



CURRY COUNTY

Presentation of the FYE 2025 Financial Statement Audit

CORDOVA CPAs LLC

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PRINCIPAL

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SENIOR MANAGER

FEBRUARY 4, 2026



Agenda

- Timeline
- Financial Highlights
- Communication with those Charged with Governance
- Auditors' Opinion and Reporting



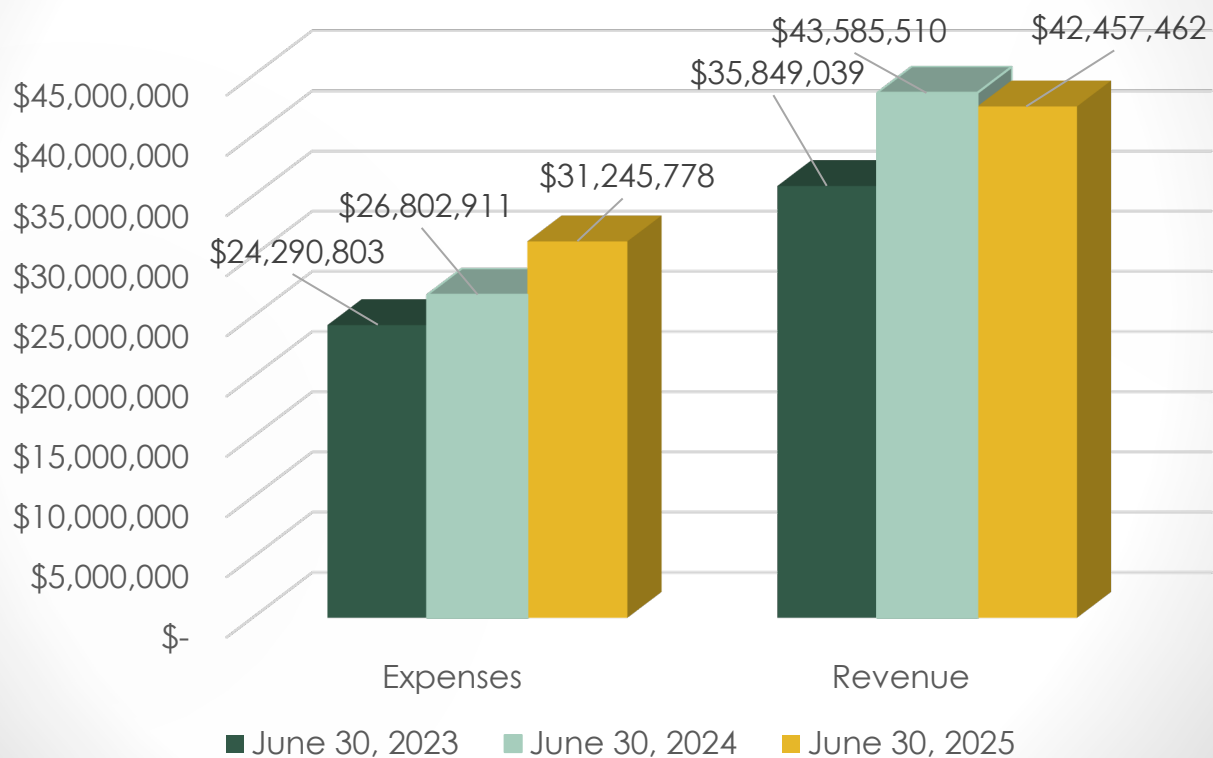
Timeline

- Preliminary Communications May and June 2025
- Entrance Conference August 7, 2025
- Planning and Compliance work July & August 2025
- Substantive Evidence Gathering end of September early October 2025
- Wrap Up including Reporting and Conclusions during November and December
- Exit Conference on December 17, 2025
- Release and Issuance of financial statements was on January 28, 2026
- Federal Reporting is due on February 27, 2026



Financial Highlights

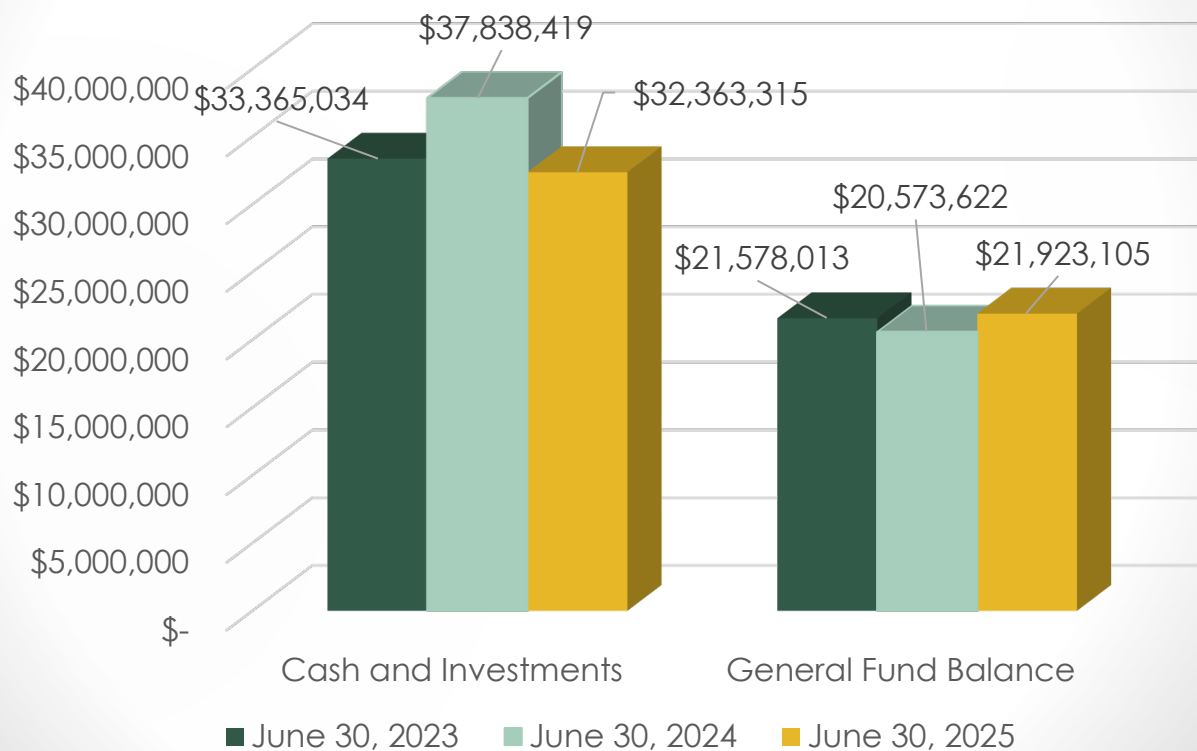
Curry County Financial Look Back





Financial Highlights

Curry County Financial Look Back





Other Highlights

- Net Pension Liability increased by \$1.8M
- Net OPEB Liability decreased by \$76K
- \$1.1 million of expenses, excluding depreciation, for the Events Center/Fairgrounds
- General Fund subsidized Events Center/Fairgrounds \$5.3 million
- \$18.7 million of new capital assets acquired



Communication with the County Commission

- Audit was conducted in accordance with GAAS and GAGAS
 - Reasonable Assurance
- Planned Scope and Timing
- Accounting Policies conform to GAAP
- Significant Estimates (Capital, Pension, OPEB, GASB Statement No. 101)
- No significant Difficulties and no disagreements
- No material misstatements detected and noted no passed audit adjustments
- Significant Exposures (no significant exposures noted, do have a substantial amount in Mutual Funds and Money Market tied to the U.S. Government) and other legal proceedings



Auditors' Report on the Financial Statements

Unmodified Opinion

- Financial Statements are presented fairly in accordance with accounting principles generally accepted in the United States of America.
- In other words, the numbers and disclosures are materially accurate.



Auditors' Report on the Major Program

Unmodified Opinion

- Complied, in all material respects, with the program requirements that are direct and material to the Public Safety Partnership and Community Policing Grants.
- We audited 23% of the total federal expenditures as part of the single audit.



Other Auditors' Reports

GAGAS Report on *Internal Control Over Financial Reporting* and on *Compliance and Other Matters*

- 1 Significant Deficiency
- 2 Other Matters

Report on *Compliance for Each Major Program* and on *Internal Control Over Compliance* Required by the Uniform Guidance

- No findings noted



Communication with Governing Body

U.S. GAAS Requirements

Deficiencies in Internal Control

Any material weaknesses and significant deficiencies in the design or operation of internal control that came to the Auditors' attention during the audit must be reported to the County Commission.

CCPAs Communication

Material weakness

None noted

Significant deficiency

2025-001 — Ten Year Property Tax Schedule

Other Matters (NM required)

2025-002 — Discrepancies in Bank Reconciliation

2025-003 — Unallowable Expenditures for the DWI Grant



Communication with Governing Body

U.S. GAAS Requirements

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CCPAs Communication

FY 2024 Findings Update

2024-001 —Year-End Financial Close-Resolved

2024-002 —Deficiency in the Property Valuation Assessment Process-Resolved



Other Discussion Items

- GASB Statement No. 75 did have a significant impact on the financial statements with about a \$2 million liability
- GASB Statement No. 68 did have a significant impact in comparison to prior year, it resulted in a liability of \$15M and \$1.9M of pension expense during the year.
- Made several informal recommendations during our audit that were not necessarily 'findings' to enhance the efficiency of processes and also to strengthen the current internal control structure in place. Some are included below:
 - Succession Planning for Key Positions
 - County has made some good improvements in the IT area, the County should continue to do this and continue to test the systems to help prevent any cybersecurity issues.
 - Year end closeout issues with Treasurer's Office having negative cash balances due to incorrect check amounts and resulting in County having to void out checks to prevent over drafting.
 - Vouchers for RISE recipients were purchased by the County but were not timely given out as the County did not have proper tracking procedures in place.
 - Events Center AUP was completed in March 2025



Thank You for the opportunity to serve Curry County!

- The entire Finance team and Treasurer's office were **fantastic** to work with and we appreciate their hard work during the last five months.
- We are available **year-round** as a resources to help your team.
- We have valued our relationship with the County and even though we will be rolling off as this is year eight, don't hesitate to reach out.



*Building strong
and genuine,
long-term
relationships
with our clients
and team
members.*

Bobby Cordova, CPA

Principal

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