT	112,563	1,950,000	1,000,000	1,000,000	1,000,000	0	5,062,563	38
24026	2014-04	System-Wide Information Technology Standardization	4	Water Supply	CDBG SGRANT SLOAN FGRANT FLOAN	595,000	750,000	150,000	100,000	0	0	1,595,000	18
22905	2014-05	Distribution System Rehabilitation & Improvements	5	Water Supply	SGRANT SLOAN FGRANT CDBG LGRANT	0	120,000	2,696,000	0	0	0	2,816,000	36
25936	2014-06	Organ Wastewater Improvements		Wastewater	LGRANT SGRANT SLOAN FGRANT FLOAN	0	323,000	0	0	0	0	323,000	8
21300	2014-07	Surface Water Treatment Plant		Water Supply	LGRANT SGRANT CDBG SLOAN FLOAN	974,684	5,000,000	0	0	0	0	5,974,684	26
21301	2014-07	Authority Brazito Sewer Project Phases I and II		Wastewater	LGRANT SGRANT CDBG FLOAN SLOAN	177,958	449,655	3,500,000	0	3,500,000	0	7,627,613	24
22906	2014-08	Light Equipment Purchase		Water Supply	LGRANT SGRANT FGRANT FLOAN SLOAN	0	70,000	70,000	70,000	70,000	70,000	350,000	10
25096	2014-09	Heavy Equipment Purchase		Water Supply	LGRANT SGRANT FGRANT FLOAN SLOAN	0	171,000	171,000	171,000	171,000	171,000	855,000	10
25937	2014-11	40 Year Water Plan Update		Water Rights	FGRANT CDBG LGRANT SGRANT SLOAN	0	25,000	0	0	0	0	25,000	9
25919	2015-01	Purchase and Upgrade Private Water		Water Supply	FGRANT FLOAN SGRANT	0	0	1,500,000	0	0	0	1,500,000	24

## Infrastructure Capital Improvement Plan FY 2014-2018

Systems			SLOAN LGRANT									
25920	2015-02	Water Rights Purchase	Water Rights	FGRANT FLOAN LGRANT SGRANT SLOAN	0	0	1,200,000	0	0	0	1,200,000	18
25921	2015-03	Energy Audit	Other	CDBG FGRANT FLOAN SGRANT SLOAN	0	0	50,000	0	0	0	50,000	9
25097	2016-01	Sewer Service Extension to Unserved Areas	Wastewater	CDBG FGRANT FLOAN LGRANT SGRANT	0	0	0	200,000	200,000	200,000	600,000	11
21302	2016-02	Sewer Line for Dairies	Wastewater	LGRANT SGRANT CDBG FLOAN SLOAN	0	0	0	3,200,000	0	0	3,200,000	39
22911	2016-03	Vado Area Water System Improvements	Water Supply	CDBG SGRANT FGRANT SLOAN FLOAN	0	0	0	1,530,000	0	0	1,530,000	30
			<b>Funded to date:</b>	<b>Year 1:</b>	<b>Year 2:</b>	<b>Year 3:</b>	<b>Year 4:</b>	<b>Year 5:</b>		<b>Total Project Cost:</b>		
<b>Grand Totals</b>			1,860,205	9,558,655	10,337,000	6,271,000	4,941,000	441,000	33,408,860			

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** Authority Brazito Water Interconnect **ID:**24038

**Description/Justification & Benefits:** This project will plan, design, and construct an emergency 12" piping interconnection along Hwy 478 to the Brazito MDWCA. 3,181 linear feet of pvc C900 water pipe will be installed along with equipment and appurtenances as designed and required by regulatory agencies. This project will provide an emergency water supply for the Brazito MDWCA and the Lower Rio Grande Public Water Works Authority.

**Location:** Mesquite and Brazito **Latitude:** **Longitude:**

**Implementation Plan:** USDA has approved Brazito MDWCA's PER and Environmental Documents for this project, and the Brazito MDWCA has been funded for their half of the interconnect. The Authority has a PER and Environmental Documents from a previous project that cover this project as well.

**Category:** Water Supply **COG District:** 7

**Potential Future Funding Sources:** CDBG SGRANT SLOAN LGRANT FLOAN **Colonias?** Yes **House District:** 52-Cervantes

**Subcode:** **Project Ranking:** 2014-01 **Senate District:** 38-Papen

**Capital Outlay Rank:** 1 **County District:** 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0	0
Easements and Right of Ways	0	5,000	0	0	0	0	5,000	2
Acquisition	0	0	0	0	0	0	0	0
Archaeological Studies	0	0	0	0	0	0	0	0
Environmental Studies	0	0	0	0	0	0	0	0
Planning	0	0	0	0	0	0	0	0
Design (Engr./Arch.)	0	132,165	0	0	0	0	132,165	3
Construction	0	412,835	0	0	0	0	412,835	3
Furnishing/Equipment	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	550,000	0	0	0	0	550,000	8

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>5,000</b>
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## Infrastructure Capital Improvement Plan FY 2014-2018

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<b>Operating Revenues</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>5,000</b>
<b>Current Funding Status</b>						
				0		
				0		
				0		
				0		
				0		
<b>Other</b>				0		
<b>Matching Funds</b>				0		
<b>Total Already Funded</b>				0		
<b>Amount Not Yet Funded</b>				550,000		
<b>Total Project Cost</b>				550,000		

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

This project will provide an emergency water supply for the Brazito MDWCA and the Lower Rio Grande Public Water Works Authority.

**Phase Amount**

0

**Amount Requested:**

550,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Senator Mary Kay Papen

Senator Cynthia Nava

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** Alto de Las Flores Interconnect **ID:**25918

**Description/Justification & Benefits:** The project has two parts. The funds will be used to upgrade water lines along Hwy 192 and to stabilize and add support to an existing water line hung on a bridge on Hwy 192 crossing the Rio Grande River in Mesquite, New Mexico. The project benefits over 12,000 people.

With Part A the water line upgrade is a continuation of a water line interconnection project begun by the Lower Rio Grande MDWA which connects the Colonias of Mesquite and La Mesa. The larger diameter will provide sufficient water pressure and capacities to allow fire flow requirements to be met to address economic development allow the Hwy 192 corridor and for the residents of two existing subdivision Baca Chile and Minter Road Area serving over 150 families.

The Part B portion of the funds would be to install a water line bore for a pipe line to the Alto de Las Flores MDWCA for an emergency pipe interconnection between the two water systems. The Alto de Las Flores MDWCA water system has only one operating well to provide water to a system of nearly 1000 residents.

**Location:** Rio Grande, La Mesa, Alto de Las Flores **Latitude:** **Longitude:**

**Implementation Plan:** This project will be designed as soon as funding is available.

**Category:** Water Supply **COG District:** 7

**Potential Future Funding Sources:** FGRANT FLOAN LGRANT SGRANT SLOAN **Colonias?** Yes **House District:** 52-Cervantes

**Subcode:** **Project Ranking:** 2014-02 **Senate District:** 38-Papen

**Capital Outlay Rank:** 2 **County District:** 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0	0
Easements and Right of Ways	0	20,000	0	0	0	0	20,000	2
Acquisition	0	0	0	0	0	0	0	0
Archaeological Studies	0	0	0	0	0	0	0	0
Environmental Studies	0	0	0	0	0	0	0	0
Planning	0	0	0	0	0	0	0	0
Design (Engr./Arch.)	0	20,000	0	0	0	0	20,000	2
Construction	0	110,000	0	0	0	0	110,000	2
Furnishing/Equipment	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	150,000	0	0	0	0	150,000	6

## Infrastructure Capital Improvement Plan FY 2014-2018

Has your local government/agency planned for operating expenses for the project when it is completed?

Yes

Opr Exp and Debt Srvc	500	500	500	500	500	2,500
Operating Revenues	500	500	500	500	500	2,500

**Current Funding Status**

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	150,000
<b>Total Project Cost</b>	150,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

The Alto de Las Flores water system only has one operating well. There is no backup water supply for this community if the well goes down. This project will provide a backup water supply.

**Phase Amount**

0

**Amount Requested:**

150,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Representative Cervantes

Rep. Mary Helen Garcia

Senator Cynthia Nava

Senator Mary Kay Papen

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** Authority Interconnect Looping Project **ID:**19248

**Description/Justification & Benefits:** This project will plan, design, and construct large-diameter piping interconnections to loop the entire regional system. There are four sections involved: The first section extends from Berino Road, continuing south on Stern Drive, west on Ohara Road, looping north up Hwy 460 to Stern Drive. The section section extends from 460 west on Lipps, down Venadito, south to Ohara Road, west to Hwy 478, and north to Joy Rd. The third section extends from the East Side Canal in Berino west on Berino Road to Hwy 28, north on Hwy 28 into La Mesa, along Castille Road to Archer Farms Rd. The fourth section extends from Smokey Rd on Hwy 192 to Well #6 at John Grisham in Mesquite.

This project will be constructed in phases. Large-diameter pipeline will be installed in sections and sub-sections as funding permits.

**Location:** LRGPWWA Service Area. **Latitude:** **Longitude:**

**Implementation Plan:** Design is necessary for this project. Design for a portion of the project is complete. Design memos will suffice for phases of this project. There is an existing PER and Environmental Document that covers part of this project. A PER and Environmental Document is currently underway that covers other portions of the project.

**Category:** Water Supply **COG District:** 7

**Potential Future Funding Sources:** CDBG FGRANT LGRANT FLOAN SGRANT **Colonias?** Yes **House District:** 52-Cervantes

**Subcode:** **Project Ranking:** 2014-03 **Senate District:** 38-Papen

**Capital Outlay Rank:** 3 **County District:** 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0	0
Easements and Right of Ways	0	100,000	0	0	0	0	100,000	6
Acquisition	0	0	0	0	0	0	0	0
Archaeological Studies	0	0	0	0	0	0	0	0
Environmental Studies	40,000	0	0	0	0	0	40,000	4
Planning	72,563	0	0	0	0	0	72,563	4
Design (Engr./Arch.)	0	177,000	90,000	90,000	90,000	0	447,000	12
Construction	0	1,673,000	910,000	910,000	910,000	0	4,403,000	12
Furnishing/Equipment	0	0	0	0	0	0	0	0
<b>TOTALS</b>	112,563	1,950,000	1,000,000	1,000,000	1,000,000	0	5,062,563	38

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

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## Infrastructure Capital Improvement Plan FY 2014-2018

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<b>Opr Exp and Debt Srvc</b>	<b>0</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>20,000</b>
<b>Operating Revenues</b>	<b>0</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>20,000</b>

**Current Funding Status**

<b>CDBG</b>	50,000
<b>SGRANT</b>	37,500
<b>LFUNDS</b>	25,063
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	112,563
<b>Amount Not Yet Funded</b>	5,062,563
<b>Total Project Cost</b>	5,175,126





# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** System-Wide Information Technology Standardization **ID:**24026

**Description/Justification & Benefits:** This project will plan, design, purchase, contract/install system-wide standardized information technology to include computer billing programs, SCADA system (for well/pump/tank control), security fences and cameras, radio-read water meters, and associated technology, equipment, licenses, and fixtures. This project will install SCADA in Butterfield Park to integrate with the Organ SCADA system.

**Location:** LRGPWVA Service Area. **Latitude:** **Longitude:**

**Implementation Plan:** 2014 - Plan, design, construct, and install SCADA system (\$750,000). 2014 - Install radio-read meters (\$595,000). 2015 - Purchase and install security fences and cameras (\$150,000). 2016 - Purchase and install billing programs (\$100,000).

**Category:** Water Supply **COG District:** 7

**Potential Future Funding Sources:** CDBG SGRANT SLOAN FGRANT FLOAN **Colonias?** Yes **House District:** 52-Cervantes

**Subcode:** **Project Ranking:** 2014-04 **Senate District:** 38-Papen

**Capital Outlay Rank:** 4 **County District:** 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0	0
Easements and Right of Ways	0	0	0	0	0	0	0	0
Acquisition	0	0	0	0	0	0	0	0
Archaeological Studies	0	0	0	0	0	0	0	0
Environmental Studies	0	0	0	0	0	0	0	0
Planning	0	0	0	0	0	0	0	0
Design (Engr./Arch.)	0	250,000	0	0	0	0	250,000	6
Construction	0	500,000	0	0	0	0	500,000	6
Furnishing/Equipment	595,000	0	150,000	100,000	0	0	845,000	6
<b>TOTALS</b>	595,000	750,000	150,000	100,000	0	0	1,595,000	18

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

**Opr Exp and Debt Srvc** **1,000** **1,000** **1,000** **1,000** **1,000** **5,000**

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## Infrastructure Capital Improvement Plan FY 2014-2018

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<b>Operating Revenues</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>5,000</b>
<b>Current Funding Status</b>						
<b>FLOAN</b>				595,000		
				0		
				0		
				0		
				0		
<b>Other</b>				0		
<b>Matching Funds</b>				0		
<b>Total Already Funded</b>				595,000		
<b>Amount Not Yet Funded</b>				1,595,000		
<b>Total Project Cost</b>				2,190,000		

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will plan, design, purchase, contract/install system-wide standardized information technology.

**Phase Amount**

250,000

**Amount Requested:**

750,000

**Project Phase:** Phase I                      **of:** 4

**When can the project begin?**    Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Senator Mary Kay Papen

Senator Cynthia Nava

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** Distribution System Rehabilitation & Improvements **ID:**22905

**Description/Justification & Benefits:** This project will plan, design, and construct water distribution system rehabilitation and system-wide improvements. It will include pipeline connections, looping, line extensions, and improvements at the neighborhood level. It will include upgrades to small diameter lines to enable proper flow through the system, provide for future growth, and meet the requirements for fire protection. It will include purchasing and installing valves, hydrants, and equipment and appurtenances as designed and required by regulatory agencies. The PER and Environmental Documents for this project will be overarching and include the large-diameter piping interconnections including emergency interconnections, tanks, wells, booster stations, and related improvements.

**Location:** LRGPWWA Service Area. **Latitude:** **Longitude:**

**Implementation Plan:** PER and Environmental Documents - 2014-2015. Project Design and Construction - 2015-2016.

**Category:** Water Supply **COG District:** 7

**Potential Future Funding Sources:** SGRANT SLOAN FGRANT CDBG LGRANT **Colonias?** Yes **House District:** 52-Cervantes

**Subcode:** **Project Ranking:** 2014-05 **Senate District:** 31-Nava

**Capital Outlay Rank:** 5 **County District:** 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0	0
Easements and Right of Ways	0	0	0	0	0	0	0	0
Acquisition	0	0	0	0	0	0	0	0
Archaeological Studies	0	20,000	0	0	0	0	20,000	3
Environmental Studies	0	20,000	0	0	0	0	20,000	3
Planning	0	80,000	0	0	0	0	80,000	6
Design (Engr./Arch.)	0	0	336,000	0	0	0	336,000	12
Construction	0	0	2,360,000	0	0	0	2,360,000	12
Furnishing/Equipment	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	120,000	2,696,000	0	0	0	2,816,000	36

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

Opr Exp and Debt Srvc	0	3,000	3,000	3,000	3,000	12,000
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## Infrastructure Capital Improvement Plan FY 2014-2018

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<b>Operating Revenues</b>	<b>0</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>12,000</b>
<b>Current Funding Status</b>						
				0		
				0		
				0		
				0		
				0		
<b>Other</b>				0		
<b>Matching Funds</b>				0		
<b>Total Already Funded</b>				0		
<b>Amount Not Yet Funded</b>				2,816,000		
<b>Total Project Cost</b>				2,816,000		

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

This project will plan, design, and construct water distribution system rehabilitation and system-wide improvements at the neighborhood level. This will improve water pressure and fire flow protection.

**Phase Amount**

120,000

**Amount Requested:**

120,000

**Project Phase:** Phase I                      **of:**                      3

**When can the project begin?**    Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Senator Mary Kay Papen

Senator Cynthia Nava

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Organ Wastewater Improvements	<b>ID:</b> 25936
<b>Description/Justification &amp; Benefits:</b>	This project will plan, design and construct wastewater improvements for Organ. It will include two monitoring wells to maintain compliance with the discharge permit as well as repair the flume intake monitor station, replace the control valves between the ponds and leachfields, update the PER to include this project and examine the feasibility of a future interconnect with the City of Las Cruces wastewater treatment system.	
<b>Location:</b>	Organ	<b>Latitude:</b>
<b>Implementation Plan:</b>	Plan, design, construct - 2014.	<b>Longitude:</b>
<b>Category:</b>	Wastewater	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	LGRANT SGRANT SLOAN FGRANT FLOAN	<b>House District:</b> 53-Little
<b>Subcode:</b>		<b>Senate District:</b> 37-Fischmann
	<b>Colonias?</b> Yes	<b>County District:</b> 08-Dona Ana
	<b>Project Ranking:</b> 2014-06	
	<b>Capital Outlay Rank:</b> 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	15,000	0	0	0	0	15,000	1
<b>Design (Engr./Arch.)</b>	0	25,000	0	0	0	0	25,000	3
<b>Construction</b>	0	283,000	0	0	0	0	283,000	4
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	323,000	0	0	0	0	323,000	8

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	<b>700</b>	<b>700</b>	<b>700</b>	<b>700</b>	<b>700</b>	<b>3,500</b>
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**Operating Revenues**

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## Infrastructure Capital Improvement Plan FY 2014-2018

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	700	700	700	700	700	3,500
<b>Current Funding Status</b>						
			0			
			0			
			0			
			0			
			0			
<b>Other</b>			0			
<b>Matching Funds</b>			0			
<b>Total Already Funded</b>			0			
<b>Amount Not Yet Funded</b>			323,000			
<b>Total Project Cost</b>			323,000			



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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

This project is a condition of the discharge permit. Monitoring wells are necessary before the leachfields can be used.

**Phase Amount**

0

**Amount Requested:**

323,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Senator Fischmann

Rep. Rick Little

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Surface Water Treatment Plant	<b>ID:</b> 21300
<b>Description/Justification &amp; Benefits:</b>	A surface water treatment plant will provide an additional source of water for many uses to the communities served by the Lower Rio Grande Public Water Works Authority.	
<b>Location:</b>	LRGPWWA Service Area.	<b>Latitude:</b> <b>Longitude:</b>
<b>Implementation Plan:</b>	The Environmental Document for this project is complete. PER amendment, design, and construction - 2014-2015.	
<b>Category:</b>	Water Supply	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	LGRANT SGRANT CDBG SLOAN FLOAN	<b>House District:</b> 52-Cervantes
<b>Subcode:</b>	<b>Colonias?</b> Yes	<b>Senate District:</b> 38-Papen
	<b>Project Ranking:</b> 2014-07	<b>County District:</b> 08-Dona Ana
	<b>Capital Outlay Rank:</b> 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	125,000	0	0	0	0	0	125,000	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	149,684	0	0	0	0	0	149,684	0
<b>Design (Engr./Arch.)</b>	700,000	0	0	0	0	0	700,000	0
<b>Construction</b>	0	5,000,000	0	0	0	0	5,000,000	14
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	12
<b>TOTALS</b>	974,684	5,000,000	0	0	0	0	5,974,684	26

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>50,000</b>
<b>Operating Revenues</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>50,000</b>

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

<b>SGRANT</b>	125,000
<b>LGRANT</b>	149,684
<b>SGRANT</b>	750,000
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	1,024,684
<b>Amount Not Yet Funded</b>	5,974,684
<b>Total Project Cost</b>	6,999,368

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

Population growth in the region, as well as the groundwater contamination due to the dairies, arsenic, and other contaminants requires a new water source. A surface water treatment plant is necessary

**Phase Amount**

0

**Amount Requested:**

5,000,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Senator Mary Kay Papen

Senator Cynthia Nava

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

**Project Title:** Authority Brazito Sewer Project Phases I and II **ID:**21301

**Description/Justification & Benefits:** This project will extend the sewer collection system from Mesquite to Brazito. This is a regional effort in partnership with the Brazito MDWCA and Dona Ana County to extend sewer service from Mesquite to Brazito. The Colonia Community of Brazito has over 500 dwellings, all of which are on individual septic tanks and leach fields. The tanks and fields are in close proximity to the system's drinking water wells and table, posing a serious threat of groundwater contamination. Dona Ana County has requested that the Authority's sewer lines be extended to Brazito to avoid leap-frogging the Authority's sewer service area and due to the Brazito MDWCA's unwillingness to commit to wastewater operation and maintenance. This project will also extend sewer service to two neighborhoods in Mesquite that do not currently have sewer service.

**Location:** Mesquite and Brazito **Latitude:** **Longitude:**

**Implementation Plan:** PER and Environmental Documents are complete. Land acquisition for four 20'x20' lots for lift stations - 2014. Design - 2014. Construction - 2015 and 2017.

**Category:** Wastewater **COG District:** 7

**Potential Future Funding Sources:** LGRANT SGRANT CDBG FLOAN SLOAN **House District:** 52-Cervantes

**Subcode:** **Senate District:** 38-Papen

**Colonias?** Yes **County District:** 08-Dona Ana

**Project Ranking:** 2014-08

**Capital Outlay Rank:** 0

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	10,000	0	0	0	0	10,000	1
<b>Acquisition</b>	0	200,000	0	0	0	0	200,000	2
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	43,025	0	0	0	0	0	43,025	0
<b>Planning</b>	74,000	0	0	0	0	0	74,000	0
<b>Design (Engr./Arch.)</b>	60,933	239,655	0	0	0	0	300,588	9
<b>Construction</b>	0	0	3,500,000	0	3,500,000	0	7,000,000	12
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	177,958	449,655	3,500,000	0	3,500,000	0	7,627,613	24

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

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## Infrastructure Capital Improvement Plan FY 2014-2018

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Opr Exp and Debt Srvc	0	17,000	18,000	18,000	21,000	74,000
Operating Revenues	0	20,000	22,000	22,000	25,000	89,000

**Current Funding Status**

LGRANT	115,000
SGRANT	37,500
LGRANT	24,353.82
	0
	0
Other	0
Matching Funds	0
<b>Total Already Funded</b>	176,853.812
<b>Amount Not Yet Funded</b>	7,627,613
<b>Total Project Cost</b>	7,804,467

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

This project will prevent groundwater contamination by eliminating septic tanks and leach fields.

**Phase Amount**

449,655

**Amount Requested:**

3,949,660

**Project Phase:** Phase I                      **of:** 3

**When can the project begin?** 2014

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Cynthia Nava

Senator Mary Kay Papen

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Light Equipment Purchase	<b>ID:</b> 22906
<b>Description/Justification &amp; Benefits:</b>	This project will involve replacing ten old pickup trucks with the following pickup trucks: three 1/2 ton pickup trucks, four 3/4 ton pickup trucks, and three 1 ton pickup trucks.	
<b>Location:</b>	LRGPWWA Service Area.	<b>Latitude:</b> <b>Longitude:</b>
<b>Implementation Plan:</b>	Vehicle procurement and purchase - 2013-2017.	
<b>Category:</b>	Water Supply	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	LGRANT SGRANT FGRANT FLOAN SLOAN	<b>House District:</b> 52-Cervantes
<b>Subcode:</b>		<b>Senate District:</b> 31-Nava
	<b>Project Ranking:</b> 2014-09	<b>County District:</b> 08-Dona Ana
	<b>Colonias?</b> Yes	
	<b>Capital Outlay Rank:</b> 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	0	0	0	0	0	0	0
<b>Design (Engr./Arch.)</b>	0	0	0	0	0	0	0	0
<b>Construction</b>	0	0	0	0	0	0	0	0
<b>Furnishing/Equipment</b>	0	70,000	70,000	70,000	70,000	70,000	350,000	10
<b>TOTALS</b>	0	70,000	70,000	70,000	70,000	70,000	350,000	10

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

<b>Opr Exp and Debt Srvc</b>	13,000	15,000	16,000	17,000	18,000	79,000
<b>Operating Revenues</b>	13,000	15,000	16,000	17,000	18,000	79,000



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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	350,000
<b>Total Project Cost</b>	350,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will involve replacing ten old pickup trucks with the following pickup trucks: three 1/2 ton pickup trucks, four 3/4 ton pickup trucks, and three 1 ton pickup trucks.

**Phase Amount**

70,000

**Amount Requested:**

70,000

**Project Phase:** 1

**of:** 5

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Mary Kay Papen

Senatory Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Heavy Equipment Purchase	<b>ID:</b> 25096
<b>Description/Justification &amp; Benefits:</b>	This project will involve the purchase of heavy equipment including a dually dump truck, a vactor truck, a front loader, one 1/2 ton truck with a crane, a grader, a water truck, a mini excavator and trailer, and a large backhoe with a trailer.	
<b>Location:</b>	LRGPWWA Service area.	<b>Latitude:</b>
<b>Implementation Plan:</b>	Equipment procurement and purchase - 2014-2017.	<b>Longitude:</b>
<b>Category:</b>	Water Supply	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	LGRANT SGRANT FGRANT FLOAN SLOAN	<b>House District:</b> 34-Garcia
<b>Subcode:</b>	<b>Colonias?</b> Yes <b>Project Ranking:</b> 2014-10 <b>Capital Outlay Rank:</b> 0	<b>Senate District:</b> 31-Nava <b>County District:</b> 08-Dona Ana

Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
	2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0
<b>Planning</b>	0	0	0	0	0	0	0
<b>Design (Engr./Arch.)</b>	0	0	0	0	0	0	0
<b>Construction</b>	0	0	0	0	0	0	0
<b>Furnishing/Equipment</b>	0	171,000	171,000	171,000	171,000	171,000	855,000
<b>TOTALS</b>	0	171,000	171,000	171,000	171,000	171,000	855,000

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

<b>Opr Exp and Debt Srvc</b>	<b>14,000</b>	<b>15,000</b>	<b>16,000</b>	<b>17,000</b>	<b>18,000</b>	<b>80,000</b>
<b>Operating Revenues</b>	<b>14,000</b>	<b>15,000</b>	<b>16,000</b>	<b>17,000</b>	<b>18,000</b>	<b>80,000</b>

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	855,000
<b>Total Project Cost</b>	855,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will purchase new equipment for the LRGPWWA.

**Phase Amount**

171,000

**Amount Requested:**

171,000

**Project Phase:** 1

**of:** 4

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Mary Kay Papen

Senator Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	40 Year Water Plan Update		<b>ID:</b> 25937
<b>Description/Justification &amp; Benefits:</b>	This project will update the 40 Year Water Plan in light of the new merger with the Organ Water & Sewer Association and the Butterfield Park MDWCA.		
<b>Location:</b>	LRGPWWA Service Area	<b>Latitude:</b>	<b>Longitude:</b>
<b>Implementation Plan:</b>	Planning - 2014.		
<b>Category:</b>	Water Rights	<b>COG District:</b>	7
<b>Potential Future Funding Sources:</b>	FGRANT CDBG LGRANT SGRANT SLOAN	<b>Colonias?</b>	Yes
<b>Subcode:</b>		<b>Project Ranking:</b> 2014-11	<b>House District:</b> 53-Little
		<b>Capital Outlay Rank:</b> 0	<b>Senate District:</b> 37-Fischmann
			<b>County District:</b> 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	25,000	0	0	0	0	25,000	9
<b>Design (Engr./Arch.)</b>	0	0	0	0	0	0	0	0
<b>Construction</b>	0	0	0	0	0	0	0	0
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	25,000	0	0	0	0	25,000	9

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	0	0	0	0	0	0
<b>Operating Revenues</b>	0	0	0	0	0	0

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	25,000
<b>Total Project Cost</b>	25,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project is necessary to ensure that there are enough water rights to meet the long-term needs of the residents and to ensure that these water rights are being put to beneficial use.

**Phase Amount**

0

**Amount Requested:**

25,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Rick Little

Senator Fischmann

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**



# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Purchase and Upgrade Private Water Systems	<b>ID:</b> 25919
<b>Description/Justification &amp; Benefits:</b>	To purchase and upgrade private water systems, interconnect to the Authority's system, and extend service to unserved areas. This would improve the water delivery to many residents. This would include purchasing the water systems and the water rights.	
<b>Location:</b>	Dona Ana County	<b>Latitude:</b>
<b>Implementation Plan:</b>	Acquisition, plan, design & construct improvements - 2015.	<b>Longitude:</b>
<b>Category:</b>	Water Supply	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	FGRANT FLOAN SGRANT SLOAN LGRANT	<b>House District:</b> 52-Cervantes
<b>Subcode:</b>	Project Ranking: 2015-01	<b>Senate District:</b> 38-Papen
	Colonias? Yes	<b>County District:</b> 08-Dona Ana
	Capital Outlay Rank: 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	750,000	0	0	0	750,000	6
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	50,000	0	0	0	50,000	3
<b>Planning</b>	0	0	50,000	0	0	0	50,000	3
<b>Design (Engr./Arch.)</b>	0	0	200,000	0	0	0	200,000	6
<b>Construction</b>	0	0	450,000	0	0	0	450,000	6
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	1,500,000	0	0	0	1,500,000	24

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

<b>Opr Exp and Debt Srvc</b>	0	20,000	20,000	20,000	20,000	80,000
<b>Operating Revenues</b>	0	20,000	20,000	20,000	20,000	80,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	1,500,000
<b>Total Project Cost</b>	1,500,000

---

## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will improve water service to people getting water from old private water systems.

**Phase Amount**

750,000

**Amount Requested:**

1,500,000

**Project Phase:** 1

**of:** 2

**When can the project begin?**

2015

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Mary Kay Papen

Senator Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Water Rights Purchase	<b>ID:</b> 25920
<b>Description/Justification &amp; Benefits:</b>	To purchase surface water rights for the surface water treatment plant.	
<b>Location:</b>	Lower Rio Grande PWWA Service Area.	<b>Latitude:</b>
<b>Implementation Plan:</b>	Purchase - 2015.	<b>Longitude:</b>
<b>Category:</b>	Water Rights	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	FGRANT FLOAN LGRANT SGRANT SLOAN	<b>House District:</b> 52-Cervantes
<b>Subcode:</b>	Project Ranking: 2015-02	<b>Senate District:</b> 38-Papen
	Colonias? Yes	<b>County District:</b> 08-Dona Ana
	Capital Outlay Rank: 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	<b>1,200,000</b>	0	0	0	<b>1,200,000</b>	<b>18</b>
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	0	0	0	0	0	0	0
<b>Design (Engr./Arch.)</b>	0	0	0	0	0	0	0	0
<b>Construction</b>	0	0	0	0	0	0	0	0
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	<b>1,200,000</b>	0	0	0	<b>1,200,000</b>	<b>18</b>

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

<b>Opr Exp and Debt Srvc</b>	0	0	0	0	0	0
<b>Operating Revenues</b>	0	0	0	0	0	0

---

## Infrastructure Capital Improvement Plan FY 2014-2018

---

### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	1,200,000
<b>Total Project Cost</b>	1,200,000

---

## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Critical

**Explanation:**

Surface water rights are critical for the operation of the surface water treatment plant.

**Phase Amount**

300,000

**Amount Requested:**

1,200,000

**Project Phase:** 1

**of:** 4

**When can the project begin?**

2015

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Mary Kay Papen

Senator Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Energy Audit	<b>ID:</b> 25921
<b>Description/Justification &amp; Benefits:</b>	This project will conduct an energy audit of the buildings and equipment of the LRGPWWA to identify energy saving measures and ensure the Authority's overall maximization of energy efficiency.	
<b>Location:</b>	LRGPWWA service area	<b>Latitude:</b> <b>Longitude:</b>
<b>Implementation Plan:</b>	Planning - 2015.	
<b>Category:</b>	Other	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	CDBG FGRANT FLOAN SGRANT SLOAN	<b>House District:</b> 34-Garcia
<b>Subcode:</b>	<b>Colonias?</b> Yes	<b>Senate District:</b> 38-Papen
	<b>Project Ranking:</b> 2015-03	<b>County District:</b> 08-Dona Ana
	<b>Capital Outlay Rank:</b> 0	

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	0	50,000	0	0	0	50,000	9
<b>Design (Engr./Arch.)</b>	0	0	0	0	0	0	0	0
<b>Construction</b>	0	0	0	0	0	0	0	0
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	50,000	0	0	0	50,000	9

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	0	0	0	0	0	0
<b>Operating Revenues</b>	0	0	0	0	0	0

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	50,000
<b>Total Project Cost</b>	50,000



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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project is necessary to reduce energy costs and maximize energy efficiency.

**Phase Amount**

0

**Amount Requested:**

50,000

**Project Phase:** Not Phased **of:**

**When can the project begin?**

Immediately

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Rick Little

Rep. Mary Helen Garcia

Senator Fischmann

Senator Mary Kay Papen

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Sewer Service Extension to Unserved Areas		<b>ID:</b> 25097
<b>Description/Justification &amp; Benefits:</b>	This project will plan, design, and construct sewer line extensions to currently unserved areas in partnership with Dona Ana County.		
<b>Location:</b>	LRGPWWA Service Area.	<b>Latitude:</b>	<b>Longitude:</b>
<b>Implementation Plan:</b>	Design memorandums will be completed for sewer line extensions.		
<b>Category:</b>	Wastewater	<b>COG District:</b>	7
<b>Potential Future Funding Sources:</b>	CDBG FGRANT FLOAN LGRANT SGRANT	<b>Colonias?</b>	Yes
<b>Subcode:</b>		<b>Project Ranking:</b>	2016-01
		<b>Capital Outlay Rank:</b>	0
		<b>House District:</b>	52-Cervantes
		<b>Senate District:</b>	38-Papen
		<b>County District:</b>	08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	0	0	0	0	0
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	0	0	0	0	0
<b>Planning</b>	0	0	0	10,000	10,000	10,000	30,000	3
<b>Design (Engr./Arch.)</b>	0	0	0	17,000	17,000	17,000	51,000	4
<b>Construction</b>	0	0	0	173,000	173,000	173,000	519,000	4
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	0	200,000	200,000	200,000	600,000	11

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	0	0	5,000	7,000	9,000	21,000
<b>Operating Revenues</b>	0	0	5,000	7,000	9,000	21,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	600,000
<b>Total Project Cost</b>	600,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will remove homes from septic tanks and leachfields and prevent groundwater contamination.

**Phase Amount**

200,000

**Amount Requested:**

600,000

**Project Phase:** 1 **of:** 3

**When can the project begin?** 2016

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Rick Little

Senator Mary Kay Papen

Senator Fischmann

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Sewer Line for Dairies	<b>ID:</b> 21302
<b>Description/Justification &amp; Benefits:</b>	The concentration of dairies with waste lagoons in the service area of the Lower Rio Grande Public Water Works Authority poses serious groundwater contamination potential. A sewer line connecting the dairies with the Dona Ana County wastewater treatment facility and with the Lower Rio Grande Public Water Works Authority Regional Surface Water Treatment Plant will alleviate nitrate contamination in the groundwater as well as provide water for re-use.	
<b>Location:</b>	LRGPWWA Service Area.	<b>Latitude:</b>
<b>Implementation Plan:</b>	A Preliminary Engineering Report and Environmental Study are the first steps in this project.	
<b>Category:</b>	Wastewater	<b>Longitude:</b>
<b>Potential Future Funding Sources:</b>	LGRANT SGRANT CDBG FLOAN SLOAN	<b>COG District:</b> 7
<b>Subcode:</b>	<b>Colonias?</b> Yes	<b>House District:</b> 52-Cervantes
	<b>Project Ranking:</b> 2016-02	<b>Senate District:</b> 38-Papen
	<b>Capital Outlay Rank:</b> 0	<b>County District:</b> 08-Dona Ana

	Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
		2014	2015	2016	2017	2018		
<b>Water Rights</b>	0	0	0	0	0	0	0	0
<b>Easements and Right of Ways</b>	0	0	0	0	0	0	0	0
<b>Acquisition</b>	0	0	0	100,000	0	0	100,000	6
<b>Archaeological Studies</b>	0	0	0	0	0	0	0	0
<b>Environmental Studies</b>	0	0	0	50,000	0	0	50,000	6
<b>Planning</b>	0	0	0	50,000	0	0	50,000	6
<b>Design (Engr./Arch.)</b>	0	0	0	500,000	0	0	500,000	9
<b>Construction</b>	0	0	0	2,500,000	0	0	2,500,000	12
<b>Furnishing/Equipment</b>	0	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	0	3,200,000	0	0	3,200,000	39

**Has your local government/agency planned for operating expenses for the project when it is completed?** Yes

<b>Opr Exp and Debt Srvc</b>	0	0	10,000	10,000	12,000	32,000
<b>Operating Revenues</b>						

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## Infrastructure Capital Improvement Plan FY 2014-2018

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	0	0	12,000	12,000	14,000	38,000
<b>Current Funding Status</b>						
				0		
				0		
				0		
				0		
				0		
<b>Other</b>				0		
<b>Matching Funds</b>				0		
<b>Total Already Funded</b>				0		
<b>Amount Not Yet Funded</b>				3,200,000		
<b>Total Project Cost</b>				3,200,000		

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project is necessary to prevent groundwater contamination from the dairies.

**Phase Amount**

200,000

**Amount Requested:**

700,000

**Project Phase:** 1

**of:** 3

**When can the project begin?**

2016

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Joseph Cervantes

Senator Mary Kay Papan

Senator Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

# Infrastructure Capital Improvement Plan FY 2014-2018

## ICIP Capital Project Description

<b>Project Title:</b>	Vado Area Water System Improvements	<b>ID:</b> 22911
<b>Description/Justification &amp; Benefits:</b>	This project will plan, design, and construct water system improvements in the community of Vado. Current substandard water distribution and service lines will be replaced. This project also involves the purchase and installation of appurtenances and equipment including hydrants and valves.	
<b>Location:</b>	Vado	<b>Latitude:</b>
<b>Implementation Plan:</b>	Plan, design and construct - 2016.	<b>Longitude:</b>
<b>Category:</b>	Water Supply	<b>COG District:</b> 7
<b>Potential Future Funding Sources:</b>	CDBG SGRANT FGRANT SLOAN FLOAN	<b>House District:</b> 52-Cervantes
<b>Subcode:</b>	Project Ranking: 2016-03	<b>Senate District:</b> 38-Papen
	Colonias? Yes	<b>County District:</b> 08-Dona Ana
	Capital Outlay Rank: 0	

Funded to Date	Estimated Costs Not Yet Funded					Total Project Cost	# Months to Complete
	2014	2015	2016	2017	2018		
Water Rights	0	0	0	0	0	0	0
Easements and Right of Ways	0	0	0	0	0	0	0
Acquisition	0	0	0	0	0	0	0
Archaeological Studies	0	0	0	0	0	0	0
Environmental Studies	0	0	0	0	0	0	0
Planning	0	0	0	100,000	0	100,000	9
Design (Engr./Arch.)	0	0	0	130,000	0	130,000	12
Construction	0	0	0	1,300,000	0	1,300,000	9
Furnishing/Equipment	0	0	0	0	0	0	0
<b>TOTALS</b>	0	0	0	1,530,000	0	1,530,000	30

Has your local government/agency planned for operating expenses for the project when it is completed? Yes

Opr Exp and Debt Srvc	0	0	1,000	1,000	1,000	3,000
Operating Revenues	0	0	1,000	1,000	1,000	3,000



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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Current Funding Status

	0
	0
	0
	0
	0
<b>Other</b>	0
<b>Matching Funds</b>	0
<b>Total Already Funded</b>	0
<b>Amount Not Yet Funded</b>	1,530,000
<b>Total Project Cost</b>	1,530,000

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## Infrastructure Capital Improvement Plan FY 2014-2018

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### Capital Outlay Project Information

**Criterion that best describes this project:**

Necessary

**Explanation:**

This project will upgrade a substandard water distribution system.

**Phase Amount**

230,000

**Amount Requested:**

1,530,000

**Project Phase:** 1

**of:** 2

**When can the project begin?**

2016

**The local government that will own and administer this project:**

LRGPWWA

**Has local government agreed to administer, maintain and operate the capital project?**

Yes

**Will funds be expended within four (4) years from time the funding is made available?**

Yes

**Legislators that will be affected by this request:**

Rep. Mary Helen Garcia

Rep. Cervantes

Senator Mary Kay Papen

Senator Cynthia Nava

**Is this entity under Executive Order for this project?**

No

**Agency which issued:**

**Date of Order:**

**Desert Sands Mutual  
Domestic Water Consumers Association**

**Basic Financial Statements and  
Supplementary Information  
for the Year Ended December 31, 2010  
and Independent Auditors' Report**

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

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**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**DIRECTORY OF OFFICIALS  
DECEMBER 31, 2010**

---

**Board of Directors**

Rosaura Pargas	President
Cresencio Salgado	Vice President
Beatriz Calvillo	Secretary/Treasurer
Miguel Guillen, Jr.	Director
Manuel Garcia, Jr.	Director

**Officials**

Karen Nichols	Business Manager
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## **INDEPENDENT AUDITORS' REPORT**

Hector H. Balderas, State Auditor  
and the Board of Directors of the  
Desert Sands Mutual Domestic Water Consumers Association  
Mesquite, New Mexico

We have audited the accompanying financial statements of the business-type activities of the Desert Sands Mutual Domestic Water Consumers Association, New Mexico (the Association), as of and for the year ended December 31, 2010, which collectively comprise the Association's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Association's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and with standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Desert Sands Mutual Domestic Water Consumers Association, as of December 31, 2010, and the respective changes in financial position and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the budgetary comparison for the major enterprise fund, for the year ended December 31, 2010, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2012, on our consideration of the Association's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Association has not presented the Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements and the supplemental information.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of Desert Sands Mutual Domestic Water Consumers Association taken as a whole. The accompanying schedule of

expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

White + Samaniego + Campbell, LLP

El Paso, Texas  
May 30, 2012

## **BASIC FINANCIAL STATEMENTS**



**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**STATEMENT OF NET ASSETS  
DECEMBER 31, 2010**

---

**ASSETS:**

Noncurrent assets:

    Restricted cash \$ 5,386

        Total assets \$ 5,386

**LIABILITIES:**

Current liabilities:

    Current portion of long-term debt \$ 19,675

        Total current liabilities 19,675

Non-current liabilities:

    Non-current portion of long-term debt 148,161

        Total noncurrent liabilities 148,161

        Total liabilities 167,836

**NET ASSETS:**

Unrestricted (162,450)

        Total net assets (162,450)

        Total liabilities and net assets \$ 5,386

See accompanying notes to financial statements and independent auditor's report.

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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Operating revenues	
Membership dues	\$ 35
Activation, connection and installation fees	223,008
Late fees	6,565
Other income	<u>74</u>
Total operating revenues	229,682
Operating expenses	
Auto expenses	11,702
Bank charges	150
Materials, supplies, tools and chemicals	6,046
Depreciation	64,318
Dues and subscriptions	1,806
Office expense	5,731
Miscellaneous	2,325
Taxes and license - other	11,017
Postage	1,561
Telephone	2,484
Insurance	19,309
Maintenance and repairs	3,272
Payroll expense	82,382
Professional fees	14,309
Travel and entertainment	1,119
Utilities	<u>19,781</u>
Total operating expenses	<u>247,312</u>
Operating loss	<u>(17,630)</u>
Nonoperating revenues (expenses)	
Grant revenue	1,438,796
Interest income	548
Other income	556
Interest expense	<u>(3,802)</u>
Total nonoperating revenues (expenses)	1,436,098
Change in net assets	1,418,468
Net assets, beginning of year	<u>2,432,644</u>
Merger transfer	<u>(4,013,562)</u>
Net assets, end of year	<u>\$ (162,450)</u>

See accompanying notes to financial statements and independent auditor's report.

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers	\$ 282,135
Cash payments to suppliers and employees	<u>(187,392)</u>
Net cash provided by operating activities	<u>94,743</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
Cash transferred in merger	(261,844)
Other income	<u>556</u>
Net cash used in non-operating activities	<u>(261,288)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Proceeds from long-term debt	63,438
Principal payments	(11,510)
Grants	1,438,796
Purchase of property and equipment	(1,431,570)
Interest payments	<u>(3,802)</u>
Net cash provided by financing activities	<u>55,352</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest received	<u>548</u>
Net cash provided by investing activities	548
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(110,645)</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>116,031</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 5,386</u>
RECONCILIATION TO CASH AND CASH EQUIVALENTS AS REPORTED ON THE STATEMENT OF NET ASSETS	
Restricted cash	<u>\$ 5,386</u>
	<u>\$ 5,386</u>

(Continued)

See accompanying notes to financial statements and independent auditor's report.

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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RECONCILIATION OF OPERATING LOSS TO NET CASH  
PROVIDED BY OPERATING ACTIVITIES:

Operating loss	\$ (17,630)
Adjustment to reconcile operating income to net cash provided by operating activities:	
Depreciation	64,318
Change in:	
Accounts receivable	52,453
Other assets	25,646
Accounts payable	(7,080)
Accrued payable	(5,719)
Other liabilities	<u>(17,245)</u>
Total adjustments	<u>112,373</u>
Net cash provided by operating activities	<u>\$ 94,743</u>

SUPPLEMENTAL DISCLOSURE OF NONCASH ITEMS

Noncash transactions transferred in the merging of entities:	
Account receivables	\$ (186,861)
Capital assets, net	(3,816,036)
Inventory	(25,646)
Accrual liabilities and other expenses	<u>20,509</u>
	<u>\$ (4,008,034)</u>

(Concluded)

See accompanying notes to financial statements and independent auditor's report.

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Desert Sands Mutual Domestic Water Consumers Association (Association) was established August 23, 1977 as a nonprofit corporation. The Association is a member-owned water utility company incorporated under the Sanitary Projects Act, Chapter 3, Article 29, NMSA 1978, and is a political subdivision of the State of New Mexico. The Association serves the property owners within the community of Anthony, New Mexico. The Association has no component units.

The Association has a Board of Directors that consists of five (5) members who are responsible for legislative and fiscal control of the Association. The Board is also responsible for administrative control of the Association.

In September 2008, the Board of Directors of Desert Sands Mutual Domestic Water Consumers Association, according to the Sanitary Project Act, Section 3-29-20-1, NMSA 1978, approved a plan of merger with (1) Berino Mutual Domestic Water Consumer and Mutual Sewage Works Association, (2) Mesquite Mutual Domestic Water Consumer and Mutual Sewage Works Association, (3) La Mesa Mutual Domestic Water Consumers Association, (4) Vado Mutual Domestic Water Consumers Association and (5) Lower Rio Grande Mutual Domestic Water Association all serving unincorporated communities within Dona Ana County, New Mexico. After the approval and creation of the Lower Rio Grande Public Works Authority, merging association, by the Legislature, the Associations merged into the Authority during 2010.

**Reporting Entity**

The financial statements of the Association have been prepared in accordance with general accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989 that do not conflict with or contradict GASB pronouncements.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Association is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the Association may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges and issue bonded debt.

The Association has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected Association members are financially accountable. There are no other primary governments with which the Association Board Members are financially accountable. There are no other primary governments with which the Association has a significant relationship.

The accounts of the Association are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the Association are classified as a proprietary fund type. The fund classification and a description of the fund type follows below:

**Basis of Presentation**

***Government-Wide Financial Statements (GWFS)*** - The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Association. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level. The Association has no Fiduciary Funds.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include: 1) Charges for services is the term used for a broad category of program revenues that arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services. Revenues in this category include fees charged for specific services, such as water use. Some grants and contributions consist of capital assets or resources that are restricted for capital purposes to purchase, construct, or renovate capital assets associated with a specific program. These should be reported separately from grants and contributions that may be used either for operating expenses or for capital expenditures of the program at the discretion of the reporting government. These categories of program revenue are specifically attributable to a program and reduce the net expense of that program to the reporting government.

**Measurement Focus and Basis of Accounting**

The proprietary fund financial statements are reported using the economic resources measurement focus.

The proprietary fund is accounted for using the accrual basis of accounting. The revenues are recognized when they are earned and the expenses are recognized when they are incurred.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Association are charges to customers for sales and services. The Association also recognizes as connection, membership and delinquency fees as revenue. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Analysis of Impairment**

Management review long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Impairment is determined based upon comparison of future cash flows to the recorded value of the assets. Impairment losses are measured based upon the fair value of the impaired assets. No such impairment losses were recorded during the year ended December 31, 2010.

**Cash and Cash Equivalents**

For purposes of the statements of cash flows, the Association considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**Restricted Cash**

Restricted cash consists of the following:

Construction account	\$ <u>5,386</u>
Total restricted cash	\$ <u>5,386</u>

Restricted cash consist of non-mandatory reserves set aside within the operating account for outstanding customer deposits. These reserves are not required but are separated by management and a separate Construction Account that has been established as required by the Government into which the proceeds of the loan and grant proceeds from the USDA-RUS are deposited. Withdrawals from the Construction Account were and shall be made only on checks signed by the manager of the Association as authorized by the Board from time to time, and with prior concurrence of the Government. When all construction costs have been paid in full, any balance remaining in the Construction Account may be applied on the loan or used for other authorized purposes that have been approved by the Government and the Construction Account shall be closed. The end of year balance is \$5,386.

**Budget and Budgetary Accounting**

Actual amounts on the budgetary basis are prepared on the accrual basis of accounting which recognizes revenues when earned and expenditures when incurred. The annual budget, and any amendments thereto, are required to be approved by resolution of the Board of Directors and the New Mexico Department of Finance and Administration's Local Government Division. Formal budgetary integration is employed as a management control device during the year for the business-type fund, and budgetary control is performed at the Associations fund level.

**Use of Restricted Funds**

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

**Revenue**

The policy for defining the proprietary fund's operating revenues and expenses is how individual transactions would be categorized for purposes of preparing a statement of cash flows. Transactions for which cash flows are reported as capital and related financing activities, noncapital financing activities, or investing activities normally are not reported as components of operating income.

**Estimates**

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

**Allowance for Doubtful Accounts**

Management considers the majority of the accounts receivable as collectible. Any accounts receivable considered unelectable are not considered material. Accordingly, no allowance for doubtful accounts has been recorded.

**Capital Assets**

Capital assets are recorded at historical costs. Purchase property and equipment in excess of \$5,000 is capitalized. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Such assets, including infrastructure assets, have higher limits that must be met before they are capitalized. Depreciation is calculated using the straight-line method over the following estimated useful lives:

Water system and housing	7-40 yrs.
Municipal waterworks	7 yrs.
Machinery and equipment	3-20 yrs.
Office furniture and fixtures	3-7 yrs.
Vehicles	5 yrs.

**Compensated Absences**

Vested or accumulated vacation leave for proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. There were no compensated absences balances at year-end.

**Income Tax Status**

The Organization is a non-profit organization exempt from federal income tax under Internal Revenue Code Section 501(c)(12). There was no unrelated business income for the year ended December 31, 2010.

**Net Assets**

Net assets comprise the various net earnings from operating and non-operating revenues, expenses and contributions of capital. Net assets are classified in the following three components: invested in capital assets, net of related debt; restricted; and unrestricted net assets. Invested in capital assets, net of related debt, consists of all capital assets, net of accumulated depreciation and reduced by outstanding debt that is attributable to the acquisition, construction and improvement of those assets; debt related to unspent proceeds or other restricted cash and investments is excluded from the determination. Restricted net assets consists of net assets for which constraints are placed thereon by external parties, such as lenders, grantors, contributors, laws, regulations and enabling legislation, including self-imposed legal mandates. Unrestricted net assets consist of all other net assets not included in the above categories.

**New Governmental Accounting Standards**

In February 2009, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definitions, which is effective for financial statements for periods beginning after June 15, 2010, and earlier application is encouraged. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The Authority incorporated this statement for the current fiscal year and believes it had no significant effect on the financial statement for the year.

In December 2009, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 57 OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans, which is effective upon issuance for certain provisions of the statement and for periods beginning after June 15, 2011 for other provisions. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit plans. The Association is analyzing the effect that this statement will have on its financial statement, and currently believes it will have no significant effect on the financial statement for the upcoming year.



In December 2009, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 58 Accounting and Financial Reporting for Chapter 9 Bankruptcies, which is effective for reporting periods beginning after June 15, 2009. The objective of this Statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. It requires governments to remeasure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms (that is, approves) a new payment plan. The Authority incorporated this statement for the current fiscal year and believes it had no significant effect on the financial statement for the year.

In June 2010, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 59 Financial Instruments Omnibus, which is effective for financial statements for periods beginning after June 15, 2010. Earlier application is encouraged. The objective of this Statement is to update and improve existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice. This Statement provides for the following amendments: National Council on Governmental Accounting Statement 4, Accounting and Financial Reporting Principles for Claims and Judgments and Compensated Absences, is updated to be consistent with the amendments to GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments, regarding certain financial guarantees. Statements No. 25, Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, and No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, are amended to remove the fair value exemption for unallocated insurance contracts. The effect of this amendment is that investments in unallocated insurance contracts should be reported as interest-earning investment contracts according to the provisions of paragraph 8 of Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Statement 31, is clarified to indicate that a 2a7-like pool, as described in Statement 31, is an external investment pool that operates in conformity with the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Statement No. 40, Deposit and Investment Risk Disclosures, is amended to indicate that interest rate risk information should be disclosed only for debt investment pools—such as bond mutual funds and external bond investment pools—that do not meet the requirements to be reported as a 2a7-like pool. Statement 53 is amended to: – Clarify that the net settlement characteristic of Statement 53 that defines a derivative instrument is not met by a contract provision for a penalty payment for nonperformance – Provide that financial guarantee contracts included in the scope of Statement 53 are limited to financial guarantee contracts that are considered to be investment derivative instruments entered into primarily for the purpose of obtaining income or profit – Clarify that certain contracts based on specific volumes of sales or service revenues are excluded from the scope of Statement 53 – Provide that one of the “leveraged yield” criteria of Statement 53 is met if the initial rate of return on the companion instrument has the potential for at least a doubled yield. The Authority is analyzing the effect that this statement will have on its financial statement, and currently believes it will have no significant effect on the financial statement for the upcoming year.

In November 2010, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 60 Accounting and Financial Reporting for Service Concession Arrangements, which is effective for financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. As used in this Statement, an SCA is an arrangement between a transferor (a government) and an operator (governmental or nongovernmental entity) in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure or another public asset (a “facility”) in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties. The Authority is analyzing the effect that this statement will have on its financial statement, and currently believes it will have no significant effect on the financial statement for the upcoming year.

In November 2010, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 61 The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34, which is effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, The Financial Reporting Entity, and the related financial reporting requirements of Statement No. 34, Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements. The Authority is analyzing the effect that this statement will have on its financial statement, and currently believes it will have no significant effect on the financial statement for the upcoming year.

In December 2010, the GASB issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. That Statement supersedes Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting. Statement 62 is effective for financial statements for periods beginning after December 15, 2011, with early application encouraged. The objective of this statement is to provide non-conflicting pronouncements between FASB and GASB. The Authority is analyzing the effect that this statement will have on its financial statement, and currently believes it will have no significant effect on the financial statement for the upcoming year.

2. **CASH AND DEPOSITS**

Cash and investments - The Association is required by New Mexico State Statute (Section 6-10-17) to be 50 percent collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

<b>Citizens Bank of Las Cruces</b>	<b>Balance Per</b>		
<b><u>Name of Account</u></b>	<b>Bank</b>	<b>Reconciled</b>	<b>Type</b>
	<b>12/31/10</b>	<b>Balance</b>	
Phase II-III Construction	\$ 5,386	\$ 5,386	Checking
Total Deposited	5,386	<u>5,386</u>	
Less: FDIC Coverage	<u>(5,386)</u>		
Uninsured amount	-		
50% collateral requirement	-		
Pledged securities	-		
Over (under) requirement	<u>\$ -</u>		

**Custodial Credit Risk-Deposits**

Custodial credit risk is the risk that in the event of a failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of December 31, 2010, \$0 of the Association's bank balance of \$5,386, was exposed to custodial credit risk.

3. **CAPITAL ASSETS**

The cost basis of capital assets are stated as follows:

	<b><u>Beginning Balance</u></b>	<b><u>Increases</u></b>	<b><u>Decreases / Transfers</u></b>	<b><u>Ending Balance</u></b>
Capital assets not being depreciated:				
Land	\$ 58,763	\$ -	\$ (58,763)	\$ -
Construction in progress	<u>900,021</u>	<u>1,431,570</u>	<u>(2,331,591)</u>	<u>-</u>
Total capital assets not being depreciated	<u>958,784</u>	<u>1,431,570</u>	<u>(2,390,354)</u>	<u>-</u>
Capital Assets, being depreciated				
Water systems	2,634,574	-	(2,634,574)	-
Furniture, fixtures and equipment	14,369	-	(14,369)	-
Machinery and equipment	62,675	-	(62,675)	-
Municipal water works	15,971	-	(15,971)	-
Transportation equipment	<u>23,724</u>	<u>-</u>	<u>(23,724)</u>	<u>-</u>
Total capital assets, being depreciated	<u>2,751,313</u>	<u>-</u>	<u>(2,751,313)</u>	<u>-</u>
Total capital assets	<u>3,710,097</u>	<u>1,431,570</u>	<u>(5,141,667)</u>	<u>-</u>
Less accumulated depreciation for:				
Water systems	1,211,051	58,681	(1,269,732)	-
Furniture, fixtures and equipment	13,141	560	(13,701)	-
Machinery and equipment	62,442	39	(62,481)	-
Municipal water works	15,273	698	(15,971)	-
Transportation equipment	<u>23,724</u>	<u>4,340</u>	<u>(28,064)</u>	<u>-</u>
Total accumulated depreciation	<u>1,325,631</u>	<u>64,318</u>	<u>(1,389,949)</u>	<u>-</u>
Total other capital assets, net	<u>\$ 2,384,466</u>	<u>\$ 1,367,252</u>	<u>\$(3,751,718)</u>	<u>\$ -</u>

Depreciation expense was \$64,318 for the year ended December 31, 2010.

4. **LONG TERM DEBT**

Changes in long-term debt during the year ended December 31, 2010 were as follows:

	<u>Balance</u> <u>12/31/09</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>12/31/10</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Capmark Financing	\$ 33,749	\$ -	\$ 3,357	\$ 30,392	\$ 3,528
NM Env. Dept/NMFA	20,274	-	1,090	19,184	1,138
RUS Loan	47,949	-	565	47,384	591
NMFA	-	63,438	6,344	57,094	14,274
USDA Rural Development Phase II & III	13,936	-	154	13,782	144
	<u>\$ 115,908</u>	<u>\$ 63,438</u>	<u>\$ 11,510</u>	<u>\$ 167,836</u>	<u>\$ 19,675</u>

**Capmark Financial Group**

On May 11, 1978, the Association entered into a \$85,000 loan agreement with Capmark Financial Group. The proceeds of the loan were used for the purchase of property and the construction and improvements to the water system. The loan is payable in monthly installments of \$414, and matures May 11, 2018. Interest is at 5%. The loan is secured by real property, inventory, and chattels of the Association.

Loan principal and interest payments for each of the next years and thereafter are as follows:

<b>Year Ending</b> <b>June 30:</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 3,528	\$ 1,440	\$ 4,968
2012	3,709	1,259	4,968
2013	3,899	1,069	4,968
2014	4,098	870	4,968
2015	4,308	660	4,968
2016-2018	10,850	666	11,516
Totals	<u>\$ 30,392</u>	<u>\$ 5,964</u>	<u>\$ 36,356</u>

**New Mexico Environment Department Rural Infrastructure Program (RIP 2003-08)**

On May 14, 2003, the Association entered in to a \$25,000 loan agreement with the New Mexico Environment Department Rural Infrastructure Program. The proceeds of the loan were used for the construction and improvements to the water system. The loan is payable in monthly installments of \$142, and matures January 5, 2024. Interest is at 3%. The loan is secured by real state of the Association.

Loan principal and interest payments for each of the next years and thereafter are as follows:

<b>Year Ending June 30:</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 1,138	\$ 560	\$ 1,698
2012	1,173	525	1,698
2013	1,208	490	1,698
2014	1,245	453	1,698
2015	1,283	415	1,698
2016-2020	7,024	1,466	8,490
2021-2024	<u>6,113</u>	<u>364</u>	<u>6,477</u>
Totals	<u>\$ 19,184</u>	<u>\$ 4,273</u>	<u>\$ 23,457</u>

**United State Department of Agriculture - Rural Development Loan**

On November 7, 2006, the Association entered into a \$50,000 loan agreement with the United States Department of Agriculture (USDA) Rural Development. The proceeds of the loan were used for the construction and improvements to the water system. The loan is payable in monthly installments of \$221, and matures October 7, 2045. Interest is at 4.375%. The loan is secured by real state of the Association.

Loan principal and interest payments for each of the next years and thereafter are as follows:

<b>Year Ending June 30:</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 591	\$ 2,061	\$ 2,652
2012	617	2,035	2,652
2013	645	2,007	2,652
2014	673	1,979	2,652
2015	703	1,949	2,652
2016-2020	4,017	9,243	13,260
2021-2025	4,998	8,262	13,260
2026-2030	6,217	7,043	13,260
2031-2035	7,734	5,526	13,260
2036-2040	9,622	3,638	13,260
2041-2045	<u>11,567</u>	<u>1,291</u>	<u>12,858</u>
Totals	<u>\$ 47,384</u>	<u>\$ 45,034</u>	<u>\$ 92,418</u>

**Mexico Finance Authority**

On January 22, 2010, Desert Sands Mutual Domestic Water Consumer Association entered into a \$63,438 loan agreement with the New Mexico Finance Authority (NMFA) to finance the purchase of a pickup truck and an utility truck. The loan has a zero percent interest and matures in January 2014. The note is payable in two monthly installments of \$3,172 and forty eight monthly installments of \$1,190 starting March 2010. The loan is secured by monthly revenue of the Association.

Loan principal and interest payments for each of the next years and thereafter are as follows:

<b>Year Ending June 30:</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 14,274	\$ -	\$ 14,274
2012	14,274	-	14,274
2013	14,274	-	14,274
2014	14,272	-	14,272
Totals	<u>\$ 57,094</u>	<u>\$ -</u>	<u>\$ 57,094</u>

**United State Department of Agriculture - Rural Development Loan**

On October 1, 2009, the Association entered into a \$14,000 loan agreement with the United States Department of Agriculture (USDA) Rural Development. The proceeds of the loan were used for the construction and improvements to the water system. The loan is payable in monthly installments of \$65, and matures January 3, 2049. Interest is at 4.375%. The loan is secured by real state of the Association.

Loan principal and interest payments for each of the next years and thereafter are as follows:

<b>Year Ending June 30:</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 144	\$ 601	\$ 745
2012	150	594	744
2013	157	588	745
2014	164	581	745
2015	171	573	744
2016-2020	979	2,741	3,720
2021-2025	1,217	2,503	3,720
2026-2030	1,515	2,205	3,720
2031-2035	1,884	1,836	3,720
2036-2040	2,344	1,376	3,720
2041-2045	2,916	804	3,720
2041-2045	2,141	151	2,292
Totals	<u>\$ 13,782</u>	<u>\$ 14,553</u>	<u>\$ 28,335</u>

**5. RESERVE REQUIREMENTS**

As part of the USDA RD Loan, the Association must establish and fund monthly a debt service reserve fund equal to 10% of the monthly payment each month over the life of the loan. This reserve is required to establish an emergency fund for maintenance and repairs and debt repayment should the need arise. Ten percent of the proposed loan installment would equal \$28.30 per month. The reserve requirement at December 31, 2010 was \$340. The Association had \$340 reserved at December 31, 2010, and thus has met reserve requirements. This amount is shown as net assets restricted for loan covenants on the statement of net assets.

6. **RISK MANAGEMENT**

The Association covers its risk of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters through various insurance policy coverages. The coverage includes workers compensation, general and professional liability, property, and fidelity bonds coverage. The Association transfers these risks of loss to the insurance carrier except for deductible amounts. Premiums paid on policies for the year December 31, 2010 was \$2,484.

7. **RETIREMENT PLAN**

Effective January 1, 2007, the Association adopted a retirement savings plan for its employees. This plan allows participants to make contributions by salary reduction pursuant to a SIMPLE IRA plan under Section 408(p), of the Internal Revenue Code. Employer contributions are required. The Association matches contributions equal to the employee's salary reduction contributions up to a limit of three percent of the employee's compensation for the calendar year. The amount elected to be deferred by the employee cannot exceed the limitations prescribed by law. All contributions made under this SIMPLE IRA plan are fully vested and nonforfeitable. Employer's contributions to the plan in the year ending December 31, 2010 were \$2,118.

8. **CONTINGENCIES**

Grant Compliance. The Association receives significant financial assistance from the U.S. Government. Entitlement to the resources is generally based on compliance with terms and conditions of the grant and loan agreements and applicable state and federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantor. As of December 31, 2010, management estimates that no material liabilities will result from such audits.

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN CASH  
BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
<b>Operating Income</b>				
Revenue - membership dues	\$ 50	\$ 50	\$ 35	\$ (15)
Revenue - water	280,472	280,472	215,016	(65,456)
Revenue - tap installation	3,750	3,750	7,992	4,242
Revenue - late payment penalties	8,650	8,650	6,565	2,085
Revenue - other fees	60	60	74	(14)
Total operating income	<u>292,982</u>	<u>292,982</u>	<u>229,682</u>	<u>(59,158)</u>
<b>Operating Expenses</b>				
Accounting	26,060	26,060	2,677	23,383
Advertising	120	120	-	120
Auto and truck expense	21,000	21,000	11,702	9,298
Bank charges	416	416	150	266
Business meals	925	925	489	436
Conservation fees	1,798	1,798	1,321	477
Depreciation	234,263	234,263	64,318	169,945
Dues and subscriptions	955	955	475	480
Education	400	400	-	400
Insurance-liability/contents	11,013	11,013	10,387	626
Insurance-liability medical	9,162	9,162	7,819	1,343
Insurance-workman's comp	2,600	2,600	1,103	1,497
Chemicals and water test	2,192	2,192	2,424	(232)
Legal fees	1,200	1,200	7,131	(5,931)
License and permits	24	24	10	14
Office expense	7,319	7,319	5,525	1,794
Parts and supplies	8,600	8,600	3,253	5,347
Postage	1,752	1,752	1,561	191
Professional services	715	715	4,501	(3,786)
Repairs and maintenance	2,790	2,790	3,272	(482)
Retirement march	3,385	3,385	2,118	1,267
Salaries-water operator	73,547	73,547	50,640	22,907
Salaries-billing and administration	24,898	24,898	21,445	3,453
Salaries-customer service clerk	14,377	14,377	10,297	4,080
Small tools	609	609	370	239
Taxes-payroll	9,181	9,181	6,562	2,619
Taxes-property	6,300	6,300	4,456	1,844
Taxes-other	69	69	-	69
Telephone	3,669	3,669	2,484	1,185
Travel	350	350	631	(281)
Utilities-other	528	528	554	(26)
Utilities-electricity	31,157	31,157	19,227	11,930
Office help-temp services	-	-	206	(206)
Miscellaneous	600	-	204	(204)
Total operating expenses	<u>501,974</u>	<u>501,374</u>	<u>247,312</u>	<u>254,062</u>
Excess (deficiency) of revenues over expenditures	<u>(208,992)</u>	<u>(208,392)</u>	<u>(17,630)</u>	<u>(313,220)</u>
<b>Nonoperating revenues</b>				
Agency loans/grants	1,531,459	1,531,459	1,438,796	(92,663)
Interest income	485	485	548	63
Other income	8,400	8,400	556	-
Interest expenses	(5,280)	(5,280)	(3,802)	1,478
Total nonoperating income	<u>1,535,064</u>	<u>1,535,064</u>	<u>1,436,098</u>	<u>(91,122)</u>
Revenue over expenses	<u>\$ 1,326,072</u>	<u>\$ 1,326,672</u>	<u>\$ 1,418,468</u>	<u>\$ (404,342)</u>

See accompanying notes to financial statements and independent auditor's report.



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

Hector H. Balderas, State Auditor  
and the Board of Directors of the  
Desert Sands Mutual Domestic Water Consumers Association, New Mexico

We have audited the financial statements of the business-type activities and the budgetary comparison presented as supplemental information of the Desert Sands Mutual Domestic Water Consumers Association (the "Association") as of and for the year ended December 31, 2010, and have issued our report thereon dated June 12, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Association's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Association's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 09-02.

We also noted certain other matters that are required to be reported pursuant to *Government Auditing Standards* paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978, which is described in the accompanying schedule of findings and responses as finding 09-01.

The Association's responses to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Association's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Association's Board of Directors, the Association's management, the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*White + Yamaneji + Campbell, LLP*

El Paso, Texas  
May 30, 2012

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Hector H. Balderas, State Auditor  
and the Board of Directors of the  
Desert Sands Mutual Domestic Water Consumers Association, New Mexico

Compliance

We have audited the Desert Sands Mutual Domestic Water Consumers Association's compliance (the Association) with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the Desert Sands Mutual Domestic Water Consumers Association's major federal programs for the year ended December 31, 2010. The Association's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Association's management. Our responsibility is to express an opinion on the Association's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Association's compliance with those requirements.

In our opinion, Association, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 09-02.

Internal Control Over Compliance

Management of the Association is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Association's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine the


auditing procedures for the purpose of expressing our opinion on compliance and to test and report in internal control over compliance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The Association's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Association's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the Association's Board of Directors, the Association's management, the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

  
El Paso, Texas  
May 30, 2012

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2010**

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**SECTION I - SUMMARY OF AUDITOR'S REPORT**

***FINANCIAL STATEMENTS***

Type of Auditor's Report Issued	<u>Unqualified</u>	
Significant Deficiencies Identified?	_____ Yes	___X___ No
Significant Deficiencies Identified that Are Considered to Be Material Weakness(es)?	_____ Yes	___X___ No
Noncompliance Material to Financial Statements	<u>N/A</u>	

***FEDERAL AWARDS***

Type of Auditor's Report Issued on compliance for Major Programs	<u>Unqualified</u>	
Internal Control Over Major Programs:		
Significant Deficiencies Identified?	___X___ Yes	_____ No
Significant Deficiency(ies) Identified that Are Considered to Be Material Weakness(es)?	_____ Yes	___X___ No
Any Audit Findings Disclosed that are Required to be Reported in accordance with Section 501(a) of Circular A-133?	_____ Yes	___X___ No

Identification of Major Programs:

CFDA	10.760	Water and Waste Disposal Systems for Rural Communities
CFDA	10.760	Water and Waste Disposal Systems for Rural Communities - Loan

Dollar Threshold Used to Distinguish Between Type A and Type B Programs	<u>\$300,000</u>	
Auditee Qualifies as Low-Risk Auditee	_____ Yes	___X___ No

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**SCHEDULE OF AUDIT FINDINGS AND RESPONSES  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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**Late Audit Report (09-01)**

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<b>CONDITION</b>	The audit report was submitted to the State Auditor in June 2012, which is, after the required deadline.
<b>CRITERIA</b>	Special districts audits are required to be submitted to the State Auditor by December 1. This is a requirement of the State Auditors Office Rule 2.2.2.9A(1)( C)
<b>EFFECT</b>	State Auditor regulations have not been adhered to. Also, the users of the financial statements such as legislators, creditors, bondholders, State and Federal grantors, etc., do not have timely audit reports and financial statements for their review. Late audit reports could have an effect on State and Federal Funding.
<b>CAUSE</b>	The Association was not aware of audit requirements.
<b>RECOMMENDATION</b>	The Association is working diligently to become current with all of their audit reports.
<b>RESPONSE</b>	The Association is diligently working to ensure that all audits are submitted and deadlines are adhered to.

**Data Collection Form Package Not Timely Filed (09-02) -  
CFDA 10.760 Water and Waste Disposal System for Rural Communities**

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<b>CONDITION</b>	The Data Collection Form and the reporting package was not submitted to the federal clearing house within nine months after the fiscal year end.
<b>CRITERIA</b>	OMB Circular A-133.320 requires that the data collection form and the reporting package be submitted within nine months of the fiscal year end for all single audit reports.
<b>EFFECT</b>	Data used by the federal government to manage grants was not available, and Federal regulations have been violated.
<b>CAUSE</b>	The audit was not completed by the required deadline, as detailed in finding 09-01 above.
<b>RECOMMENDATION</b>	We recommend that the Data Collection form be filed timely, if required
<b>RESPONSE</b>	The recommendation will be adopted

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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**STATUS OF PRIOR YEAR FINDINGS**

There were no prior year audit findings

**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

<b>Federal Grantor</b>	<b>Federal CFDA Number</b>	<b>Award Amount</b>	<b>Current Fiscal Year Expenditures</b>
<b><u>US Department of Agriculture</u></b>			
Water and Waste Disposal System for Rural Communities	10.760	\$ 2,129,506	\$ 1,438,796
Water and Waste Disposal System for Rural Communities - Loan	10.760	<u>14,000</u>	<u>13,782</u>
Total Department of Agriculture		2,143,506	1,452,578
Total Expenditures of Federal Awards		<u>\$ 2,143,506</u>	<u>\$ 1,452,578</u>

**Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of Desert Sands Mutual Domestic Water Consumers Association and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and NonProfit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Desert Sands Mutual Domestic Water Consumers Association had \$13,782 loan balance outstanding at December 31, 2010. This loan balance is also included in the schedule of expenditures of federal awards.

See accompanying notes and independent auditors' report.



**STATE OF NEW MEXICO  
DESERT SANDS MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION**

**EXIT CONFERENCE  
FOR THE YEAR ENDED DECEMBER 31, 2010**

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An exit conference was conducted June 14, 2012 in a closed meeting of the Association pursuant to Section 12-6-5 NMSA, 1978 with the following individuals in attendance:

Desert Sands Mutual Mutual Domestic Water Consumer Association

Rosaura Pargas	President
Karen Nichols	Business Manager
Roberto M Nieto	Lower Rio Grande PWWA - Chairman
Martin Lopez	Lower Rio Grande PWWA
Kathi Jackson	Lower Rio Grande PWWA

White + Samaniego + Campbell, LLP

Luis Molina, CPA	Auditor
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**FINANCIAL STATEMENT PREPARATION**

The combined financial statements of the Association as of, and for the year ended, December 31, 2010 were prepared by White + Samaniego + Campbell, LLP, with the aid of responsible Association personnel. Official responsible personnel agree that the presentations are made with their knowledge and agreement.

**Lower Rio Grande Public Water works Authority**  
**Resolution Number 2012-12**  
**Open Meetings Act Resolution for FY2012-2013**

**WHEREAS**, the Lower Rio Grande Public Water Works Authority Board of Directors met in regular session at its Vado Office, 325 Holguin Road, Vado New Mexico on Wednesday, June 20, 2010 at 9:00 a.m. as required by law; and

**WHEREAS**, Section 10-15-1(B) of the Open Meetings Act (NMSA 1978, Sections 10-15-1 to -4) states that, except as may be otherwise provided in the Constitution or the provisions of the Open Meetings Act, all meetings of a quorum of members of any board, council, commission, administrative adjudicatory body or other policymaking body of any state or local public agency held for the purpose of formulating public policy, discussing public business or for the purpose of taking any action within the authority of or the delegated authority of such body, are declared to be public meetings open to the public at all times; and

**WHEREAS**, any meetings subject to the Open Meetings Act at which the discussion or adoption of any proposed resolution, rule, regulation or formal action occurs shall be held only after reasonable notice to the public; and

**WHEREAS**, Section 10-15-1(D) of the Open Meetings Act requires the Lower Rio Grande Public Water Works Authority Board of Directors to determine annually what constitutes reasonable notice of its public meetings;

**NOW, THEREFOR, BE IT RESOLVED** by the Lower Rio Grande Public Water Works Authority Board of Directors that:

1. All meetings shall be held at the Vado Office of the Lower Rio Grande Public Water Works Authority located at 325 Holguin Road, Vado New Mexico or as indicated in the meeting notice.
2. Unless otherwise specified, regular meetings shall be held each month on the third Wednesday of the month at 9:00 a.m. The agenda will be available at least twenty-four hours prior to the meeting from the office of each Lower Rio Grande Public Water Works Authority Office. Notice of any other regular meetings will be given ten (10) days in advance of the meeting date. The notice shall indicate how a copy of the agenda may be obtained.
3. Special meetings may be called by the President or a majority of the Directors upon three (3) days notice. The notice shall include an agenda for the meeting or information on how members of the public may obtain a copy of the agenda. The agenda shall be available to the public at least twenty-four hours before any special meeting.

4. Emergency meetings will be called only under unforeseen circumstances which demand immediate action to protect the health, safety and property of citizens or to protect the public body from substantial financial loss. The Lower Rio Grande Public Water Works Authority Board of Directors will avoid emergency meetings whenever possible. Emergency meetings may be called by the President or a majority of the Directors upon twenty-four (24) hours' notice, unless threat of personal injury or property damage requires less notice. The notice for all emergency meetings shall include an agenda for the meeting or information on how the public may obtain a copy of the agenda.

5. For the purposes of regular meetings described in paragraph 2 of this resolution, notice requirements are met if notice of the date, time, and location is placed in the customer lobby of each Lower Rio Grande Public Water Works Authority office. Copies of the written notice shall also be mailed to those broadcast stations licensed by the Federal Communications Commission and newspapers of general circulation which have made a written request for notice of public meetings.

6. For the purposes of special meetings and emergency meetings described in paragraph 3 and 4 of this resolution, notice requirements are met if notice of the date, time, place and agenda is provided by telephone to newspapers of general circulation in the state and posted in the offices of the founding entities. Telephone notice also shall be given to those broadcast stations licensed by the Federal Communications Commission and newspapers of general circulation that have made a written request for notice of public meetings.

7. In addition to the information specified above, all notices shall include the following language:

*If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aide or service to attend or participate in the hearing or meeting, please contact the Mesquite office of the Lower Rio Grande Public Water Works Authority at 575-233-3947, by mail at 325 Holguin Road, Vado NM 88072, or in person at 215 Bryant, Mesquite, NM at least one week prior to the meeting or as soon as possible. Public documents, including the agenda and minutes, can be provided in various accessible formats. Please contact the Mesquite office if a summary or other type of accessible format is needed.*

8. The Lower Rio Grande Public Water Works Authority Board of Directors may close a meeting to the public only if the subject matter of such discussion or action is excepted from the open meeting requirements under Section 10-15-1(H) of the Open Meetings Act.

(a) If any meeting is closed during an open meeting, such closure shall be approved by a majority vote of a quorum of the Lower Rio Grande Public Water Works Authority Board of Directors taken during the open meeting. The authority for the closed meeting and the subjects to be discussed shall be stated with reasonable

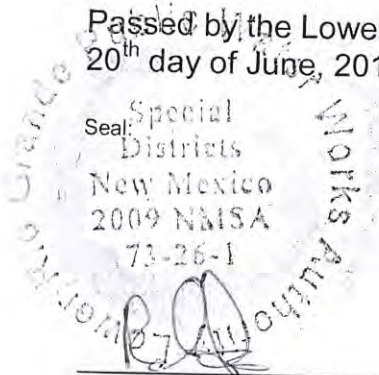
specificity in the motion to close and the vote of each individual Director on the motion to close shall be recorded in the minutes. Only those subjects specified in the motion may be discussed in the closed meeting.

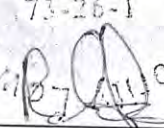
(b) If the decision to hold a closed meeting is made when the Lower Rio Grande Public Water Works Authority Board of Directors is not in an open meeting, the closed meeting shall not be held until public notice, appropriate under the circumstances, stating the specific provision of law authorizing the closed meeting and the subjects to be discussed with reasonable specificity, is given to the Directors and to the general public.


(c) Following completion of any closed meeting, the minutes of the open meeting that was closed, or the minutes of the next open meeting if the closed meeting was separately scheduled, shall state whether the matters discussed in the closed meeting were limited only to those specified in the motion or notice for closure.

(d) Except as provided in Section 10-15-1(H) of the Open Meetings Act, any action taken as a result of discussions in a closed meeting shall be made by vote of the Lower Rio Grande Public Water Works Authority Board of Directors in an open public meeting.

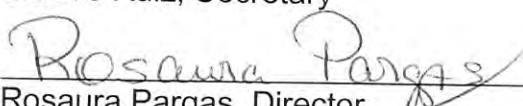
Passed by the Lower Rio Grande Public Water Works Authority Board of Directors this 20<sup>th</sup> day of June, 2012.

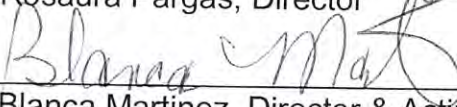


  
Robert Nieto, Chairman

  
John Holguin, Vice-Chairman

*ABSENT*  
Santos Ruiz, Secretary

  
Rosaura Pargas, Director

  
Blanca Martinez, Director & Acting Secretary



## Lower Rio Grande Public Water Works Authority

### Board of Directors Meetings 2012-13 Junta de la Mesa Directiva 2011-12

The Lower Rio Grande PWWA Board will meet the **third Wednesday of the month at 9:00 a.m. at the Vado Office, 325 Holguin Road, Vado, New Mexico.** Agendas will be available at the office twenty-four hours prior to the meeting at each Authority office.

*La Mesa Directiva de Lower Rio Grande PWWA tendrán su junta el tercer miércoles a las 9:00 a.m. en la oficina de Vado, 325 Holguin Road, Vado, New Mexico. Agendas serán disponibles en la oficina veinticuatro horas antes de la junta.*

Regular meetings are scheduled for the following dates:

*El horario del las juntas regulares son las siguientes:*

9:00 a.m. July 18, 2012	9:00 a.m. 18 de Julio 2012
9:00 a.m. August 15, 2012	9:00 a.m. 15 de Agosto 2012
9:00 a.m. September 19, 2012	9:00 a.m. 19 de Septiembre 2012
9:00 a.m. October 17, 2012	9:00 a.m. 17 de Octubre 2012
9:00 a.m. November 21, 2012	9:00 a.m. 21 de Noviembre 2012
9:00 a.m. December 19, 2012	9:00 a.m. 19 de Diciembre 2012
9:00 a.m. January 16, 2013	9:00 a.m. 16 de Enero 2013
9:00 a.m. February 20 2013	9:00 a.m. 20 de Febrero 2013
9:00 a.m. March 20, 2013	9:00 a.m. 20 de Marzo 2013
9:00 a.m. April 17, 2013	9:00 a.m. 17 de Abril 2013
9:00 a.m. May 15, 2013	9:00 a.m. 15 de Mayo 2013
9:00 a.m. June 19, 2013	9:00 a.m. 19 de Junio 2013

If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aide or service to attend or participate in the hearing or meeting, please contact the office of the LRG PWWA at 575-233-3947, by mail at 325 Holguin Road, Vado NM 88072, or in person at 215 Bryant, Mesquite, NM at least one week prior to the meeting or as soon as possible. Public documents, including the agenda and minutes, can be provided in various accessible formats. Please contact the Mesquite office if a summary or other type of accessible format is needed.

*Si es un individuo con una incapacidad esta en necesidad de un lector, amplificador, lenguaje por senas, o cualquier otra forma de asistencia o servicio para atender o participar en las juntas, por favor lame ha la oficina LRG PWWA Mesquite at 575-233-394, correo 325 Holguin Road, Vado NM 88072,, o en persona 215 Bryant, Mesquite, NM una semana antes de la junta o en cuanto posible. Documentos públicos, incluyendo la agenda y minutos, están disponibles en varios formatos. Por favor opóngase en contacto con la oficina LRG PWWA Mesquitesi un resumen o otro tipo de forma accesible es necesario.*



# 17<sup>th</sup> Annual NM Infrastructure Finance Conference

## Taos Convention Center/Sagebrush Inn & Conference Center

### October 23 - 25, 2012

## ADVANCE REGISTRATION FORM

Please fill out form completely (print or type)

Name / Title	
Local Entity, Organization, or other Affiliation	
Mailing Address - Include City/State/Zip	
Billing Address - Include City/State/Zip	
Daytime Phone	Fax
Email Address	

Please  Appropriate Box:

**Full Conference Registration:** (Includes sessions, functions, and meals)

- Registration by October 9th \$175
- Late Registration October 10th – 15th \$190
- On Site Registration after October 15th \$220  
*(On Site Registrants must have PO# or payment)*
- I will attend the Rio Grande Taos Gorge Bridge Presentation & Mobile Workshop *(Registration limit 55)*
- I will attend the Historic Taos Plaza/Arts & Cultural District Presentation & Mobile Workshop *(This is a walking mobile workshop - no bus)*
- I Prefer Vegetarian Meals

ADA/Special Needs: Contact Anita Tafoya or Jackie Portillo @ 800-432-2036.

**Registration Fee Payment Information\*:**

- Check for registration fees made payable to NMML.  
*(Please include registrant's name on check/stub.)*
- Enclosed  Will bring to Conference
- Purchase Order for Registration Fees attached or provide PO#: \_\_\_\_\_
- Charge my registration fees to VISA or MasterCard listed below. The New Mexico Municipal League is authorized to use the card below to pay all applicable registration fees in the amount of: \$ \_\_\_\_\_

VISA/MasterCard # (Circle one)	Exp. Date
Card Holder Name (Printed)	
Card Holder Signature	

*Credit card transaction(s) processed one week prior to the Conference. Receipts available upon registration check-in.*

### COMPLETE FORM & MAIL/FAX BY OCTOBER 15<sup>TH</sup> TO:

Registrar - New Mexico Municipal League  
P.O. Box 846 - Santa Fe, NM 87504-0846  
Call (800) 432-2036 | Fax # (505) 984-1392

**OR REGISTER ONLINE AT [www.nmml.org](http://www.nmml.org)**

**\*Spouse/Guest Registration:** (Must be paid in advance or on site - no billing for Spouse/Guest)

\_\_\_\_\_  
\*Spouse/Guest Name, if attending

*Full Conference includes all meals and social functions*

Full Conference by October 9th @ \$110/person \$ \_\_\_\_\_

Full Conference after October 9th @ \$125/person \$ \_\_\_\_\_

Price Per Function:

\_\_\_\_\_ Tuesday Luncheon @ \$30/ person \$ \_\_\_\_\_

\_\_\_\_\_ Wednesday Luncheon @ \$30/ person \$ \_\_\_\_\_

\_\_\_\_\_ Wednesday Social @ \$25/ person \$ \_\_\_\_\_

\_\_\_\_\_ Thursday Awards Brunch @ \$25/ person \$ \_\_\_\_\_

**TOTAL DUE \$ \_\_\_\_\_**

- I Prefer Vegetarian Meals

ADA/Special Needs: Contact Anita Tafoya or Jackie Portillo @ 800-432-2036.

**Spouse/Guest Registration Fee Payment Information\*:**

- Check for registration fees made payable to NMML.  
*(Please include Spouse/Guest name on check/stub)*
- Enclosed  Will bring to Conference
- Purchase Order for Registration Fees attached or provide PO#: \_\_\_\_\_
- Charge Registrant & Spouse/Guest fees on registrant's credit card.
- Charge my registration fees to VISA or MasterCard listed below. The New Mexico Municipal League is authorized to use the card below to pay all applicable spouse/guest registration fees in the amount of: \$ \_\_\_\_\_

VISA / MasterCard # (Circle one)	Exp. Date
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Card Holder Name (Printed)

Card Holder Signature

*\*Credit card transaction(s) processed on week prior to the Conference. Receipts available upon registration check-in.*

### - REGISTRATION CANCELLATION POLICY -

After October 15th you must register on site. Requests for cancellation must be received in writing by October 15th. Cancellations received after October 9th will be charged a \$50.00 cancellation fee. No refunds after October 15th; No registrations or cancellations accepted by telephone; No partial refunds will be made if you decide not to attend particular functions. If you preregistered and do not attend without cancelling your registration, you are responsible for full conference registration fee. \*This policy also applies to Spouse/Guest registrants.