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STATE OF NEW MEXICO
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Mark Melhoff
Acting State Controller

Date: August 20, 2023

To: State Agency CFO's

A handwritten signature in black ink, appearing to read "Mark Melhoff", is written over a horizontal line.

From: Mark Melhoff, Acting State Controller/FCD Director

RE: FY24-001 State General Fund Investment Pool – Disclosure to Agency IPA's for FY23 Audits

As provided for in Chapter 8-6 of the New Mexico Statutes Annotated 1978, the State Treasurer shall receive and keep all monies of the state, except when otherwise provided, and shall disburse the public money upon lawful warrants. The State Treasurer's Office (STO) acts as the State's bank when agency cash receipts are deposited and later pooled into a statewide investment fund, also referred to as the State General Fund Investment Pool (SGFIP). In times when cash amounts are greater than immediate needs, the amounts are placed into short-term investments. When agencies make payments to vendors and employees, they are made from this pool and their claims on the pool are reduced.

The comprehensive cash reconciliation model which compares aggregated agency claims on the SGFIP to the associated resources held by the State Treasurer's Office has been completed for fiscal year 2023. This process has been previously reviewed and is analyzed annually, by the IPAs performing audits of the General Fund, the Department of Finance and Administration, and the State of New Mexico's Annual Financial Report. These reviews have deemed the process sound and the Department fully compliant with reconciliation requirements. The purpose of this memo is to provide the following assertions:

- As of June 30, 2023, resources held in the pool were equivalent to the corresponding business unit claims on those resources
- All claims, as recorded in SHARE, shall be honored at face value

If you have questions please contact me directly.

cc: DFA Secretary Wayne Propst
State Auditor Joseph M. Maestas, P.E.
State Treasurer Laura M. Montoya
ACFR Unit Files