

Accounting & Consulting Group, LLP

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Certified Public Accountants

STATE OF NEW MEXICO  
CARLSBAD MUNICIPAL SCHOOL DISTRICT NO. 20  
ANNUAL FINANCIAL REPORT  
JUNE 30, 2011



**STATE OF NEW MEXICO**  
**CARLSBAD MUNICIPAL SCHOOL DISTRICT NO. 20**  
**ANNUAL FINANCIAL REPORT**  
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## **INTRODUCTORY SECTION**

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**STATE OF NEW MEXICO**  
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Official Roster  
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<u>Name</u>		<u>Title</u>
	<b><u>Board of Education</u></b>	
Ron Singleton		President
Steve West		Vice President
Doris Bruton Carleton		Secretary
Andre Harris		Member
Abel Montoya		Member
	<b><u>School Officials</u></b>	
Gary Perkowski		Superintendent
Laura Garcia		Director of Finance

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**FINANCIAL SECTION**



**Accounting & Consulting Group, LLP**  
Certified Public Accountants

## **Independent Auditors' Report**

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Carlsbad Municipal School District No. 20  
Carlsbad, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the general fund, the Title I - IASA special revenue fund, the Entitlement IDEA-B special revenue fund and the aggregate remaining fund information of Carlsbad Municipal School District No. 20 (the "District") as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the District's nonmajor governmental funds, the combining financial statements for the general fund, the component unit funds and the respective budgetary comparisons for the bond building capital projects fund, the capital improvements SB-9 capital projects fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 as listed in the table of contents. These financial statements are the responsibility of the District'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 the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the standards applicable to financial statement audits contained in the New Mexico State Audit Rule 2.2.2 NMAC. 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and 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 governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2011, and the respective changes in financial position thereof, 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 respective financial position of each nonmajor governmental fund, the combining financial statements for the general fund, and the component unit fund of the District as of June 30, 2011, and the respective changes in financial position thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budgetary comparisons referred to above present fairly, in all material respects, the respective budgetary comparisons for the year then ended in conformity with the cash basis of accounting more fully described in Note 2 which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report date February 9, 2012 on our consideration of the District'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 *Management's Discussion and Analysis* on pages 14 through 18 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as Supporting Schedules I through V in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the nonmajor governmental fund financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements the combining and individual fund financial statements and the budgetary comparisons, taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

*Accounting & Consulting Group, LLP*

Accounting & Consulting Group, LLP  
Roswell, New Mexico  
February 9, 2012

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Management's Discussion and Analysis  
 June 30, 2011

**Introduction**

This discussion and analysis of Carlsbad Municipal School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for fiscal year 2010-11 are as follows:

- Capital assets decreased from \$111,950,060 in the year ending June 30, 2010 to \$ 111,398,456 in the year ending June 30, 2011. This decrease is attributed to the prior period adjustment of \$5,400,120 to construction in progress which was offset by capital outlay expenditures of \$4,889,440. Asset deletions were \$40,924 in the year ended June 30, 2011.
- Accumulated depreciation as of June 30, 2011 totaled \$47,320,800. This includes current year depreciation of \$3,796,532.
- The overall fund balance increased from \$20,966,689 for the year ending June 30, 2010 to \$26,931,007 for the year ending June 30, 2011. The increase is primarily attributed to bonds issued at the end of fiscal year 2011.
- Total assets of governmental activities increased \$2,159,903. Current assets decreased by \$600,933, while non-current assets increased by \$2,760,836.
- Total liabilities of governmental activities increased by \$5,881,805. The increase can be primarily attributed to an increase in bonds payable issued at the end of fiscal year 2011.
- The District had approximately \$62.1 million in expenses related to governmental activities: \$13.1 million of these expenses were offset by program specific charges for services and sales, grants, and contributions. General revenues (primarily State Equalization Guarantee, property taxes, and grants and entitlements) of approximately \$50.9 million were adequate to provide for these programs.

Condensed Statement of Net Assets

	June 30, 2011	June 30, 2010	June 30, 2009
	<u>Governmental</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>
Current and other assets	\$ 21,492,985	\$ 22,093,918	\$ 29,300,924
Noncurrent Assets	71,218,170	68,457,334	61,693,952
Total assets	<u>92,711,155</u>	<u>90,551,252</u>	<u>90,994,876</u>
Long-term debt outstanding	14,266,054	7,980,084	9,535,000
Other liabilities	2,563,497	2,967,662	6,977,651
Total liabilities	<u>16,829,551</u>	<u>10,947,746</u>	<u>16,512,651</u>
Net assets	<u>\$ 75,881,604</u>	<u>\$ 79,603,506</u>	<u>\$ 74,482,225</u>
Invested in capital assets net of related debt	\$ 56,202,656	\$ 58,850,072	\$ 50,558,952
Restricted	16,754,517	11,706,154	15,122,197
Unrestricted	2,924,431	9,047,280	8,801,076
Total net assets	<u>\$ 75,881,604</u>	<u>\$ 79,603,506</u>	<u>\$ 74,482,225</u>

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**June 30, 2011**

Condensed Statement of Activities

	<u>June 30, 2011</u>	<u>June 30, 2010</u>	<u>June 30, 2009</u>
	<u>Governmental</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>
Charges for services	\$ 1,805,140	\$ 1,983,035	\$ 1,602,192
Operating grants	10,503,350	9,788,142	9,256,871
Capital grants	778,556	27,215	989,294
General revenues			
Taxes	8,373,730	7,767,980	8,163,420
State aid	42,306,561	46,300,777	47,163,214
Other	244,459	430,435	109,481
Total revenue	<u>64,011,796</u>	<u>66,297,584</u>	<u>67,284,472</u>
Expenses:			
Instruction	33,277,857	35,550,419	33,828,840
Support services:			
Students	12,793,303	11,390,634	5,008,137
Instruction	-	-	2,365,064
General administration	-	-	531,676
School administration	-	-	3,496,029
Central services	1,478,413	1,428,652	1,446,885
Operation & maintenance of plant	6,715,147	6,442,621	6,424,705
Student transportation	1,484,421	1,731,142	1,751,947
Other support	-	-	-
Operation of non instructional services:			
Food services	3,295,435	3,271,731	3,444,854
Community services	86,039	78,998	83,710
Inventory exempt - unallocated	-	-	2,203,105
Interest on long term debt	305,232	375,743	692,148
Depreciation	2,642,386	2,346,572	2,100,640
Total expenses	<u>62,078,233</u>	<u>62,616,512</u>	<u>63,377,740</u>
Increase (decrease) in net assets	<u>\$ 1,933,563</u>	<u>\$ 3,681,072</u>	<u>\$ 3,906,732</u>

**Using the Basic Financial Statements**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Carlsbad Municipal School District as a financial whole, or as an entire operating entity.

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in a single column. For Carlsbad Municipal School District, the General Fund is the most significant fund.



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Management's Discussion and Analysis  
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**Reporting the School District as a Whole**

**Statement of Net Assets and Statement of Activities**

While this report contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2011?" The statement of net assets and the statement of activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting system used by most private sector companies. The accrual basis of accounting considers all of the current year's revenues and expenses regardless of when cash was received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it identifies whether the financial position of the School District has improved or diminished for the School District as a whole. The cause of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's property tax base, facility conditions, required educational programs, and other factors.

In the Statement of Net Assets and the Statement of Activities, the School District reports only governmental activities:

**Governmental Activities** – Most of the School District's programs and services are reported in this statement including instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Title 1-IASA, Entitlement IDEA-B, Bond Building, and the Capital Improvements SB-9 Fund.

**Governmental Funds**

Most of the School District's activities are reported in governmental funds, which focus on how monies flow into and out of those funds and the balances left at fiscal year end for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or differences, between governmental activities reported in the statement of net assets and the statement of activities and the governmental funds is reconciled in the financial statements.

**Governmental Activities**

The Statement of Activities reflects the cost of program services and the charges for services and sales, grants, and contributions offsetting those services. The Statement of Activities, for government activities, indicates the total cost of services and the net cost of services. It identifies the cost of these services supported by revenues from state entitlements.

The dependence upon revenues from the State of New Mexico for governmental activities is apparent. Over 79 percent of Total Primary Government Expenses are supported through general revenues. This percentage dropped from 87 percent in the prior year due to the budget crisis experienced at the State level. The State's budget crisis resulted in a \$5.3 million reduction in funding from State sources for our District for the three-year period from 2008-09 to 2010-11. This funding reduction from State sources was "backfilled" using Federal Passthrough State Public Education, Federal Direct Grants and American Recovery and Reinvestment Act (ARRA). In 2010-11, the District received an award of \$451,930 in Federal Stabilization funding and \$1.2 million in Education Jobs funding. The District worked diligently to follow spending guidelines received from the State Public Education Department and heeded the warning regarding the possible "funding

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cliff" that would result should this one-time funding source be used for recurring costs. The District managed the Federal Stabilization and Education Jobs Funds with great care, ensuring that expenditures were made for one-time investments that would create long term efficiencies. The net reduction in funding was \$3.7 million over a three-year period. The District worked with all stakeholders to identify areas for budget cuts and was able to bring the budget into balance by reducing administration and other non-instructional areas.

The School District's food service operation is dependent upon revenues from federal sources. The School District's food service operation had revenues of approximately \$3.4 million and expenses of approximately \$3.3 million for fiscal year 2011. The food service operation has remained self-sufficient and has not required a subsidy from the General Fund. The food service operation receives no support from tax revenues.

**The School District's Funds**

The School District's governmental funds are accounted for using the modified accrual basis of accounting. Total governmental funds had revenues and other financing sources of approximately \$63.7 million and expenditures of \$64.9 million. Total other financing sources were \$7.1 million. The net change in fund balance for the year was an increase of approximately \$5.9 million. The increase is primarily attributed to bonds issued at the end of fiscal year 2011.

**General Fund Budgeting Highlights**

The School District's budget is prepared in compliance with New Mexico statute and New Mexico Public Education Department regulation and is based on revenue and expenditure trends, current year projections for certain transactions including cash receipts, disbursements, and encumbrances and is driven by the Educational Plan for Student Success. The budget development process requires the creation of District and School budget advisory committees with representation from all stakeholder groups. The primary focus of the District's budget development process is the General Fund due to funding challenges, legislative mandates for the educational programs and provision of student services, staffing and other operating decisions.

During the course of fiscal year 2011, the School District amended its budget as needed.

The following table examines the summary budget performance of the major and combined non-major funds for the fiscal year ending June 30, 2011. Detail budget performance is examined through the budgetary comparison statements for each fund.

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund	\$ 51,218,497	\$ 49,683,747	\$ 44,650,126	\$ 5,033,621
Title 1 - IASA Fund	1,324,257	1,612,296	1,206,533	405,763
Entitlement IDEA-B Fund	-	1,671,157	1,394,790	276,367
Bond Building Fund	3,351,451	3,897,429	2,644,818	1,252,611
Capital Improvements SB-9 Fund	3,947,447	6,550,780	2,004,662	4,546,118
Other Governmental Funds	22,484,439	29,068,781	17,529,225	11,539,556
<b>Total - All Funds</b>	<u>\$ 87,765,387</u>	<u>\$ 91,889,645</u>	<u>\$ 72,014,556</u>	<u>\$ 23,054,035</u>

For the General Fund, final budgeted revenues were approximately \$45.1 million.

General Fund expenditures and other financing uses were budgeted at \$49.7 million while actual expenditures were \$44.6 million. The variance between budget and actual expenditures was approximately \$5.0 million and was the result of budgeted emergency reserve not used during the year and other savings throughout the budget.

The General Fund is predominately funded by revenues from the State of New Mexico as allocated through the State Equalization Guarantee (SEG) formula, the Transportation formula and Instructional Materials awards. This fund covers the costs for employee salaries and benefits, fixed costs including utilities and insurance, school and department operating allocations and reserves.

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Actual revenues for the general fund were \$45.4 million. Total revenues from state sources amounted to \$42.7 million or 94% of the total. The excess of revenues over expenditures was \$742,793 for fiscal year 2011.

**Capital Assets and Debt Administration**

**Capital Assets**

At the end of fiscal 2011, the District had approximately \$111.4 million invested in capitalized assets with associated accumulated depreciation of \$47.3 million (see note 6). The value of District owned land and buildings were adjusted to correspond to historical cost or appraised value (if historical cost was not available).

**Debt**

The total principal amount paid for outstanding debt for the year ending June 30, 2011 was \$1,660,000; an increase from the \$1,600,000 principal paid for outstanding debt for the year ending June 30, 2010. Principal and interest payments continue for the General Obligation Bonds issued in 2004 for \$7.1 million and in 2007 for an additional \$7.1 million. One June 24, 2011 the District issued additional general obligation bonds for \$7,000,000. The District had outstanding bonds payable in the amount of \$14,875,000 for the year ending June 30, 2011.

**Economic Factors and Next Year's Budget**

Carlsbad Municipal School is located in Eddy County. Eddy County, like the rest of urban New Mexico, has a strong and balanced economy. Employment in the area has been stable for the past three years.

While Eddy County's population continues to increase, Carlsbad Municipal School District has experienced a decline in enrollment since the peak of 7,031 students in 1993-94. The number of school age children has declined for the past several years and is projected to stabilize in the following years. The enrollment for 2009-10 was 5,750 and the enrollment for 2010-11 was 5,759. Projected enrollment for 2011-12 is 5,845, which substantiates the stabilization prediction for the following years.

Carlsbad Municipal School District received approximately 46% of the 2010-11 approved annual operating budget from the State of New Mexico through the State Equalization Guaranteed Funding. The objectives of the formula are (1) to equalize educational opportunity statewide (by crediting certain local and federal support and then distributing state support in an objective manner) and (2) to retain local autonomy in actual use of funds by allowing funds to be used in local districts at the discretion of local policy making bodies. The basis for the formula is in the number of students enrolled. Weighting factors are assigned to students that receive special services, i.e., special education and bilingual education services as well as other factors based on the training and experience of the teaching staff and the district's at-risk population.

**Contacting the School District's Financial Management**

The financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to reflect the School District's accountability for the monies it receives. Questions about this report or requests for additional financial information may be directed to:

Laura Garcia  
Director of Finance  
Carlsbad Municipal Schools  
408 N. Canyon  
Carlsbad, NM 88220  
[Laura.Garcia@carlsbad.k12.nm.us](mailto:Laura.Garcia@carlsbad.k12.nm.us)  
(505) 234-3300

**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Statement of Net Assets  
 June 30, 2011

	Governmental Activities	Component Unit
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 18,043,096	\$ 423,278
Receivables:		
Taxes	1,146,538	
Due from other governments	1,498,734	69,838
Other	324,342	-
Inventory	480,275	-
Total current assets	21,492,985	493,116
Noncurrent assets		
Restricted cash and cash equivalents-unspent bond proceeds	7,000,000	-
Bond issuance costs, net of amortization of \$47,635	140,514	-
Capital assets	111,398,456	117,619
Less: accumulated depreciation	(47,320,800)	(117,619)
Total noncurrent assets	71,218,170	-
Total assets	\$ 92,711,155	\$ 493,116

The accompanying notes are an integral part of these financial statements

	Governmental Activities	Component Unit
<b>Liabilities</b>		
Current liabilities		
Accounts payable	\$ 1,113,103	\$ 65,263
Accrued payroll	32,856	104,392
Accrued interest	127,219	-
Current portion of accrued compensated absences	290,319	-
Current portion of bonds payable	1,000,000	-
Total current liabilities	<u>2,563,497</u>	<u>169,655</u>
Noncurrent liabilities		
Accrued compensated absences	169,173	-
Bond premiums, net of amortization of \$27,467	221,881	-
Bonds payable	13,875,000	-
Total noncurrent liabilities	<u>14,266,054</u>	<u>-</u>
Total liabilities	<u>16,829,551</u>	<u>169,655</u>
<b>Net assets</b>		
Invested in capital assets, net of related debt	56,202,656	-
Restricted for:		
Special revenue	1,903,485	4,551
Debt service	1,578,918	-
Capital projects	13,272,114	56,878
Unrestricted	2,924,431	262,032
Total net assets	<u>75,881,604</u>	<u>323,461</u>
Total liabilities and net assets	<u>\$ 92,711,155</u>	<u>\$ 493,116</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Statement of Activities  
 For the Year Ended June 30, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
Instruction	\$ 33,277,857	\$ 603,221	\$ 4,075,650	\$ 476,661
Support services	12,793,303	231,902	1,566,839	183,301
Central services	1,478,413	26,799	181,066	21,176
Operation and maintenance of plant	6,715,147	121,724	822,426	96,186
Student transportation	1,484,421	-	1,446,456	-
Food services operations	3,295,435	819,935	2,400,375	-
Community services operations	86,039	1,560	10,537	1,232
Interest on long-term debt	305,232	-	-	-
Depreciation-unallocated	2,642,386	-	-	-
	<u>\$ 62,078,233</u>	<u>\$ 1,805,140</u>	<u>\$ 10,503,350</u>	<u>\$ 778,556</u>
<b>Component Unit Activities:</b>				
Jefferson Montessori Academy	<u>\$ 1,800,429</u>	<u>\$ 28,050</u>	<u>\$ 231,425</u>	<u>\$ 120,364</u>

**General Revenues:**

Taxes:

- Property taxes, levied for operating programs
- Property taxes, levied for debt services
- Property taxes, levied for capital projects
- Oil and gas
- State equalization guarantee
- Interest and investment earnings
- Miscellaneous
- Loss on disposal of capital assets
- Transfer to Public Education Department

Subtotal, general revenues

Changes in net assets

- Net assets, beginning
- Restatement (Note 14)
- Net assets beginning of the year as restated
- Net assets, ending

The accompanying notes are an integral part of these financial statements

<b>Net (Expense) Revenue and Changes in Net Assets</b>	
<b>Primary Government</b>	<b>Component Unit</b>
<b>Governmental Activities</b>	<b>Charter School</b>
\$ (28,122,325)	\$ -
(10,811,262)	-
(1,249,372)	-
(5,674,811)	-
(37,965)	-
(75,125)	-
(72,710)	-
(305,232)	-
(2,642,386)	-
(48,991,187)	-
	(1,420,590)
688,301	-
1,071,715	-
3,178,919	-
3,434,795	-
42,306,561	1,579,691
47,824	-
254,798	-
(204)	-
(57,959)	-
50,924,750	1,579,691
1,933,563	159,101
79,603,506	164,360
(5,655,465)	-
73,948,041	-
<u>\$ 75,881,604</u>	<u>\$ 323,461</u>



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Balance Sheet  
 Governmental Funds  
 June 30, 2011

	General Fund	Title I - IASA	Entitlement IDEA-B
<i>Assets</i>			
Cash and cash equivalents	\$ 7,938,489	\$ 218,232	\$ 340,221
Receivables:			
Taxes	93,885	-	-
Due from other governments	-	241,808	359,850
Other	11,314	-	-
Inventory	365,304	-	-
Due from other funds	2,320,333	-	-
<i>Total assets</i>	\$ 10,729,325	\$ 460,040	\$ 700,071
<i>Liabilities and fund balances</i>			
<i>Liabilities</i>			
Accounts payable	\$ 193,249	\$ -	\$ 19,118
Accrued payroll	14,751	-	648
Deferred revenue	31,898	-	-
Due to other funds	420,598	460,000	700,000
<i>Total liabilities</i>	660,496	460,000	719,766
<i>Fund balances</i>			
Nonspendable	365,304	-	-
Spendable:			
Restricted	-	40	-
Committed	-	-	-
Unassigned	9,703,525	-	(19,695)
<i>Total fund balances</i>	10,068,829	40	(19,695)
<i>Total liabilities and fund balances</i>	\$ 10,729,325	\$ 460,040	\$ 700,071

The accompanying notes are an integral part of these financial statements

Bond Building	Capital Improvements SB- 9	Other Governmental Funds	Total
\$ 8,245,682	\$ 3,727,700	\$ 4,572,772	\$ 25,043,096
-	382,399	670,254	1,146,538
-	-	897,076	1,498,734
-	-	313,028	324,342
-	-	114,971	480,275
-	112,621	307,977	2,740,931
<u>\$ 8,245,682</u>	<u>\$ 4,222,720</u>	<u>\$ 6,876,078</u>	<u>\$ 31,233,916</u>
\$ 381,789	\$ 210,009	\$ 308,938	\$ 1,113,103
-	-	17,457	32,856
-	132,536	251,585	416,019
-	-	1,160,333	2,740,931
<u>381,789</u>	<u>342,545</u>	<u>1,738,313</u>	<u>4,302,909</u>
-	-	114,971	480,275
7,863,893	3,880,175	3,641,781	15,385,889
-	-	1,389,595	1,389,595
-	-	(8,582)	9,675,248
<u>7,863,893</u>	<u>3,880,175</u>	<u>5,137,765</u>	<u>26,931,007</u>
<u>\$ 8,245,682</u>	<u>\$ 4,222,720</u>	<u>\$ 6,876,078</u>	<u>\$ 31,233,916</u>

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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Governmental Funds  
 Reconciliation of the Balance Sheet to the Statement of Net Assets  
 June 30, 2011

Exhibit B-1  
 Page 2 of 2

Amounts reported for governmental activities in the Statement of  
 Net Assets are different because:

Fund balances - total governmental funds	\$	26,931,007
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds		64,077,656
Other noncurrent assets are not available to pay for current period expenditures and therefore, are deferred in the funds:		
Bond issuance costs		140,514
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities		416,019
Interest on long-term debt is not accrued in the fund financial statements unless it is due and payable:		
Accrued interest		(127,219)
Some liabilities, including bonds payable and compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued compensated absences		(459,492)
Bond premiums		(221,881)
Bonds payable		(14,875,000)
		(15,556,373)
Total net assets - governmental activities	\$	75,881,604

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Statement of Revenues, Expenditures and Changes in Fund Balances  
 Governmental Funds  
 For the Year Ended June 30, 2011

	General Fund	Title I - IASA	Entitlement IDEA-B
<i>Revenues</i>			
Taxes	\$ 675,870	\$ -	\$ -
Federal flowthrough	-	1,206,122	1,387,627
Federal direct	26,890	-	-
Local grants	11,195	-	43
State flowthrough	42,306,561	-	-
State direct	464,533	-	-
Combined state/local	-	-	-
Transportation distribution	1,446,456	-	-
Charges for services	447,400	-	-
Investment income	34,335	-	-
Miscellaneous	12,288	-	-
<i>Total revenues</i>	<u>45,425,528</u>	<u>1,206,122</u>	<u>1,387,670</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	26,738,843	1,034,379	1,192,907
Support services	9,468,487	171,754	192,675
Central services	1,467,023	-	-
Operation and maintenance of plant	5,469,346	-	-
Student transportation	1,446,456	-	-
Food services operations	1,664	-	-
Community services operations	78,446	-	-
Capital outlay	-	-	21,783
<i>Debt service:</i>			
Bond issuance costs	12,470	-	-
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>44,682,735</u>	<u>1,206,133</u>	<u>1,407,365</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>742,793</u>	<u>(11)</u>	<u>(19,695)</u>
<i>Other financing sources (uses)</i>			
Transfer in (out)	42,747	(13,990)	(10,821)
Transfer (out) to Public Education Department	-	-	-
Bond proceeds	-	-	-
Bond premium	-	-	-
<i>Total other financing sources (uses)</i>	<u>42,747</u>	<u>(13,990)</u>	<u>(10,821)</u>
<i>Net change in fund balances</i>	785,540	(14,001)	(30,516)
<i>Fund balances - beginning</i>	<u>9,283,289</u>	<u>14,041</u>	<u>10,821</u>
<i>Fund balances - ending</i>	<u>\$ 10,068,829</u>	<u>\$ 40</u>	<u>\$ (19,695)</u>

The accompanying notes are an integral part of these financial statements

<u>Bond Building</u>	<u>Capital Improvements SB-9</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ -	\$ 2,766,375	\$ 4,622,338	\$ 8,064,583
-	-	4,583,114	7,176,863
-	-	1,243,420	1,270,310
-	-	65,254	76,492
-	290,171	124,032	42,720,764
-	-	430,192	894,725
-	-	2,857	2,857
-	-	-	1,446,456
-	-	1,357,740	1,805,140
3,071	6,194	4,224	47,824
-	-	242,510	254,798
<u>3,071</u>	<u>3,062,740</u>	<u>12,675,681</u>	<u>63,760,812</u>
-	-	3,620,695	32,586,824
206,907	795,555	1,714,947	12,550,325
-	-	-	1,467,023
-	1,130,275	-	6,599,621
-	-	-	1,446,456
-	-	3,229,230	3,230,894
-	-	-	78,446
2,536,917	156,134	2,174,606	4,889,440
65,005	-	-	77,475
-	-	1,660,000	1,660,000
-	-	336,963	336,963
<u>2,808,829</u>	<u>2,081,964</u>	<u>12,736,441</u>	<u>64,923,467</u>
<u>(2,805,758)</u>	<u>980,776</u>	<u>(60,760)</u>	<u>(1,162,655)</u>
-	-	(17,936)	-
-	-	(57,959)	(57,959)
7,000,000	-	-	7,000,000
-	-	184,932	184,932
<u>7,000,000</u>	<u>-</u>	<u>109,037</u>	<u>7,126,973</u>
4,194,242	980,776	48,277	5,964,318
<u>3,669,651</u>	<u>2,899,399</u>	<u>5,089,488</u>	<u>20,966,689</u>
<u>\$ 7,863,893</u>	<u>\$ 3,880,175</u>	<u>\$ 5,137,765</u>	<u>\$ 26,931,007</u>

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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities  
 For the year ended June 30, 2011

Amounts reported for governmental activities in the Statement of Activities  
 are different because:

Net change in fund balances - total governmental funds	\$	5,964,318
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Governmental funds report capital outlays as expenditures. However, in  
 the Statement of Activities, the cost of those assets is allocated over their  
 estimated useful lives and reported as depreciation expense:

Capital expenditures recorded in capital outlay		4,889,440
Depreciation expense		(3,796,532)
Loss on disposal of capital assets		(204)

Revenues in the Statement of Activities that do not provide current financial  
 resources are not reported as revenue in the funds:

Property taxes		309,147
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Expenses in the Statement of Activities that do not consume current financial  
 resources are not reported as expenditures in the funds:

Increase in accrued compensated absences		(7,657)
Decrease in accrued interest		26,364

The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial  
 resources to governmental funds, while the repayment of the principal of long-term  
 debt consumes the current financial resources of governmental funds. Neither  
 transaction, however, has any effect on net assets. Also, governmental funds  
 report the effect of issuance costs, premiums, discounts, and similar items when  
 debt is first issued, whereas these amounts are deferred and amortized in the  
 statement of activities:

Amortization of bond issuance costs		(9,223)
Amortization of bond discounts and premiums		5,367
Bond premium capitalized		(184,932)
Bond issuance costs capitalized		77,475
Bond proceeds		(7,000,000)
Principal payments on bonds		1,660,000

Change in net assets of governmental activities	\$	<u>1,933,563</u>
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The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 General Fund

Exhibit C-1

Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 839,122	\$ 839,122	\$ 660,040	\$ (179,082)
Federal flowthrough	50,000	50,000	-	(50,000)
Federal direct	29,576	29,576	26,890	(2,686)
Local grants	-	-	11,187	11,187
State flowthrough	43,602,817	42,408,368	42,542,703	134,335
Transportation distribution	1,575,538	1,446,456	1,446,456	-
State direct	134,044	134,044	228,391	94,347
Charges for services	213,000	213,000	447,400	234,400
Investment income	32,000	32,000	34,335	2,335
Miscellaneous	15,000	15,000	12,296	(2,704)
<i>Total revenues</i>	<u>46,491,097</u>	<u>45,167,566</u>	<u>45,409,698</u>	<u>242,132</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	28,975,817	27,676,441	26,780,181	896,260
Support services	12,395,514	12,338,479	9,362,123	2,976,356
Central services	1,815,388	2,040,779	1,452,244	588,535
Operation and maintenance of plant	6,322,950	6,088,302	5,529,013	559,289
Student transportation	1,575,538	1,446,456	1,446,455	1
Food services operations	-	12,687	1,664	11,023
Community services operations	83,290	80,603	78,446	2,157
Capital outlay	50,000	-	-	-
<i>Total expenditures</i>	<u>51,218,497</u>	<u>49,683,747</u>	<u>44,650,126</u>	<u>5,033,621</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,727,400)</u>	<u>(4,516,181)</u>	<u>759,572</u>	<u>5,275,753</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,727,400	4,516,181	-	(4,516,181)
<i>Total other financing sources (uses)</i>	<u>4,727,400</u>	<u>4,516,181</u>	<u>-</u>	<u>(4,516,181)</u>
<i>Net change in fund balances</i>	-	-	759,572	759,572
<i>Fund balances - beginning of year</i>	-	-	9,078,652	9,078,652
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,838,224</u>	<u>\$ 9,838,224</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 759,572
Adjustments to revenues for other receivables and deferred revenue				58,577
Adjustments to expenditures for inventory, accounts payable and accrued payroll				(32,609)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 785,540</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Title I - IASA Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	1,324,257	1,612,296	1,357,635	(254,661)
Federal direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	1,324,257	1,612,296	1,357,635	(254,661)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,211,836	1,233,709	1,034,379	199,330
Support services	112,421	378,587	172,154	206,433
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,324,257	1,612,296	1,206,533	405,763
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	151,102	151,102
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	151,102	151,102
<i>Fund balances - beginning of year</i>	-	-	(392,870)	(392,870)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (241,768)	\$ (241,768)
<i>Net change in fund balances (Budget Basis)</i>				\$ 151,102
Adjustments to revenues for due from other governments				(151,514)
Adjustments to expenditures for accrued payroll				(13,589)
<i>Net change in fund balances (GAAP Basis)</i>				\$ (14,001)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Entitlement IDEA-B Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	1,671,157	1,213,362	(457,795)
Federal direct	-	-	-	-
Local grants	-	-	43	43
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,671,157</u>	<u>1,213,405</u>	<u>(457,752)</u>
<i>Expenditures</i>				
Current				
Instruction	-	1,319,436	1,183,090	136,346
Support services	-	300,472	198,258	102,214
Central services	-	16,249	-	16,249
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	35,000	13,442	21,558
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,671,157</u>	<u>1,394,790</u>	<u>276,367</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(181,385)</u>	<u>(181,385)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(181,385)	(181,385)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(178,394)</u>	<u>(178,394)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (359,779)</u>	<u>\$ (359,779)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (181,385)
Adjustments to revenues for due from other governments				174,265
Adjustments to expenditures for accrued payroll				<u>(23,396)</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (30,516)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Statement of Fiduciary Assets and Liabilities  
Agency Funds  
June 30, 2011

Exhibit D-1

*Assets*

Cash and cash equivalents	<u>\$ 58,999</u>
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<i>Total assets</i>	<u><u>\$ 58,999</u></u>
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*Liabilities*

Deposits held in trust for others	<u>\$ 58,999</u>
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<i>Total liabilities</i>	<u><u>\$ 58,999</u></u>
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The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies**

Carlsbad Municipal School District No. 20 (“District”) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government which has oversight responsibility and control over all activities related to the public school education in the City of Carlsbad and surrounding area. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The summary of significant accounting policies of the District is presented to assist in the understanding of the District’s financial statements. The financial statements and notes are the representation of the District’s management who is responsible for their integrity and objectivity. The financial statements and notes of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for the governmental units. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance. The more significant of the District’s accounting policies are described below.

A. *Financial Reporting Entity*

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government’s operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion in the reporting entity. Based upon the application of these criteria, the District has one component unit and is not a component unit of another government agency.

The District’s Board of Education approved the Jefferson Montessori Academy Charter School for operations in accordance with the criteria listed above. The charter school is deemed to be fiscally dependent upon the District and has been deemed to be a separate legal entity based on state statute and is presented as a discrete component unit. The discretely presented component unit does not have separately issued financial statements.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies** (continued)

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function such as the sale of lunch tickets and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function such as state and federal grants. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. *Measurement focus, basis of accounting, and financial statement presentation*

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property tax receivables are recognized in the period for which the taxes are levied, net of estimated refunds and uncollectible amounts. Oil and gas taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. All other revenue items are considered to be measurable and available only when cash is received by the government.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies (continued)**

C. *Measurement focus, basis of accounting, and financial statement presentation (continued)*

The District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by School tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the schools except for those items included in other funds.

The *Title I – IASA Special Revenue Fund* is used to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

The *Entitlement IDEA-B Special Revenue Fund* is used to account for a program funded by a federal grant to assist the District in providing free appropriate public education to all handicapped children. The funding is authorized by the Individuals with Disabilities Education Act, Part B, Section 611-620 as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99457, 100,639, and 101-476, 20 U.S.C. 1411-1420

The *Bond Building Capital Projects Fund* is used to account for the erecting, remodeling, additions and furnishings of school buildings. This particular Bond Building Fund is for the bonds issued in 2007.

The *Capital Improvements SB-9 Capital Projects Fund* is used to account for expenditures of property taxes levied and state matching funds restricted to maintenance and capital improvement projects as adopted by school board resolution. Authority for creation of this fund is NMSA 22-25-1 to 22-25-10.

Additionally, the government reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individual, private organizations, other governments and/or other funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. When both restricted and unrestricted resources are available for use, it's the District's policy to use restricted resources first, then unrestricted resources as needed.

D. *Assets, Liabilities and Net Assets or Equity*

**Deposits and Investments:** The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies** (continued)

D. *Assets, Liabilities and Net Assets or Equity* (continued)

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the Local Government Investment Pool. The Local Government Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of pool shares. As of June 30, 2011, the District does not have any investments with Local Governmental Investment Pool.

**Restricted Assets:** Certain proceeds of the District's revenue bonds and general obligation bonds are classified as restricted assets on the balance sheet because their use is limited by the applicable bond covenants.

**Receivables and Payables:** Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

The District receives monthly income from a tax levy from Eddy County. The funds are collected by the County Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurer in July and August 2011 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2011. Period of availability is deemed to be sixty days subsequent to year end.

Certain Special Revenue funds are administered on a reimbursement method of funding; other funds are operated on a cash advance method of funding. The funds incurred the cost and submitted the necessary request for reimbursement or advance, respectively.

**Inventory:** The District's method of accounting for inventory is the consumption method. Under the consumption approach, governments report inventories they purchase as an asset and defer recognition of the expenditures until the period in which the inventories actually are consumed. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Food Service Special Revenue Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as expenditures at the time individual inventory items are consumed.

U.S.D.A. commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories. No deferred revenue was recorded for unused commodity inventory as of June 30, 2011.

**Capital Assets:** Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Information Technology equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). The District does not have any infrastructure.



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Notes to Financial Statements  
 June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies (continued)**

D. *Assets, Liabilities and Net Assets or Equity (continued)*

**Capital Assets (continued):** The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Library books are deemed to have useful lives of one year and are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction. Construction projects paid for by the Public School Capital Outlay Council are included in the District's capital assets.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Building Improvements	20
Furniture, fixtures and equipment	5-20

**Deferred Revenues:** There are two sets of circumstances in which the District accrues deferred revenue.

- *Unearned revenue* - Under both the accrual and the modified accrual basis of accounting exchange, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue.
- *Unavailable revenue* – Under the modified accrual basis of accounting, revenue must also be susceptible to accrual (it must be both measureable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue.

**Compensated Absences:** The District permits administrative employees to accumulate a limited amount of earned but unused vacation, which will be paid if not used, upon termination from the District. Accumulated sick leave benefits vest with each employee in accordance with District policy. All vacation pay and applicable accumulated sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. No liability is reported for unpaid accumulated sick leave, as no payment is required upon termination of service employees.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

**Long-term Obligations:** In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or straight line method if the difference is inconsequential. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies (continued)**

D. *Assets, Liabilities and Net Assets or Equity (continued)*

**Fund Balance Classification Policies and Procedures:** The District has implemented GASB Statement No. 54 and has defined the various categories reported in fund balance. For committed fund balance, the District's highest level of decision-making authority is the Board of Education. The formal action that is required to be taken to establish a fund balance commitment is the Board of Education.

For assigned fund balance, the Board of Education or an official or body to which the School Board of Education delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

For the classification of fund balances, the District considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the District considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

**Nonspendable Fund Balance:** At June 30, 2011, the nonspendable fund balances in the general fund and food service fund are made up of inventory in the amount of \$365,304 and \$114,971, respectively, which are not in spendable form.

**Restricted and Committed Fund Balance:** At June 30, 2011, the restricted fund balance on the governmental funds balance sheet is made up of \$15,385,889 for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act [22-24-1 NMSA 1978], or any combination of these purposes. The District has also committed fund balance in the amount of \$1,389,595 for food services, athletics, and non-instructional support. The District has no committed fund balance for expenditures in the subsequent year. Residual amounts of fund balance are reported as unassigned in the general fund. There is no minimum fund balance policy.

**Equity Classifications**

*Government-wide Statements*

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt:  
Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets:  
Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets restricted for "special revenue," "debt service" and "capital projects" are described on pages 38 and 61-64.
- c. Unrestricted Net Assets:  
All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies (continued)**

D. *Assets, Liabilities and Net Assets or Equity (continued)*

**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 certain reported amounts and disclosures. The District's estimates include the useful lives of depreciable assets and the current portion of compensated absences. Accordingly, actual results could differ from those estimates.

E. *Revenues*

**State Equalization Guarantee:** School districts in the State of New Mexico receive a 'state equalization guarantee distribution' which is defined as "that amount of money distributed to each school district to insure that the school district's operating revenue, including its local and federal revenues as defined (in Chapter 22, Section 825, NMSA 1978) is at least equal to the school district's program costs."

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$42,306,561 in state equalization guarantee distributions during the year ended June 30, 2011.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$4,629,788 in property tax revenues during the year ended June 30, 2011. The amount is included in revenue from taxes reported in the governmental fund financial statements.

Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

**Transportation Distribution:** School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$1,446,456 in transportation distributions during the year ended June 30, 2011.

**Instructional Materials:** The Public Education Department receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors.

**SB-9 State Match:** The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the Schools under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Notes to Financial Statements  
June 30, 2011

**NOTE 1. Summary of Significant Accounting Policies (continued)**

E. *Revenues (continued)*

**Public School Capital Outlay:** The public school capital outlay fund was created under the provisions of Chapter 22, Article 24, NMSA 1978. The money in the fund may be used for: capital expenditures deemed by the public school capital outlay council to be necessary for an adequate education program per Section 22-24-4(B); core administrative function of the public school facilities authority and for project management expense upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L).

Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

**Federal Grants:** The District receives revenues from various federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operates under its own budget, which has been approved by the Federal Department or the flowthrough agency (usually the New Mexico Public Education Department). The various budgets are approved by the Local School Board and the New Mexico Public Education Department.

The District also receives reimbursement under the National School Lunch and Breakfast for its food services operations, and the distribution of commodities through the New Mexico Human Services Department.

**NOTE 2. Stewardship, Compliance and Accountability**

*Budgetary Information*

Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Public Education Department. Auxiliary student activity accounts are not budgeted.

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

Actual expenditures may not exceed the budget at the function level. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series' this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

The budgetary information presented in these financial statements has been amended in accordance with the above procedures.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Public Education Department.
2. In May or June, the budget is approved by the Board of Education.
3. The school board must certify the budget. The school board meeting is open for the general public unless a closed meeting has been called.

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Notes to Financial Statements  
 June 30, 2011

**NOTE 2. Stewardship, Compliance and Accountability (continued)**

*Budgetary Information (continued)*

4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.
6. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Budget basis expenditures exclude encumbrances.

The School Board may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico Administrative Code 6.20.2.9 prohibits a District from exceeding budgetary control at the function level.

The appropriated budget for the year ended June 30, 2011, was properly amended by the District's Board of Education throughout the year.

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ (4,727,400)	\$ (4,516,181)
Title I-IASA	\$ -	\$ -
Entitlement IDEA-B	\$ -	\$ -
Bond Building	\$ (3,341,451)	\$ (3,887,429)
Capital Improvements SB-9	\$ (379,964)	\$ (2,845,829)
Nonmajor Funds	\$ (7,140,834)	\$ (11,622,668)

The District is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

**NOTE 3. Deposits and Investments**

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2011.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Notes to Financial Statements  
 June 30, 2011

**NOTE 3. Deposits and Investments (continued)**

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing negotiable order of withdrawal (NOW) accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. However, on October 14, 2008, the FDIC announced a new Transaction Account Guarantee (TAG) Program, that provides depositors' with unlimited coverage through December 31, 2010, for insured depository institutions (IDIs) currently participating in the TAG program, with the possibility of an additional extension of up to 12 months without additional rulemaking, upon a determination by the FDIC's Board of Directors that continuing economic difficulties warrant further extension. With regards to this Transaction Guarantee Program, noninterest-bearing checking accounts include Demand Deposit Accounts (DDA's) and any other transaction accounts that has unlimited withdrawals and that cannot earn interest. Also included in this program, are low-interest NOW accounts that cannot earn more than 0.5% interest. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts in all FDIC-insured depository institutions. The separate coverage on noninterest-bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012.

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2011, \$24,287,260 of the District's bank balance of \$26,737,451 was subject to custodial credit risk. \$18,009,378 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name. \$6,187,882 of the District's deposits were uninsured and uncollateralized at June 30, 2011.

	Western Commerce Bank	Wells Fargo Bank	Carlsbad National Bank	Total
Amount of deposits	\$ 11,958,737	\$ 6,113,222	\$ 8,665,492	\$ 26,737,451
FDIC coverage	(250,000)	(1,950,191)	(250,000)	(2,450,191)
Total uninsured public funds	<u>11,708,737</u>	<u>4,163,031</u>	<u>8,415,492</u>	<u>24,287,260</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the District's name	<u>10,667,042</u>	<u>2,065,783</u>	<u>5,366,553</u>	<u>18,099,378</u>
Uninsured and uncollateralized	<u>\$ 1,041,695</u>	<u>\$ 2,097,248</u>	<u>\$ 3,048,939</u>	<u>\$ 6,187,882</u>
Collateral requirement (50% of uninsured funds)	\$ 5,854,369	\$ 2,081,516	\$ 4,207,746	\$ 12,143,631
Pledged Collateral	<u>10,667,042</u>	<u>2,065,783</u>	<u>5,366,553</u>	<u>18,099,378</u>
Over (Under) collateralized	<u>\$ 4,812,673</u>	<u>\$ (15,733)</u>	<u>\$ 1,158,807</u>	<u>\$ 5,955,747</u>

The collateral pledged is listed on Schedule III on this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, school district or political subdivision of the State of New Mexico.

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**NOTE 3. Deposits and Investments (continued)**

Reconciliation to the Statement of Net Assets

The carrying amount of deposits shown above are included in the District's Statement of Net Assets as follows:

Cash and cash equivalents per Exhibit A-1	\$ 18,043,096
Restricted cash and cash equivalents per Exhibit A-1	7,000,000
Agency funds cash per Exhibit D-1	<u>58,999</u>
 Total cash and cash equivalents	 <u>25,102,095</u>
 Add: outstanding checks	 1,725,644
Less: deposits in transit	<u>(90,288)</u>
 Bank balance of deposits	 <u><u>\$ 26,737,451</u></u>

**Component Unit:**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the Component Unit's deposits may not be returned to it. The Component Unit does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2011, \$0 of the component unit's bank balance of \$418,048 was subject to custodial credit risk.

	Western Commerce Bank
Amount of deposits	\$ 418,048
FDIC Coverage	<u>(418,048)</u>
Total uninsured public funds	<u>\$ -</u>
 Collateralized by securities held by pledging institutions or by its trust department or agent in other than the Component Unit's name	    <u>-</u>
Uninsured and uncollateralized	<u>\$ -</u>
 Collateral requirement (50% of uninsured funds)	  \$ -
Pledged Collateral	<u>-</u>
Over (Under) collateralized	<u>\$ -</u>

**STATE OF NEW MEXICO**  
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**NOTE 3. Deposits and Investments (continued)**

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the District's statement of net assets as follows:

Cash and cash equivalents per Exhibit A-1	\$ 423,278
Restricted cash and cash equivalents per Exhibit A-1	<u>-</u>
Total cash and cash equivalents	<u>423,278</u>
Add: outstanding checks	103,845
Less: deposits in transit	(108,875)
Less: petty cash	<u>(200)</u>
Bank balance of deposits	<u><u>\$ 418,048</u></u>

**NOTE 4. Accounts Receivable**

**Primary Government:**

Accounts receivable as of June 30, 2011, are as follows:

	<u>General</u>	<u>Title-I IASA</u>	<u>Entitlement IDEA-B</u>	<u>Capital Improvements SB-9</u>	<u>Total Nonmajor Funds</u>	<u>Total</u>
Taxes receivable:						
Property taxes	\$ 93,885	\$ -	\$ -	\$ 382,399	\$ 670,254	\$ 1,146,538
Due from other governments:						
State	-	241,808	-	-	-	241,808
Federal	-	-	359,850	-	897,076	1,256,926
Other receivables:						
Miscellaneous	<u>11,314</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>313,028</u>	<u>324,342</u>
	<u><u>\$ 105,199</u></u>	<u><u>\$ 241,808</u></u>	<u><u>\$ 359,850</u></u>	<u><u>\$ 382,399</u></u>	<u><u>\$ 1,880,358</u></u>	<u><u>\$ 2,969,614</u></u>

In accordance with GASB No. 33 property tax revenues in the amount of \$251,585 that were not collected with the period of availability have been reclassified as deferred revenue within the governmental fund financial statements. All of the above receivables are deemed 100% collectible.



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**NOTE 4. Accounts Receivable (continued)**

**Component unit:**

Accounts receivable as of June 30, 2011, are as follows:

	<u>Entitlement IDEA-B</u>	<u>Education Jobs Act</u>	<u>Public School Capital Outlay</u>	<u>Total</u>
Due from other governments:				
State	\$ -	\$ -	\$ 25,444	\$ 25,444
Federal	36,760	7,634	-	44,394
Totals by category	<u>\$ 36,760</u>	<u>\$ 7,634</u>	<u>\$ 25,444</u>	<u>\$ 69,838</u>

**NOTE 5. Interfund Receivables, Payables, and Transfers**

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received. All interfund balances are to be repaid within one year.

The composition of interfund balances during the year ended June 30, 2011 is as follows:

**Primary Government:**

<u>Due from Other Fund</u>	<u>Due to Other Fund</u>	<u>Amount</u>
General Fund	Title I - IASA	\$ 460,000
General Fund	Entitlement IDEA-B	700,000
General Fund	Discretionary IDEA-B	135,000
General Fund	Preschool IDEA-B	25,000
General Fund	IDEA-B Early Intervention Services	10,000
General Fund	IDEA Private School Share	10,000
General Fund	IDEA-B "Risk Pool"	10,000
General Fund	Partnerships in Character Ed Pilot	2,000
General Fund	Teacher/Principal Training & Recruiting	100,000
General Fund	Title IV-A Safe & Drug Free Schools & Community	2,000
General Fund	Carl D Perkins Secondary - Current	50,000
General Fund	Carl D Perkins HSTW - Current	20,000
General Fund	HSTW Redistribution	10,000
General Fund	Title I - IASA - Federal Stimulus	65,000
General Fund	Entitlement IDEA-B - Federal Stimulus	200,000
General Fund	Preschool IDEA-B - Federal Stimulus	1,000
General Fund	IDEA-B Early Intervention Services - Stimulus	20,000
General Fund	IDEA Private School Share - Federal Stimulus	5,000
General Fund	Federal Stabilization - SEG	150,000
General Fund	Education Jobs	310,000
General Fund	2008 GO Bond Student Library Fund	1,548
General Fund	Libraries-GO Bonds-Laws of 2004	1,000
General Fund	Beginning Teacher Mentoring Program	11,007
General Fund	Technology Equity	20,478
General Fund	School Improvement Framework	605
General Fund	Libraries - SB310 GO Bonds-Laws of 2006	695
Athletics	General Fund	85,559
Non-Instructional Support	General Fund	23,350
Capital Improvements HB-33	General Fund	199,068
Capital Improvements SB-9	General Fund	112,621
Total Interfund Balances		<u>\$ 2,740,931</u>

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**NOTE 5. Interfund Receivables, Payables, and Transfers – (continued)**

**Component Unit:**

<u>Due from Other Fund</u>	<u>Due to Other Fund</u>	<u>Amount</u>
General Fund	Reading Materials	\$ 3,754
General Fund	Library GO Bonds	2,110
General Fund	Food Services	21,061
Instructional Materials	Food Services	3,742
Entitlement IDEA-B	Food Services	9,561
Public School Capital Outlay	Food Services	<u>7,553</u>
Total Interfund Balances		<u><u>\$ 47,781</u></u>

**Primary Government:**

Transfers are made to various funds to supplement the costs of risk management insurance. The composition of interfund transfers as of June 30, 2011 are as follows:

<u>Transfers Out</u>		<u>Transfers In</u>		<u>Amount</u>
21000	Food Service	11000	General Fund	\$ 11,330
24101	Title I-IASA	11000	General Fund	13,990
24106	IDEA-B Entitlement	11000	General Fund	10,821
24109	IDEA-B Preschool	11000	General Fund	453
24154	Teacher/Principal Training & Recruiting	11000	General Fund	3,302
24157	Title IV-A Safe & Drug Free Schools	11000	General Fund	311
25153	Medicaid Title XIX	11000	General Fund	1,894
28158	Suicide Prevention	11000	General Fund	<u>646</u>
				<u><u>\$ 42,747</u></u>

**STATE OF NEW MEXICO**  
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**NOTE 6. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2011, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and construction in progress are not subject to depreciation.

**Primary Government:**

	Balance June 30, 2010	Additions	Deletions	Prior Period Adjustment	Balance June 30, 2011
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land	\$ 1,346,923	\$ -	\$ -	\$ -	\$ 1,346,923
Construction in progress	6,316,818	2,383,636	574,118	(5,400,120)	2,726,216
Total capital assets not being depreciated	<u>7,663,741</u>	<u>2,383,636</u>	<u>574,118</u>	<u>(5,400,120)</u>	<u>4,073,139</u>
Capital assets being depreciated:					
Land improvements	11,036,884	888,765	-	-	11,925,649
Buildings and improvements	82,630,409	1,635,755	-	29,990	84,296,154
Equipment	10,619,026	555,402	40,924	(29,990)	11,103,514
Total capital assets being depreciated	<u>104,286,319</u>	<u>3,079,922</u>	<u>40,924</u>	<u>-</u>	<u>107,325,317</u>
Less accumulated depreciation:					
Land improvements	2,267,927	476,915	-	-	2,744,842
Buildings and improvements	34,434,557	2,392,455	-	-	36,827,012
Equipment	6,862,504	927,162	40,720	-	7,748,946
Total accumulated depreciation	<u>43,564,988</u>	<u>3,796,532</u>	<u>40,720</u>	<u>-</u>	<u>47,320,800</u>
Total capital assets, net of depreciation	<u>\$ 68,385,072</u>	<u>\$ 1,667,026</u>	<u>\$ 574,322</u>	<u>\$ (5,400,120)</u>	<u>64,077,656</u>

Depreciation expense for the year ended June 30, 2011 was charged to the following functions:

Instruction	\$ 683,376
Support services	242,978
Central services	11,390
Operation and maintenance of plant	106,303
Student transportation	37,965
Food services operations	64,541
Community services operations	7,593
Unallocated	<u>2,642,386</u>
Total	<u>\$ 3,796,532</u>

**STATE OF NEW MEXICO**  
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**NOTE 6. Capital Assets – (continued)**

**Component Unit:**

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets being depreciated:				
Furniture, fixtures and equipment	117,619	-	-	117,619
Less accumulated depreciation:				
Furniture, fixtures and equipment	(114,821)	(2,798)	-	(117,619)
Total capital assets, net of depreciation	<u>\$ 2,798</u>	<u>\$ (2,798)</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation expense for the year ended June 30, 2011 was charged to the following function:

Instruction	<u>\$ 2,798</u>
-------------	-----------------

**NOTE 7. Long-term Debt**

On June 24, 2004 the District issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of the issue was \$7,100,000. The bonds are issued with varying terms, interest rates that range between 2.5% to 4%, and varying amounts of principal maturing each year.

On November 20, 2007 the District issued general obligation bonds to provide funds for purposes of purchasing, improving, renovating, remodeling, upgrading, and making additions to the heating and cooling systems in elementary and secondary schools, restrooms at P.R. Leyva Middle School auditorium, playground equipment at elementary schools, and outside lockers at Carlsbad High School. The original amount of the issue was \$7,100,000. The bonds are issued with varying terms, interest rates that range between 3.75% to 4%, and varying amounts of principal maturing each year.

On June 24, 2011 the District issued general obligation bonds for purposes of providing funds for an on-going school building and renovation program, to purchase or improve schools grounds, to purchase computer software and hardware for student use in public schools, and to provide matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act. The original amount of the issue was \$7,000,000. The bonds are issued with varying terms, interest rates that range between 2% to 3.5%, and varying amounts of principal maturing each year.

All general obligation bonds as of June 30, 2011 are for governmental activities. The following is a summary of the long-term debt and the activity for the year ending June 30, 2011.

**Primary Government:**

	Balance June 30, 2010	Prior Period Adjustments	Additions	Retirements	Balance June 30, 2011	Due Within One Year
Bonds	\$ 9,535,000	\$ -	\$ 7,000,000	\$ 1,660,000	\$ 14,875,000	\$ 1,000,000
Compensated Absences	196,490	255,345	297,976	290,319	459,492	290,319
Total Long-Term Debt	<u>\$ 9,731,490</u>	<u>\$ 255,345</u>	<u>7,297,976</u>	<u>\$ 1,950,319</u>	<u>\$ 15,334,492</u>	<u>\$ 1,290,319</u>

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**NOTE 7. Long-term Debt – (continued)**

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 1,000,000	\$ 399,283	\$ 1,399,283
2013	1,515,000	431,300	1,946,300
2014	1,620,000	384,225	2,004,225
2015	1,185,000	341,025	1,526,025
2016	1,025,000	304,575	1,329,575
2017-2021	5,860,000	919,788	6,779,788
2022-2026	2,670,000	188,575	2,858,575
	<u>\$ 14,875,000</u>	<u>\$ 2,968,771</u>	<u>\$ 17,843,771</u>

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2011, compensated absences increased \$7,657 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities.

**NOTE 8. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. Therefore, the District is a member of the New Mexico Public School Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance.

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$15,000 deductible per occurrence with a maximum annual deductible of \$60,000. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor's Forgery, Credit Card Forgery, and Money Orders. A limit of \$100,000 applies to Money and Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. No settlements exceeded insurance coverage for 2011.

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**NOTE 9. Deficit Fund Balances and Budget Noncompliance Issues**

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds. The following funds reflected a deficit fund balance as of June 30, 2011:

**Primary Government:**

Major Fund:	
Entitlement IDEA-B	\$ 19,695
Non-Major Funds:	
IDEA-B Early Intervention Services	1
Title IV-A Safe & Drug Free Schools and Community	807
Carl D Perkins HSTW Redistribution	3,080
Libraries-GO Bonds-Laws of 2004	49
Beginning Teacher Mentoring Program	3,239
State Equalization Gurantee Federal Stimulus	1,405
Preschool IDEA B -Federal Stimulus	1
Total	\$ 28,277

**Component Unit:**

Major Funds:	
Food Services	\$ 19,430
Entitlement IDEA-B Federal Stimulus	20,507
Education Jobs Act	4,058
Library GO Bonds	2,110
Reading Materials	3,754
	\$ 49,859

- B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2011:

**Primary Government:**

None

**Component Unit:**

Non-Instruction Support Special Revenue Fund		\$ 574
State Equalization Guarantee-Federal Stimulus		
Instruction	\$ 6,866	
Operation and maintenance of plant	71	6,937
Total		\$ 7,511

**STATE OF NEW MEXICO**  
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**NOTE 9. Deficit Fund Balances and Budget Noncompliance Issues**

C. The following funds exceeded budgeted designated cash appropriations for the year ended June 30, 2011:

**Primary Government:**

None

**Component Unit:**

None

The cause for the deficits detailed in letter A. above is inadequate monitoring of cash available to be rebudgeted. To correct this problem the District plans to expand the budget development process to include trend information on fourth quarter revenue and expenditure activity and on prior year actual cash balances for each fund.

**NOTE 10. Pension Plan- Educational Retirement Board**

*Plan Description.* Substantially all of the District's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P. O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at [www.nmerb.org](http://www.nmerb.org).

*Funding Policy.* Effective July 1, 2009 through June 30, 2011, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The District was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross salary of employees earning more than \$20,000 annually. Effective July 1, 2011 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of their gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than 20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22 Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2011, 2010, and 2009 were \$3,638,077, \$3,617,419, and \$4,184,679, respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan**

*Plan Description.* The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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**NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan-** (continued)

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person’s behalf unless that person retires before the employer’s RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer’s effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

*Funding Policy.* The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer’s RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at [www.nmrhca.state.nm.us](http://www.nmrhca.state.nm.us).

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee’s annual salary; each participating employee was required to contribute .8333% of their salary.

In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	1.834%	.917%
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/98 are required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

The District’s contribution to the RHCA for the years ended June 30, 2011, 2010, and 2009 were \$550,322, \$457,035, and \$233,471, respectively, which equal the required contribution for each year.



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**NOTE 12. Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amount, if any, to be immaterial.

The District is involved in various claims and lawsuits arising in the normal course of business. The New Mexico Human Services Department (“HSD”) is seeking recoupment in the approximate amount of \$367,890. HSD claims that the School District was overpaid in that amount after an audit of the School District for services rendered from 7/1/2004 through 6/30/2006. HSD is seeking repayment based on the School District’s failure to provide adequate documentation to support claims made during that time frame. A hearing on this matter has taken place but, as of the date of this report, a final determination had not been received. The likelihood of an unfavorable outcome is unknown. The School District does not believe that the outcomes of any other lawsuits would have a material effect on the financial statements.

**NOTE 13. Commitments**

The District’s commitments as of June 30, 2011 are as follows:

<u>Construction Projects</u>	<u>Projected Completion Date</u>	<u>Contract Amount</u>
AV HVAC	2011-12	\$ 338,048
CHS AUX GYM REMODEL	2011-12	68,643
CHS CANOPY	2011-12	22,241
CHS LOCKERS	2011-12	41,457
CHS MAIN ACADEMIC STAIRS	2011-12	612,076
CHS TRAFFIC CONTROL	2011-12	215
CRAFT HVAC	2011-12	142,219
DISTRICT-WIDE PARKING	2011-12	10,686
ECEC HVAC	2011-12	153,770
ELEMENTARY HVAC	2011-12	68,688
HILLCREST HVAC	2011-12	163,888
JSS ADA RAMP	2011-12	44,710
JSS HVAC	2011-12	191,148
MONTERREY HVAC	2011-12	152,857
PRL ADA-RESTROOMS	2011-12	455,965
SUNSET HVAC	2011-12	149,294
CHS RETAINING WALL	2011-12	51,962
CHS SIDEWALKS-FOOTBALL FIELD	2011-12	148,012
CHS STADIUM-ATHLETIC FIELD SIGNS	2011-12	17,594
CRAFT CAFETERIA (SINK/DISPOSAL)	2011-12	14,033
HILLCREST CAFETERIA (SINK/DISPOSAL)	2011-12	18,419
JSS CAFETERIA (SINK/DISPOSAL)	2011-12	14,033
DISTRICT-WIDE TECH PROJECTORS	2011-12	12,204
		<hr/>
Total commitments		<u>\$ 2,892,163</u>

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**NOTE 14. Restatements**

The District has restated prior year net assets in the government-wide financial statements as a result of the following:

- Compensated absences was understated in the prior year by \$255,345
- Construction in progress was overstated in the prior year by \$5,400,120

The restatement presented in the government-wide financial statements totals \$5,655,465 as presented on Exhibit A-2.

**NOTE 15. Restricted Net Assets**

The government-wide statement of net assets reports \$16,754,517 of restricted net assets, all of which is restricted by enabling legislation. For descriptions of the related restriction for net assets restricted for special revenue, debt service and capital projects, see pages 38 and 61-64.

**NOTE 16. Subsequent Pronouncements**

In November 2010, GASB Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, effective date: 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 standard is expected to have no effect on the District in upcoming years.

In November 2010, GASB Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, effective date: the provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

In December 2010, GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, effective date: the requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The District will implement this standard during fiscal year June 30, 2013.

In June 2011, GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* effective date: the provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

In June 2011, GASB Statement No. 64 *Derivative Instruments: Application of Hedge Accounting Termination Provisions—an amendment of GASB Statement No. 53* effective date: the provisions of Statement 64 are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

**NOTE 17. Subsequent Events**

The date to which events occurring after June 30, 2011, have been evaluated for possible adjustment to the financial statement or disclosures is February 9, 2012. No events occurring after June 30, 2011 necessitate adjustment to the financial statements or disclosure in the notes.

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**SUPPLEMENTARY INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Nonmajor Fund Descriptions  
June 30, 2011

**SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for Federal, State and Local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

**Food Services (21000)** – This fund is utilized to account for Federal and Local sources of income relating to the food service programs. The Cafeteria Fund is segregated into two categories, one being the Federal funds and the other being Non-Federal funds. Federal funds consist of National School Lunch Program, which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. Authority for the creation of this fund is NMSA 22-13-13.

**Athletics (22000)** – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

**Non-Instructional Support (23000)** - To account for funds paid to the Schools for student activity travel. Accumulated funds are used to replace activity buses. Funding authority is the New Mexico Public Education Department.

**PED Fed Loan Clearing (24025)** – To account for revenue received in a prior year for an unidentified program. Refund of the revenue to the Public Education Department is pending receipt of guidance from the payor.

**Discretionary IDEA-B (24107)** – The purpose of this program is to provide administrators and program directors with information and strategies that will support licensed and waived teachers in the areas of special education with day-to-day functions of the classroom. Authority for creation of this fund is Individuals with Disabilities Education Act (IDEA), Part B, Sections 611-617, and Part D, Section 674 as amended, 20 U.S.C. 1411-1417 and 1420, Public Law 105-17.

**Preschool IDEA-B (24109)** – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from age three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

**IDEA-B Early Intervention Services (24112)** – To account for a program funded by a Federal grant to assist the District to make improvements in elementary and secondary education. Funding authorized by Elementary and Secondary Education Act of 1965, as amended, Title I, Chapter 2, Part A; Augustus F. Hawkins-Robert T. Stafford Elementary and Secondary School Improvements of 1988, Public Law 100-297, 20 U.S.C. 2911-2952, 2971-2976.

**IDEA Private School Share (24115)** - Under 34 CFR §§ 300.132-300.133, an LEA must spend a proportionate amount of their IDEA-B Basic Entitlement and, if applicable, Preschool sub-grant funds for special education and related services (“equitable participation services”) to students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district served by the LEA. The private schools must be nonprofit institutions. Children aged three through five are considered to be parentally-placed private school children with disabilities, only if they are enrolled in a private school that meets the definition of elementary school in 34 CFR §300.13. New Mexico State law defines an elementary school as “a public school providing instruction for grades kindergarten through eight, unless there is a junior high school program approved by the state board [department], in which case it means a public school providing instruction for grades kindergarten through six” 22-1-3(A) NMSA 1978.

**IDEA-B “Risk Pool” (24120)** - Entitlement funds that are set aside each year for the Puente para los Ninos high cost child program.

**Partnerships in Char Ed Pilot (24129)** – To account for federal resources for designing and implementing character education programs that take into consideration the views of parents, students, students with disabilities, and other members of the community. Authority for creation of this fund is the Elementary and Secondary Education Act of 1965, as amended, Title V, Part D, Subpart 3, Sec. 5431; 20 U.S.C. 7247.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Nonmajor Fund Descriptions  
June 30, 2011

**Teacher/Principal Training & Recruiting (24154)** – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is the Rehabilitation Act of 1973, as amended, Title III, Section 303(b)-(d). 20 U.S.C. 777a and 797a.

**Title IV-A Safe & Drug Free Schools & Community (24157)** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

**Carl D Perkins Secondary – Current (24174), Carl D Perkins HSTW - Current (24180), Carl D Perkins HSTW – Prior Year (24181), and Carl D Perkins HSTW - Redistribution (24182)** - To provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Public Education Department. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

**Title I - IASA - Federal Stimulus (24201)** – Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

**Entitlement IDEA-B - Federal Stimulus (24206)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the Entitlement IDEA-B grant.

**Preschool IDEA-B - Federal Stimulus (24209)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the Preschool IDEA-B grant.

**IDEA Early Intervention Services - Federal Stimulus (24212)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are for students in kindergarten through grade 12 (with a particular emphasis on students in kindergarten through grade 3) who have not been identified as needing special education or related services but who need additional academic and behavioral support to succeed in the general education environment.

**Education of Homeless - Federal Stimulus (24213)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of Education of Homeless grant.

**IDEA Private School Share - Federal Stimulus (24215)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the IDEA-B Private School Share grant.

**Title XIX Medicaid 3/21 years (25153)** – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children.

**State Equalization Guarantee – Federal Stimulus (25250)** - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds help stabilize the District’s budget in order to minimize and avoid reduction in education services.

**Education Jobs Act (25255)** – Under the America Recovery and Reinvestment Act (ARRA), these Federal Funds were allocated to help stabilize the District’s budget in order to minimize and avoid reduction in education services, including the loss of teacher jobs.

**Microsoft Settlement Funds (26170)** – To account for monies received from the Action for Youth Foundation of New Mexico to be used for providing after-school tutoring in basic skills. Authority for creation of this fund is in the New Mexico Public Education Department’s Policies and Procedures Manual.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Nonmajor Fund Descriptions  
June 30, 2011

**A+ for Energy (26179)** – Grant from BP America that recognizes innovative energy education programs in the classroom. Awarded to the District to purchase materials and supplies to implement the program entitled “Students-As-Teachers: An Energy Resource Project”.

**Dual Credit Instructional Materials (27103)** - SB943 (2007) and SB31 (2008) create a dual credit program that allows public high school students in school districts, charter schools and state-supported schools in the state to earn both high school and college credit for qualifying dual credit courses.

**2008 GO Bond Student Library Fund (27105)** - Must be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program.

**Technology for Education PED (27117)** – The purpose of this grant is to assist the District to develop and implement a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 2215A-1 to 22-15A-10.

**Libraries-GO Bonds-Laws of 2004 (27145)** – In the November 2004 election, New Mexico voters approved GO Bond C for \$6,156,000 to fund public school and juvenile detention libraries statewide. Statute specifies that the funds are available to acquire library books, equipment and library resources for public school and juvenile detention libraries. Per student unit value is \$19.01.

**Beginning Teacher Mentoring Program (27154)** – The objective of this program is to provide beginning teachers an effective transition into the teaching profession, retain capable teachers, improve the achievement of students and improve the overall success of the school. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is NMSA 22-2-8-10.

**Breakfast for Elementary Students (27155)** – To account for Legislative Appropriation to implement Breakfast in the Classroom for elementary students in need of improvement based on AYP designation. Authority for the creation of this fund is the New Mexico Public Education Department.

**Technology Equity (27162)** – To define and develop minimum educational technology adequacy standards to supplement the adequacy standards developed by the public school capital outlay council for school districts to use to identify outstanding serious deficiencies in educational technology infrastructure. Authority for creation of this fund is Section 22-15A-11 NMSA 1978.

**School Improvement Framework (27164)** – Funds will enable the District to act as one of three Regional Quality Centers to provide program development, implementation, training, oversight and funding distribution services to the three Regional Quality Centers. Authority for the creation of this fund is the New Mexico Public Education Department.

**Libraries – SB 301 GO Bonds-Laws of 2006 (27170)** – In the November 2004 election, New Mexico voters approved GO bond C for \$6,156,000 to fund public school and juvenile detention libraries statewide. Statute specifies that the funds are available to acquire library books, equipment and library resources for public schools and juvenile detention libraries.

**School Library Material Fund FY08 (27549)** – To support the acquisition of library books as specified in with the legislative language of 2008 Senate Bill 471 whereas funds were distributed to public and charter schools through the Instructional Materials Bureau.

**NM Energy/Minerals/Natural Resources (28110)** – To account for a direct grant from the New Mexico State Parks for the “Kids ‘n’ Parks” program awarded to Alta Vista and P.R. Leyva Middle Schools for the purpose of transporting students to national parks to complete an academic-based outdoor classroom learning experience. Authority for creation of this fund is by award from New Mexico Energy and Natural Resources Department; Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended, 22-8-12 NMSA 1978; OBMS 020-000-0809-0067-IB.



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**STATE OF NEW MEXICO**  
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Nonmajor Fund Descriptions  
June 30, 2011

**Suicide Prevention (28158)** – Carlsbad was one of four sites selected by the State to receive this grant. To be in operation and a wellness plan must be submitted and approved. A coordinator is required to develop and facilitate intervention programs to reduce the incidence of youth suicide in the selected communities. Training and specific activities are required, such as the development of Peer Helpers and the implementation of a Prevention Curriculum. Authority for creation of this fund was executed by CMS Board of Education at the January 16, 2007 meeting.

**Private Dir Grants (Categorical) (29102)** – To account for local grants awarded to provide additional funding for specific projects. Awards provide training for the District's administration. Some grants were used for beautification purposes at a school site.

**School Based Health Center (29130)** – To account for funds administered by the Department of Health in support of providing Primary Care and Mental Health Service on school campus. Authority for creation of this fund was executed by CMS Board of Education at the August 15, 2006 meeting.

**CAPITAL PROJECTS FUNDS**

Capital projects funds are used to account for acquisition and construction of major facilities other than those financed by proprietary funds and trust funds.

**Public School Capital Outlay (31200)** – To account for special appropriations made by the Public Schools Capital Outlay Council (PSCOC) based on school facility needs. The allocations are made through a standards-based process that ranks the condition of every school building in the State and provides funding to allow public school facilities to meet an adequate level statewide.

**Special Capital Outlay - State (31400)** – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of specific capital outlay projects.

**Capital Improvements HB-33 (31600)** – To account for two mill levy funds authorized by the Public School Capital Improvement Act. The levy must be voted on by local residents and allows the District to impose a property tax.

**DEBT SERVICE FUND**

**Debt Service Fund (41000)** – To accumulate resources for payment of principal and interest due on general obligation bonds. Financing is provided by a special tax levy approved by the voters of the District and assessed by the County Assessor and collected and remitted to the District by the County Treasurer.

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

	Special Revenue			
	Food Services	Athletics	Non-Instructional Support	PED Fed Loan Clearing
<i>Assets</i>				
Cash and cash equivalents	\$ 423,087	\$ 193,527	\$ 395,162	\$ 2,250
Receivables:				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Other	313,028	-	-	-
Inventory	114,971	-	-	-
Due from other funds	-	85,559	23,350	-
	<u>\$ 851,086</u>	<u>\$ 279,086</u>	<u>\$ 418,512</u>	<u>\$ 2,250</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ 24,702	\$ 333	\$ 1,670	\$ 2,250
Accrued payroll	11,557	-	5,856	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
	<u>36,259</u>	<u>333</u>	<u>7,526</u>	<u>2,250</u>
<i>Fund balances</i>				
Nonspendable	114,971	-	-	-
Spendable:				
Restricted	-	-	-	-
Committed	699,856	278,753	410,986	-
Unassigned	-	-	-	-
	<u>814,827</u>	<u>278,753</u>	<u>410,986</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 851,086</u>	<u>\$ 279,086</u>	<u>\$ 418,512</u>	<u>\$ 2,250</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Discretionary IDEA-B	Preschool IDEA-B	IDEA-B Early Intervention Services	IDEA Private School Share	IDEA-B "Risk Pool"	Partnerships in Char Ed Pilot
\$ 68,517	\$ 12,910	\$ 6,321	\$ 4,692	\$ 6,476	\$ 1,390
-	-	-	-	-	-
66,488	20,155	3,678	5,309	3,524	610
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 135,005</u>	<u>\$ 33,065</u>	<u>\$ 9,999</u>	<u>\$ 10,001</u>	<u>\$ 10,000</u>	<u>\$ 2,000</u>
\$ -	\$ 1,984	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
135,000	25,000	10,000	10,000	10,000	2,000
<u>135,000</u>	<u>26,984</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>2,000</u>
-	-	-	-	-	-
5	6,081		1	-	-
-	-	-	-	-	-
-	-	(1)	-	-	-
<u>5</u>	<u>6,081</u>	<u>(1)</u>	<u>1</u>	<u>-</u>	<u>-</u>
<u>\$ 135,005</u>	<u>\$ 33,065</u>	<u>\$ 9,999</u>	<u>\$ 10,001</u>	<u>\$ 10,000</u>	<u>\$ 2,000</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

	Special Revenue			
	Teacher/Principal Training & Recruiting	Title IV-A Safe & Drug Free Schools & Community	Carl D Perkins Secondary - Current	Carl D Perkins HSTW - Current
<i>Assets</i>				
Cash and cash equivalents	\$ 49,906	\$ 903	\$ 25,605	\$ 10,417
Receivables:				
Taxes	-	-	-	-
Due from other governments	71,620	290	24,395	9,583
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ 121,526</u>	<u>\$ 1,193</u>	<u>\$ 50,000</u>	<u>\$ 20,000</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	100,000	2,000	50,000	20,000
<i>Total liabilities</i>	<u>100,000</u>	<u>2,000</u>	<u>50,000</u>	<u>20,000</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Spendable:				
Restricted	21,526	-	-	-
Committed	-	-	-	-
Unassigned	-	(807)	-	-
<i>Total fund balances</i>	<u>21,526</u>	<u>(807)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 121,526</u>	<u>\$ 1,193</u>	<u>\$ 50,000</u>	<u>\$ 20,000</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Carl D Perkins HSTW - Prior Year	Carl D Perkins HSTW - Redistribution	Title I - IASA - Federal Stimulus	Entitlement IDEA- B - Federal Stimulus	Preschool IDEA- B - Federal Stimulus	IDEA Early Intervention Services - Federal Stimulus
\$ 20	\$ 6,920	\$ 12,214	\$ 48,598	\$ 428	\$ 5,572
-	-	-	-	-	-
-	-	52,787	151,402	571	14,428
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 20</u>	<u>\$ 6,920</u>	<u>\$ 65,001</u>	<u>\$ 200,000</u>	<u>\$ 999</u>	<u>\$ 20,000</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	10,000	65,000	200,000	1,000	20,000
-	10,000	65,000	200,000	1,000	20,000
-	-	-	-	-	-
20	-	1	-	-	-
-	-	-	-	-	-
-	(3,080)	-	-	(1)	-
20	(3,080)	1	-	(1)	-
<u>\$ 20</u>	<u>\$ 6,920</u>	<u>\$ 65,001</u>	<u>\$ 200,000</u>	<u>\$ 999</u>	<u>\$ 20,000</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

	Special Revenue			
	Education of Homeless - Federal Stimulus	IDEA Private School Share - Federal Stimulus	Title XIX Medicaid 3/21 Years	State Equalization Guarantee - Federal Stimulus
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 1,031	\$ 338,923	\$ 187
Receivables:				
Taxes	-	-	-	-
Due from other governments	-	3,969	-	152,311
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 338,923</u>	<u>\$ 152,498</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 3,903
Accrued payroll	-	-	44	-
Deferred revenue	-	-	-	-
Due to other funds	-	5,000	-	150,000
	<u>-</u>	<u>5,000</u>	<u>44</u>	<u>153,903</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Spendable:				
Restricted	-	-	338,879	-
Committed	-	-	-	-
Unassigned	-	-	-	(1,405)
	<u>-</u>	<u>-</u>	<u>338,879</u>	<u>(1,405)</u>
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>338,879</u>	<u>(1,405)</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 338,923</u>	<u>\$ 152,498</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Education Jobs Act</u>	<u>Microsoft Settlement Funds</u>	<u>A+ for Energy</u>	<u>Dual Credit Instructional Materials</u>	<u>2008 GO Bond Student Library Fund</u>	<u>Technology for Education PED</u>
\$ 1,949	\$ 25,154	\$ 16	\$ -	\$ 10,032	\$ -
-	-	-	-	-	-
315,685	-	-	-	271	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 317,634</u>	<u>\$ 25,154</u>	<u>\$ 16</u>	<u>\$ -</u>	<u>\$ 10,303</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
310,000	-	-	-	1,548	-
<u>310,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,548</u>	<u>-</u>
-	-	-	-	-	-
7,634	25,154	16	-	8,755	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,634</u>	<u>25,154</u>	<u>16</u>	<u>-</u>	<u>8,755</u>	<u>-</u>
<u>\$ 317,634</u>	<u>\$ 25,154</u>	<u>\$ 16</u>	<u>\$ -</u>	<u>\$ 10,303</u>	<u>\$ -</u>



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

	Special Revenue			
	Libraries-GO Bonds-Laws of 2004	Beginning Teacher Mentoring Program	Breakfast for Elementary Students	Technology Equity
<i>Assets</i>				
Cash and cash equivalents	\$ 951	\$ 7,768	\$ -	\$ 20,478
Receivables:				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ 951</u>	<u>\$ 7,768</u>	<u>\$ -</u>	<u>\$ 20,478</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	1,000	11,007	-	20,478
<i>Total liabilities</i>	<u>1,000</u>	<u>11,007</u>	<u>-</u>	<u>20,478</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Spendable:				
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	(49)	(3,239)	-	-
<i>Total fund balances</i>	<u>(49)</u>	<u>(3,239)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 951</u>	<u>\$ 7,768</u>	<u>\$ -</u>	<u>\$ 20,478</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>School Improvement Framework</u>	<u>Libraries - SB 301 GO Bonds-Laws of 2006</u>	<u>School Library Material Fund FY08</u>	<u>NM Energy/Minerals/Natural Resources</u>	<u>Suicide Prevention</u>	<u>Private Dir Grants (Categorical)</u>
\$ 605	\$ 695	\$ 748	\$ 140	\$ 7,773	\$ 908
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 605</u>	<u>\$ 695</u>	<u>\$ 748</u>	<u>\$ 140</u>	<u>\$ 7,773</u>	<u>\$ 908</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
605	695	-	-	-	-
<u>605</u>	<u>695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	748	140	7,773	908
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>748</u>	<u>140</u>	<u>7,773</u>	<u>908</u>
<u>\$ 605</u>	<u>\$ 695</u>	<u>\$ 748</u>	<u>\$ 140</u>	<u>\$ 7,773</u>	<u>\$ 908</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

	<u>Special Revenue</u>		<u>Capital Projects</u>	
	<u>School Based Health Center</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay - State</u>	<u>Capital Improvements HB- 33</u>
<i>Assets</i>				
Cash and cash equivalents	\$ 9,515	\$ -	\$ -	\$ 1,352,906
Receivables:				
Taxes	-	-	-	404,130
Due from other governments	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	199,068
	<u>9,515</u>	<u>-</u>	<u>-</u>	<u>1,956,104</u>
<i>Total assets</i>	<u>\$ 9,515</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,956,104</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 274,096
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	153,758
Due to other funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>427,854</u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>427,854</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Spendable:				
Restricted	9,515	-	-	1,528,250
Committed	-	-	-	-
Unassigned	-	-	-	-
	<u>9,515</u>	<u>-</u>	<u>-</u>	<u>1,528,250</u>
<i>Total fund balances</i>	<u>9,515</u>	<u>-</u>	<u>-</u>	<u>1,528,250</u>
<i>Total liabilities and fund balances</i>	<u>\$ 9,515</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,956,104</u>

The accompanying notes are an integral part of these financial statements

<u>Debt Service</u>	
<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 1,518,078	\$ 4,572,772
266,124	670,254
-	897,076
-	313,028
-	114,971
-	307,977
<u>\$ 1,784,202</u>	<u>\$ 6,876,078</u>
\$ -	\$ 308,938
-	17,457
97,827	251,585
-	1,160,333
<u>97,827</u>	<u>1,738,313</u>
-	114,971
1,686,375	3,641,781
-	1,389,595
-	(8,582)
<u>1,686,375</u>	<u>5,137,765</u>
<u>\$ 1,784,202</u>	<u>\$ 6,876,078</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	Special Revenue			
	Food Services	Athletics	Non-Instructional Support	PED Fed Loan Clearing
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	2,393,493	-	-	-
Federal direct	-	-	-	-
Local grants	6,882	233	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Charges for services	819,935	157,789	380,016	-
Investment income	558	-	1,168	-
Miscellaneous	201,330	-	41,030	-
<i>Total revenues</i>	<u>3,422,198</u>	<u>158,022</u>	<u>422,214</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	217,970	384,481	-
Support services	-	-	-	-
Food services operations	3,198,029	-	-	-
Capital outlay	80,652	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,278,681</u>	<u>217,970</u>	<u>384,481</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>143,517</u>	<u>(59,948)</u>	<u>37,733</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	(11,330)	-	-	-
Transfer (out) to Public Education Department	-	-	-	-
Bond premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(11,330)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	132,187	(59,948)	37,733	-
<i>Fund balances - beginning</i>	<u>682,640</u>	<u>338,701</u>	<u>373,253</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ 814,827</u>	<u>\$ 278,753</u>	<u>\$ 410,986</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Discretionary IDEA-B	Preschool IDEA-B	IDEA-B Early Intervention Services	IDEA Private School Share	IDEA-B "Risk Pool"	Partnerships in Char Ed Pilot
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
66,488	44,794	4,547	5,309	11,877	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>66,488</u>	<u>44,794</u>	<u>4,547</u>	<u>5,309</u>	<u>11,877</u>	<u>-</u>
38,672	10,798	3,575	811	8,192	-
27,816	35,980	973	4,497	3,685	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>66,488</u>	<u>46,778</u>	<u>4,548</u>	<u>5,308</u>	<u>11,877</u>	<u>-</u>
-	(1,984)	(1)	1	-	-
-	(453)	-	-	-	-
-	-	-	-	-	-
-	(453)	-	-	-	-
-	(2,437)	(1)	1	-	-
5	8,518	-	-	-	-
<u>\$ 5</u>	<u>\$ 6,081</u>	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	Special Revenue			
	Teacher/Principal Training & Recruiting	Title IV-A Safe & Drug Free Schools & Communities	Carl D Perkins Secondary - Current	Carl D Perkins HSTW - Current
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	341,812	-	70,064	43,922
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>341,812</u>	<u>-</u>	<u>70,064</u>	<u>43,922</u>
<i>Expenditures</i>				
Current				
Instruction	323,711	-	48,917	27,338
Support services	18,101	807	7,152	16,584
Food services operations	-	-	-	-
Capital outlay	-	-	13,995	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>341,812</u>	<u>807</u>	<u>70,064</u>	<u>43,922</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(807)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	(3,302)	(311)	-	-
Transfer (out) to Public Education Department	-	-	-	-
Bond premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(3,302)</u>	<u>(311)</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(3,302)	(1,118)	-	-
<i>Fund balances - beginning</i>	<u>24,828</u>	<u>311</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ 21,526</u>	<u>\$ (807)</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Carl D Perkins HSTW - Prior Year	Carl D Perkins HSTW - Redistribution	Title I - IASA - Federal Stimulus	Entitlement IDEA- B - Federal Stimulus	Preschool IDEA- B - Federal Stimulus	IDEA Early Intervention Services - Federal Stimulus
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4,541	3,067	455,444	655,106	2,526	14,848
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,541</u>	<u>3,067</u>	<u>455,444</u>	<u>655,106</u>	<u>2,526</u>	<u>14,848</u>
4,521	5,106	383,365	586,950	1,989	14,012
-	1,041	72,078	68,156	538	836
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,521</u>	<u>6,147</u>	<u>455,443</u>	<u>655,106</u>	<u>2,527</u>	<u>14,848</u>
20	(3,080)	1	-	(1)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>20</u>	<u>(3,080)</u>	<u>1</u>	<u>-</u>	<u>(1)</u>	<u>-</u>
-	-	-	-	-	-
<u>\$ 20</u>	<u>\$ (3,080)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ -</u>



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	Special Revenue			
	Education of Homeless - Federal Stimulus	IDEA Private School Share - Federal Stimulus	Title XIX Medicaid 3/21 Years	State Equalization Guarantee - Federal Stimulus
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	4,585	6,963	-	453,728
Federal direct	-	-	13,297	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	150
<i>Total revenues</i>	<u>4,585</u>	<u>6,963</u>	<u>13,297</u>	<u>453,878</u>
<i>Expenditures</i>				
Current				
Instruction	-	6,768	-	297,262
Support services	4,585	195	-	159,608
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,585</u>	<u>6,963</u>	<u>-</u>	<u>456,870</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>13,297</u>	<u>(2,992)</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	-	-	(1,894)	-
Transfer (out) to Public Education Department	-	-	-	-
Bond premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,894)</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	11,403	(2,992)
<i>Fund balances - beginning</i>	<u>-</u>	<u>-</u>	<u>327,476</u>	<u>1,587</u>
<i>Fund balances - ending</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,879</u>	<u>\$ (1,405)</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Education Jobs Act	Microsoft Settlement Funds	A+ for Energy	Dual Credit Instructional Materials	2008 GO Bond Student Library Fund	Technology for Education PED
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
1,230,123	-	-	-	-	-
-	-	-	-	-	-
-	-	-	7,234	2,597	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,230,123</u>	<u>-</u>	<u>-</u>	<u>7,234</u>	<u>2,597</u>	<u>-</u>
1,222,489	12,852	5,904	7,234	-	-
-	-	-	-	2,597	4,159
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,222,489</u>	<u>12,852</u>	<u>5,904</u>	<u>7,234</u>	<u>2,597</u>	<u>4,159</u>
<u>7,634</u>	<u>(12,852)</u>	<u>(5,904)</u>	<u>-</u>	<u>-</u>	<u>(4,159)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,634</u>	<u>(12,852)</u>	<u>(5,904)</u>	<u>-</u>	<u>-</u>	<u>(4,159)</u>
-	38,006	5,920	-	8,755	4,159
<u>\$ 7,634</u>	<u>\$ 25,154</u>	<u>\$ 16</u>	<u>\$ -</u>	<u>\$ 8,755</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	Special Revenue			
	Libraries-GO Bonds-Laws of 2004	Beginning Teacher Mentoring Program	Breakfast for Elementary Students	Technology Equity
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	31,201	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>31,201</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	3,239	-	-
Support services	-	-	-	-
Food services operations	-	-	31,201	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,239</u>	<u>31,201</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(3,239)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	-	-	-	-
Transfer (out) to Public Education Department	-	-	-	-
Bond premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	(3,239)	-	-
<i>Fund balances - beginning</i>	<u>(49)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ (49)</u>	<u>\$ (3,239)</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

School Improvement Framework	Libraries - SB 301 GO Bonds-Laws of 2006	School Library Material Fund FY08	NM Energy/Minerals/Natural Resources	Suicide Prevention	Private Dir Grants (Categorical)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	8,000	-
-	-	-	-	-	-
-	-	-	-	-	2,857
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	8,000	2,857
-	-	-	-	-	-
-	-	-	-	2,590	1,949
-	-	-	-	702	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	3,292	1,949
-	-	-	-	-	-
-	-	-	-	4,708	908
-	-	-	-	(646)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(646)	-
-	-	-	-	4,062	908
-	-	748	140	3,711	-
\$ -	\$ -	\$ 748	\$ 140	\$ 7,773	\$ 908

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	<u>Special Revenue</u>		<u>Capital Projects</u>	
	<u>School Based Health Center</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay - State</u>	<u>Capital Improvements HB- 33</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ 2,786,278
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	58,139
State flowthrough	75,000	-	-	-
State direct	-	430,192	-	-
Combined state/local	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	2,262
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>75,000</u>	<u>430,192</u>	<u>-</u>	<u>2,846,679</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	80,029	-	-	1,194,169
Food services operations	-	-	-	-
Capital outlay	5,242	430,192	-	1,644,525
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>85,271</u>	<u>430,192</u>	<u>-</u>	<u>2,838,694</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(10,271)</u>	<u>-</u>	<u>-</u>	<u>7,985</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	-	-	-	-
Transfer (out) to Public Education Department	-	-	(57,959)	-
Bond premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(57,959)</u>	<u>-</u>
<i>Net change in fund balances</i>	(10,271)	-	(57,959)	7,985
<i>Fund balances - beginning</i>	<u>19,786</u>	<u>-</u>	<u>57,959</u>	<u>1,520,265</u>
<i>Fund balances - ending</i>	<u>\$ 9,515</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,528,250</u>

The accompanying notes are an integral part of these financial statements

<u>Debt Service</u>			
<u>Debt Service</u>		<u>Total Nonmajor Governmental Funds</u>	
\$ 1,836,060		\$ 4,622,338	
-		4,583,114	
-		1,243,420	
-		65,254	
-		124,032	
-		430,192	
-		2,857	
-		1,357,740	
236		4,224	
-		242,510	
<u>1,836,296</u>		<u>12,675,681</u>	
-		3,620,695	
10,659		1,714,947	
-		3,229,230	
-		2,174,606	
1,660,000		1,660,000	
336,963		336,963	
<u>2,007,622</u>		<u>12,736,441</u>	
<u>(171,326)</u>		<u>(60,760)</u>	
-		(17,936)	
-		(57,959)	
184,932		184,932	
<u>184,932</u>		<u>109,037</u>	
13,606		48,277	
<u>1,672,769</u>		<u>5,089,488</u>	
<u>\$ 1,686,375</u>		<u>\$ 5,137,765</u>	

## STATE OF NEW MEXICO

Statement B-1

Carlsbad Municipal School District No. 20

Food Services Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	2,318,000	2,318,000	2,393,493	75,493
Federal direct	-	-	-	-
Local grants	-	-	6,882	6,882
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	967,000	967,000	578,825	(388,175)
Investment income	1,500	1,500	558	(942)
Miscellaneous	167,548	167,548	201,330	33,782
<i>Total revenues</i>	<u>3,454,048</u>	<u>3,454,048</u>	<u>3,181,088</u>	<u>(272,960)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	3,804,595	3,840,337	3,200,045	640,292
Community services operations	-	-	-	-
Capital outlay	85,000	120,000	76,718	43,282
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,889,595</u>	<u>3,960,337</u>	<u>3,276,763</u>	<u>683,574</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(435,547)</u>	<u>(506,289)</u>	<u>(95,675)</u>	<u>410,614</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	435,547	506,289	-	(506,289)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>435,547</u>	<u>506,289</u>	<u>-</u>	<u>(506,289)</u>
<i>Net change in fund balances</i>	-	-	(95,675)	(95,675)
<i>Fund balances - beginning of year</i>	-	-	518,762	518,762
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 423,087</u>	<u>\$ 423,087</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (95,675)
Adjustments to revenues for other receivables				241,110
Adjustments to expenditures for inventory, accounts payable and accrued payroll				(13,248)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 132,187</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-2

Carlsbad Municipal School District No. 20

Athletics Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	233	233
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	156,000	156,000	157,789	1,789
Investment income	100	100	-	(100)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>156,100</u>	<u>156,100</u>	<u>158,022</u>	<u>1,922</u>
<i>Expenditures</i>				
Current				
Instruction	330,848	494,801	217,637	277,164
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>330,848</u>	<u>494,801</u>	<u>217,637</u>	<u>277,164</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(174,748)</u>	<u>(338,701)</u>	<u>(59,615)</u>	<u>279,086</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	174,748	338,701	-	(338,701)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>174,748</u>	<u>338,701</u>	<u>-</u>	<u>(338,701)</u>
<i>Net change in fund balances</i>	-	-	(59,615)	(59,615)
<i>Fund balances - beginning of year</i>	-	-	338,701	338,701
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 279,086</u>	<u>\$ 279,086</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (59,615)
No adjustments to revenues				-
Adjustments to expenditures for accounts payable				(333)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (59,948)</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-3

Carlsbad Municipal School District No. 20  
 Non-Instructional Support Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	370,000	370,000	379,996	9,996
Investment income	1,500	1,500	1,168	(332)
Miscellaneous	45,000	45,000	41,030	(3,970)
<i>Total revenues</i>	<u>416,500</u>	<u>416,500</u>	<u>422,194</u>	<u>5,694</u>
<i>Expenditures</i>				
Current				
Instruction	797,602	797,602	384,784	412,818
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>797,602</u>	<u>797,602</u>	<u>384,784</u>	<u>412,818</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(381,102)</u>	<u>(381,102)</u>	<u>37,410</u>	<u>418,512</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	381,102	381,102	-	(381,102)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>381,102</u>	<u>381,102</u>	<u>-</u>	<u>(381,102)</u>
<i>Net change in fund balances</i>	-	-	37,410	37,410
<i>Fund balances - beginning of year</i>	-	-	381,102	381,102
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 418,512</u>	<u>\$ 418,512</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 37,410
Adjustments to revenue for other receivables				20
Adjustments to expenditures for accounts payable and accrued payroll				303
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 37,733</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

Carlsbad Municipal School District No. 20  
 PED Fed Loan Clearing Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,250	2,250
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,250</u>	<u>\$ 2,250</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-5

Carlsbad Municipal School District No. 20  
 Discretionary IDEA-B Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	67,277	-	(67,277)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	67,277	-	(67,277)
<i>Expenditures</i>				
Current				
Instruction	-	38,885	38,672	213
Support services	-	28,392	27,816	576
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	67,277	66,488	789
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(66,488)	(66,488)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(66,488)	(66,488)
<i>Fund balances - beginning of year</i>	-	-	5	5
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (66,483)	\$ (66,483)
<i>Net change in fund balances (Budget Basis)</i>				\$ (66,488)
Adjustments to revenues for due from other governments				66,488
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-6

Carlsbad Municipal School District No. 20  
 Preschool IDEA-B Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	51,766	48,728	(3,038)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>51,766</u>	<u>48,728</u>	<u>(3,038)</u>
<i>Expenditures</i>				
Current				
Instruction	-	16,376	10,798	5,578
Support services	-	35,390	33,996	1,394
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>51,766</u>	<u>44,794</u>	<u>6,972</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,934</u>	<u>3,934</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	3,934	3,934
<i>Fund balances - beginning of year</i>	-	-	(16,024)	(16,024)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,090)</u>	<u>\$ (12,090)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,934
Adjustments to revenue for due from other governments				(3,934)
Adjustments to expenditures for accounts payable				(2,437)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (2,437)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-7

Carlsbad Municipal School District No. 20  
 IDEA-B Early Intervention Services Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	5,000	2,726	(2,274)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	5,000	2,726	(2,274)
<i>Expenditures</i>				
Current				
Instruction	-	3,737	3,575	162
Support services	-	1,263	973	290
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,548	452
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,822)	(1,822)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(1,822)	(1,822)
<i>Fund balances - beginning of year</i>	-	-	(1,857)	(1,857)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (3,679)	\$ (3,679)
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,822)
Adjustments to revenue for due from other governments				1,821
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (1)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-8

Carlsbad Municipal School District No. 20  
 IDEA Private School Share Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	5,398	4,870	(528)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,398</u>	<u>4,870</u>	<u>(528)</u>
<i>Expenditures</i>				
Current				
Instruction	-	883	811	72
Support services	-	4,515	4,497	18
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,398</u>	<u>5,308</u>	<u>90</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(438)</u>	<u>(438)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(438)	(438)
<i>Fund balances - beginning of year</i>	-	-	(4,870)	(4,870)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,308)</u>	<u>\$ (5,308)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (438)
Adjustments to revenue for due from other governments				439
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 1</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-9

Carlsbad Municipal School District No. 20  
 IDEA-B "Risk Pool" Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	704	12,364	17,156	4,792
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>704</u>	<u>12,364</u>	<u>17,156</u>	<u>4,792</u>
<i>Expenditures</i>				
Current				
Instruction	688	8,612	8,192	420
Support services	16	3,752	3,685	67
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>704</u>	<u>12,364</u>	<u>11,877</u>	<u>487</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>5,279</u>	<u>5,279</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	5,279	5,279
<i>Fund balances - beginning of year</i>	-	-	(8,803)	(8,803)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,524)</u>	<u>\$ (3,524)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 5,279
Adjustments to revenue for due from other governments				(5,279)
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

Carlsbad Municipal School District No. 20  
 Partnerships in Char Ed Pilot Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(610)	(610)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (610)</u>	<u>\$ (610)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-11

Carlsbad Municipal School District No. 20  
 Teacher/Principal Training & Recruiting Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	385,227	414,222	300,600	(113,622)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	385,227	414,222	300,600	(113,622)
<i>Expenditures</i>				
Current				
Instruction	357,170	362,205	327,013	35,192
Support services	28,057	52,017	18,101	33,916
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	385,227	414,222	345,114	69,108
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(44,514)	(44,514)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(44,514)	(44,514)
<i>Fund balances - beginning of year</i>	-	-	(5,580)	(5,580)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (50,094)	\$ (50,094)
<i>Net change in fund balances (Budget Basis)</i>				\$ (44,514)
Adjustments to revenue for due from other governments				41,212
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (3,302)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-12

Carlsbad Municipal School District No. 20  
 Title IV-A Safe & Drug Free Schools & Communities Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	2,870	30,678	27,808
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	2,870	30,678	27,808
<i>Expenditures</i>				
Current				
Instruction	-	270	-	270
Support services	-	2,600	1,064	1,536
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	2,870	1,064	1,806
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	29,614	29,614
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	29,614	29,614
<i>Fund balances - beginning of year</i>	-	-	(30,711)	(30,711)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (1,097)	\$ (1,097)
<i>Net change in fund balances (Budget Basis)</i>				\$ 29,614
Adjustments to revenue for due from other governments				(30,678)
Adjustments to salaries.				(54)
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (1,118)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-13

Carlsbad Municipal School District No. 20  
 Carl D Perkins Secondary - Current Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	62,262	77,563	46,140	(31,423)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	62,262	77,563	46,140	(31,423)
<i>Expenditures</i>				
Current				
Instruction	47,170	55,969	48,917	7,052
Support services	9,092	7,599	7,152	447
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	6,000	13,995	13,995	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	62,262	77,563	70,064	7,499
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(23,924)	(23,924)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(23,924)	(23,924)
<i>Fund balances - beginning of year</i>	-	-	(471)	(471)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (24,395)	\$ (24,395)
<i>Net change in fund balances (Budget Basis)</i>				\$ (23,924)
Adjustments to revenue for due from other governments				23,924
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-14

Carlsbad Municipal School District No. 20  
 Carl D Perkins HSTW - Current Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	49,929	49,929	57,067	7,138
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	49,929	49,929	57,067	7,138
<i>Expenditures</i>				
Current				
Instruction	38,531	32,964	31,880	1,084
Support services	11,398	16,965	16,584	381
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	49,929	49,929	48,464	1,465
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	8,603	8,603
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	8,603	8,603
<i>Fund balances - beginning of year</i>	-	-	(18,186)	(18,186)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (9,583)	\$ (9,583)
<i>Net change in fund balances (Budget Basis)</i>				\$ 8,603
Adjustments to revenue for due from other governments				(13,145)
Adjustments to expenditures for accounts payable				4,542
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

Carlsbad Municipal School District No. 20  
 Carl D Perkins HSTW - Prior Year Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	4,542	4,541	(1)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,542</u>	<u>4,541</u>	<u>(1)</u>
<i>Expenditures</i>				
Current				
Instruction	-	4,542	4,521	21
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,542</u>	<u>4,521</u>	<u>21</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>20</u>	<u>20</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	20	20
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 20
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 20</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-16

Carlsbad Municipal School District No. 20  
 Carl D Perkins HSTW - Redistribution Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	3,069	6,792	3,067	(3,725)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	3,069	6,792	3,067	(3,725)
<i>Expenditures</i>				
Current				
Instruction	2,486	5,643	5,106	537
Support services	583	1,149	1,041	108
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	3,069	6,792	6,147	645
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(3,080)	(3,080)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(3,080)	(3,080)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (3,080)	\$ (3,080)
<i>Net change in fund balances (Budget Basis)</i>				\$ (3,080)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (3,080)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-17

Carlsbad Municipal School District No. 20  
 Title I - IASA - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	425,000	462,039	484,244	22,205
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	425,000	462,039	484,244	22,205
<i>Expenditures</i>				
Current				
Instruction	338,788	389,900	383,365	6,535
Support services	86,212	72,139	72,078	61
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	425,000	462,039	455,443	6,596
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	28,801	28,801
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	28,801	28,801
<i>Fund balances - beginning of year</i>	-	-	(81,587)	(81,587)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (52,786)	\$ (52,786)
<i>Net change in fund balances (Budget Basis)</i>				\$ 28,801
Adjustments to revenue for due from other governments				(28,800)
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ 1

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-18

Carlsbad Municipal School District No. 20  
 Entitlement IDEA-B - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	770,228	643,105	847,273	204,168
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	63,106	-	(63,106)
<i>Total revenues</i>	<u>770,228</u>	<u>706,211</u>	<u>847,273</u>	<u>141,062</u>
<i>Expenditures</i>				
Current				
Instruction	524,489	625,089	624,748	341
Support services	245,739	71,633	68,719	2,914
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>770,228</u>	<u>696,722</u>	<u>693,467</u>	<u>3,255</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>9,489</u>	<u>153,806</u>	<u>144,317</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(9,489)	-	9,489
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(9,489)</u>	<u>-</u>	<u>9,489</u>
<i>Net change in fund balances</i>	-	-	153,806	153,806
<i>Fund balances - beginning of year</i>	-	-	(305,208)	(305,208)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (151,402)</u>	<u>\$ (151,402)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 153,806
Adjustments to revenue for due from other governments				(192,167)
Adjustments to expenditures for accounts payable				<u>38,361</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-19

Carlsbad Municipal School District No. 20  
 Preschool IDEA-B - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	4,299	2,548	1,955	(593)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	4,299	2,548	1,955	(593)
<i>Expenditures</i>				
Current				
Instruction	3,175	2,007	1,989	18
Support services	1,124	541	538	3
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	4,299	2,548	2,527	21
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(572)	(572)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(572)	(572)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (572)	\$ (572)
<i>Net change in fund balances (Budget Basis)</i>				\$ (572)
Adjustments to revenues for due from other governments				571
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (1)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-20

Carlsbad Municipal School District No. 20  
 IDEA Early Intervention Services - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	15,000	420	(14,580)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,000</u>	<u>420</u>	<u>(14,580)</u>
<i>Expenditures</i>				
Current				
Instruction	-	14,143	14,012	131
Support services	-	857	836	21
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>15,000</u>	<u>14,848</u>	<u>152</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,428)</u>	<u>(14,428)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(14,428)	(14,428)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,428)</u>	<u>\$ (14,428)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (14,428)
Adjustments to revenues for due from other governments				14,428
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-21

Carlsbad Municipal School District No. 20  
 Education of Homeless - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	6,319	4,606	4,585	(21)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,319</u>	<u>4,606</u>	<u>4,585</u>	<u>(21)</u>
<i>Expenditures</i>				
Current				
Instruction	2,637	-	-	-
Support services	3,682	4,606	4,585	21
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,319</u>	<u>4,606</u>	<u>4,585</u>	<u>21</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-22

Carlsbad Municipal School District No. 20  
 IDEA Private School Share - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	7,175	6,863	(312)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	7,175	6,863	(312)
<i>Expenditures</i>				
Current				
Instruction	-	6,910	6,768	142
Support services	-	265	195	70
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	7,175	6,963	212
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(100)	(100)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(100)	(100)
<i>Fund balances - beginning of year</i>	-	-	(3,869)	(3,869)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (3,969)	\$ (3,969)
<i>Net change in fund balances (Budget Basis)</i>				\$ (100)
Adjustments to revenue for due from other governments				100
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-23

Carlsbad Municipal School District No. 20  
 Title XIX Medicaid 3/21 Years Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	150,000	150,000	13,297	(136,703)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	150,000	150,000	13,297	(136,703)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	290,201	477,168	1,973	475,195
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	290,201	477,168	1,973	475,195
<i>Excess (deficiency) of revenues over expenditures</i>	(140,201)	(327,168)	11,324	338,492
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	140,201	327,168	-	(327,168)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	140,201	327,168	-	(327,168)
<i>Net change in fund balances</i>	-	-	11,324	11,324
<i>Fund balances - beginning of year</i>	-	-	327,599	327,599
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 338,923	\$ 338,923
<i>Net change in fund balances (Budget Basis)</i>				\$ 11,324
No adjustments to revenues				-
Adjustments to expenditures and transfers				79
<i>Net changes in fund balances (GAAP Basis)</i>				\$ 11,403

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-24

Carlsbad Municipal School District No. 20  
 State Equalization Guarantee - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	451,930	453,728	301,417	(152,311)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	299	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	150	150
<i>Total revenues</i>	<u>452,229</u>	<u>453,728</u>	<u>301,567</u>	<u>(152,161)</u>
<i>Expenditures</i>				
Current				
Instruction	291,679	294,120	293,214	906
Support services	160,550	159,608	159,608	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>452,229</u>	<u>453,728</u>	<u>452,822</u>	<u>906</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(151,255)</u>	<u>(151,255)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(151,255)	(151,255)
<i>Fund balances - beginning of year</i>	-	-	1,442	1,442
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (149,813)</u>	<u>\$ (149,813)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (151,255)
Adjustments to revenues for due from other governments				152,311
Adjustments to expenditures for accounts payable and accrued payroll				(4,048)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (2,992)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

Carlsbad Municipal School District No. 20  
 Education Jobs Act Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	1,222,489	914,438	(308,051)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,222,489</u>	<u>914,438</u>	<u>(308,051)</u>
<i>Expenditures</i>				
Current				
Instruction	-	1,222,489	1,222,489	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,222,489</u>	<u>1,222,489</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(308,051)</u>	<u>(308,051)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(308,051)	(308,051)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (308,051)</u>	<u>\$ (308,051)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (308,051)
Adjustments to revenues for due from other governments				315,685
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 7,634</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-26

Carlsbad Municipal School District No. 20  
 Microsoft Settlement Funds Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	38,006	12,852	25,154
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>38,006</u>	<u>12,852</u>	<u>25,154</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(38,006)</u>	<u>(12,852)</u>	<u>25,154</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	38,006	-	(38,006)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>38,006</u>	<u>-</u>	<u>(38,006)</u>
<i>Net change in fund balances</i>	-	-	(12,852)	(12,852)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>38,006</u>	<u>38,006</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,154</u>	<u>\$ 25,154</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (12,852)
No adjustments to revenues				-
No adjustments to expenditures				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (12,852)</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-27

Carlsbad Municipal School District No. 20  
A+ for Energy Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	5,920	5,904	16
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,920</u>	<u>5,904</u>	<u>16</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(5,920)</u>	<u>(5,904)</u>	<u>16</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	5,920	-	(5,920)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>5,920</u>	<u>-</u>	<u>(5,920)</u>
<i>Net change in fund balances</i>	-	-	(5,904)	(5,904)
<i>Fund balances - beginning of year</i>	-	-	5,920	5,920
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 16</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (5,904)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (5,904)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Carlsbad Municipal School District No. 20  
 Dual Credit Instructional Materials Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	7,235	7,234	(1)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,235</u>	<u>7,234</u>	<u>(1)</u>
<i>Expenditures</i>				
Current				
Instruction	-	7,235	7,234	1
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,235</u>	<u>7,234</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-29

Carlsbad Municipal School District No. 20  
 2008 GO Bond Student Library Fund Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	2,326	2,326
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	2,326	2,326
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	2,654	2,597	57
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	2,654	2,597	57
<i>Excess (deficiency) of revenues over expenditures</i>	-	(2,654)	(271)	2,383
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	2,654	-	(2,654)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	2,654	-	(2,654)
<i>Net change in fund balances</i>	-	-	(271)	(271)
<i>Fund balances - beginning of year</i>	-	-	8,755	8,755
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 8,484	\$ 8,484
<i>Net change in fund balances (Budget Basis)</i>				\$ (271)
Adjustments to revenue for due from other governments				271
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-30

Carlsbad Municipal School District No. 20  
 Technology for Education PED Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	4,159	-	(4,159)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	4,159	-	(4,159)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	4,159	4,159	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	4,159	4,159	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(4,159)	(4,159)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(4,159)	(4,159)
<i>Fund balances - beginning of year</i>	-	-	4,159	4,159
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Net change in fund balances (Budget Basis)</i>				\$ (4,159)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (4,159)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

Carlsbad Municipal School District No. 20  
 Libraries-GO Bonds-Laws of 2004 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(49)	(49)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (49)</u>	<u>\$ (49)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-32

Carlsbad Municipal School District No. 20  
 Beginning Teacher Mentoring Program Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	3,239	3,239	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,239</u>	<u>3,239</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(3,239)</u>	<u>(3,239)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	3,239	-	(3,239)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,239</u>	<u>-</u>	<u>(3,239)</u>
<i>Net change in fund balances</i>	-	-	(3,239)	(3,239)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,239)</u>	<u>\$ (3,239)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (3,239)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (3,239)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

Carlsbad Municipal School District No. 20  
 Breakfast for Elementary Students Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	31,201	31,201	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,201</u>	<u>31,201</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	31,201	31,201	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>31,201</u>	<u>31,201</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

Carlsbad Municipal School District No. 20  
 Technology Equity Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement B-35

Carlsbad Municipal School District No. 20  
 School Improvement Framework Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

Carlsbad Municipal School District No. 20  
 Libraries - SB 301 GO Bonds-Laws of 2006 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

Carlsbad Municipal School District No. 20  
 School Library Material Fund FY 08 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	748	748
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 748</u>	<u>\$ 748</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-38

Carlsbad Municipal School District No. 20  
 NM Energy/Minerals/Natural Resources Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	140	140
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 140	\$ 140
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-39

Carlsbad Municipal School District No. 20  
 Suicide Prevention Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	5,000	8,000	3,000
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>8,000</u>	<u>3,000</u>
<i>Expenditures</i>				
Current				
Instruction	-	2,904	2,590	314
Support services	-	2,096	702	1,394
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>3,292</u>	<u>1,708</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>4,708</u>	<u>4,708</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	4,708	4,708
<i>Fund balances - beginning of year</i>	-	-	3,065	3,065
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,773</u>	<u>\$ 7,773</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 4,708
No adjustments to revenues				-
Adjustments to transfers				(646)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 4,062</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-40

Carlsbad Municipal School District No. 20  
 Private Dir Grants (Categorical) Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	5,000	5,000	5,000	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	5,000	5,000	5,000	-
<i>Expenditures</i>				
Current				
Instruction	5,000	7,089	6,181	908
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	5,000	7,089	6,181	908
<i>Excess (deficiency) of revenues over expenditures</i>	-	(2,089)	(1,181)	908
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	2,089	-	(2,089)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	2,089	-	(2,089)
<i>Net change in fund balances</i>	-	-	(1,181)	(1,181)
<i>Fund balances - beginning of year</i>	-	-	2,089	2,089
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 908	\$ 908
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,181)
Adjustments to revenue for due from other governments				(2,143)
Adjustments to expenditures for accounts payable				4,232
<i>Net changes in fund balances (GAAP Basis)</i>				\$ 908

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-41

Carlsbad Municipal School District No. 20  
School Based Health Center Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	75,000	75,000	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	75,000	75,000	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	89,286	80,029	9,257
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	5,500	5,242	258
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	94,786	85,271	9,515
<i>Excess (deficiency) of revenues over expenditures</i>	-	(19,786)	(10,271)	9,515
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	19,786	-	(19,786)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	19,786	-	(19,786)
<i>Net change in fund balances</i>	-	-	(10,271)	(10,271)
<i>Fund balances - beginning of year</i>	-	-	19,786	19,786
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 9,515	\$ 9,515
<i>Net change in fund balances (Budget Basis)</i>				\$ (10,271)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ (10,271)

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-42

Carlsbad Municipal School District No. 20  
Public School Capital Outlay Capital Projects Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	430,192	430,192	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	430,192	430,192	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	430,192	430,192	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	430,192	430,192	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement B-43

Carlsbad Municipal School District No. 20  
 Special Capital Outlay - State Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	57,959	-	(57,959)
Transfers in (out)	-	(57,959)	(57,959)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(57,959)</u>	<u>(57,959)</u>
<i>Net change in fund balances</i>	-	-	(57,959)	(57,959)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>57,959</u>	<u>57,959</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (57,959)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (57,959)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-44

Carlsbad Municipal School District No. 20  
 Capital Improvements HB-33 Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 3,417,745	\$ 3,417,745	\$ 2,722,183	\$ (695,562)
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	58,139	58,139
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	9,500	9,500	2,262	(7,238)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	3,427,245	3,427,245	2,782,584	(644,661)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	785,000	1,205,000	722,421	482,579
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	3,544,475	3,928,946	2,214,890	1,714,056
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	4,329,475	5,133,946	2,937,311	2,196,635
<i>Excess (deficiency) of revenues over expenditures</i>	(902,230)	(1,706,701)	(154,727)	1,551,974
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	902,230	1,706,701	-	(1,706,701)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	902,230	1,706,701	-	(1,706,701)
<i>Net change in fund balances</i>	-	-	(154,727)	(154,727)
<i>Fund balances - beginning of year</i>	-	-	1,706,701	1,706,701
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1,551,974	\$ 1,551,974
<i>Net change in fund balances (Budget Basis)</i>				\$ (154,727)
Adjustments to revenues for property taxes receivable, other receivables and deferred revenue				64,095
Adjustments to expenditures for accounts payable				98,617
<i>Net changes in fund balances (GAAP Basis)</i>				\$ 7,985

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-45

Carlsbad Municipal School District No. 20  
 Bond Building Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	10,000	10,000	3,071	(6,929)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,000</u>	<u>10,000</u>	<u>3,071</u>	<u>(6,929)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	10,000	110,000	65,700	44,300
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	3,341,451	3,787,429	2,579,118	1,208,311
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,351,451</u>	<u>3,897,429</u>	<u>2,644,818</u>	<u>1,252,611</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,341,451)</u>	<u>(3,887,429)</u>	<u>(2,641,747)</u>	<u>1,245,682</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	3,341,451	3,887,429	-	(3,887,429)
Bond proceeds	-	-	7,000,000	7,000,000
<i>Total other financing sources (uses)</i>	<u>3,341,451</u>	<u>3,887,429</u>	<u>7,000,000</u>	<u>3,112,571</u>
<i>Net change in fund balances</i>	-	-	4,358,253	4,358,253
<i>Fund balances - beginning of year</i>	-	-	3,887,429	3,887,429
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,245,682</u>	<u>\$ 8,245,682</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 4,358,253
No adjustments to revenues				-
Adjustments to expenditures for accounts payable				(164,011)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 4,194,242</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-46

Carlsbad Municipal School District No. 20  
 Capital Improvements SB-9 Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 3,417,745	\$ 3,417,745	\$ 2,702,789	\$ (714,956)
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	137,468	290,171	152,703
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	9,500	9,500	6,194	(3,306)
Miscellaneous	140,238	140,238	-	(140,238)
<i>Total revenues</i>	<u>3,567,483</u>	<u>3,704,951</u>	<u>2,999,154</u>	<u>(705,797)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	1,185,000	1,967,468	805,906	1,161,562
Central services	-	-	-	-
Operation and maintenance of plant	472,209	1,993,074	1,056,167	936,907
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	2,290,238	2,590,238	142,589	2,447,649
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,947,447</u>	<u>6,550,780</u>	<u>2,004,662</u>	<u>4,546,118</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(379,964)</u>	<u>(2,845,829)</u>	<u>994,492</u>	<u>3,840,321</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	379,964	2,845,829	-	(2,845,829)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>379,964</u>	<u>2,845,829</u>	<u>-</u>	<u>(2,845,829)</u>
<i>Net change in fund balances</i>	-	-	994,492	994,492
<i>Fund balances - beginning of year</i>	-	-	2,845,829	2,845,829
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,840,321</u>	<u>\$ 3,840,321</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 994,492
Adjustments to revenues for property taxes receivable, other receivables and deferred revenue				63,586
Adjustments to expenditures for accounts payable				(77,302)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 980,776</u>

The accompanying notes are an integral part of these financial statements

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## STATE OF NEW MEXICO

Statement B-47

Carlsbad Municipal School District No. 20

Debt Service Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ 1,996,963	\$ 1,996,963	\$ 1,773,288	\$ (223,675)
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	1,000	1,000	236	(764)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,997,963</u>	<u>1,997,963</u>	<u>1,773,524</u>	<u>(224,439)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	20,000	25,000	10,659	14,341
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	2,985,824	3,203,244	1,660,000	1,543,244
Interest	336,963	336,963	336,963	-
<i>Total expenditures</i>	<u>3,342,787</u>	<u>3,565,207</u>	<u>2,007,622</u>	<u>1,557,585</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,344,824)</u>	<u>(1,567,244)</u>	<u>(234,098)</u>	<u>1,333,146</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,344,824	1,567,244	-	(1,567,244)
Bond premium	-	-	184,932	184,932
<i>Total other financing sources (uses)</i>	<u>1,344,824</u>	<u>1,567,244</u>	<u>184,932</u>	<u>(1,382,312)</u>
<i>Net change in fund balances</i>	-	-	(49,166)	(49,166)
<i>Fund balances - beginning of year</i>	-	-	1,567,244	1,567,244
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,518,078</u>	<u>\$ 1,518,078</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (49,166)
Adjustments to revenue for property taxes receivable and deferred revenue				62,772
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 13,606</u>

The accompanying notes are an integral part of these financial statements

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**GENERAL FUND**



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 General Fund  
 Combining Balance Sheet  
 June 30, 2011

Statement C-1

	Operational Fund	Transportation Fund	Instructional Materials Fund	Total
<i>Assets</i>				
Cash and cash equivalents	\$ 7,818,698	\$ -	\$ 119,791	\$ 7,938,489
Receivables:				
Taxes	93,885	-	-	93,885
Other	11,314	-	-	11,314
Inventory	365,304	-	-	365,304
Due from other funds	2,320,333	-	-	2,320,333
<i>Total assets</i>	\$ 10,609,534	\$ -	\$ 119,791	\$ 10,729,325
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ 193,249	\$ -	\$ -	\$ 193,249
Accrued payroll	14,751	-	-	14,751
Deferred revenue	31,898	-	-	31,898
Due to other funds	420,598	-	-	420,598
<i>Total liabilities</i>	660,496	-	-	660,496
<i>Fund balances</i>				
Nonspendable:				
Inventory	365,304	-	-	365,304
Spendable:				
Unassigned	9,583,734	-	119,791	9,703,525
<i>Total fund balances</i>	9,949,038	-	119,791	10,068,829
<i>Total liabilities and fund balances</i>	\$ 10,609,534	\$ -	\$ 119,791	\$ 10,729,325

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement C-2

Carlsbad Municipal School District No. 20

General Fund

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2011

	Operational Fund	Transportation Fund	Instructional Materials Fund	Total
<i>Revenues</i>				
Taxes	\$ 675,870	\$ -	\$ -	\$ 675,870
Federal direct	26,890	-	-	26,890
Local grants	11,191	-	4	11,195
State flowthrough	42,306,561	-	-	42,306,561
State direct	228,391	-	236,142	464,533
Transportation distribution	-	1,446,456	-	1,446,456
Charges for services	447,400	-	-	447,400
Investment income	34,335	-	-	34,335
Miscellaneous	12,288	-	-	12,288
<i>Total revenues</i>	<u>43,742,926</u>	<u>1,446,456</u>	<u>236,146</u>	<u>45,425,528</u>
<i>Expenditures</i>				
Current				
Instruction	26,301,650	-	437,193	26,738,843
Support services	9,468,487	-	-	9,468,487
Central services	1,467,023	-	-	1,467,023
Operation and maintenance of plant	5,469,346	-	-	5,469,346
Student transportation	-	1,446,456	-	1,446,456
Food services operations	1,664	-	-	1,664
Community services operations	78,446	-	-	78,446
Debt service:				
Bond issuance costs	12,470	-	-	12,470
<i>Total expenditures</i>	<u>42,799,086</u>	<u>1,446,456</u>	<u>437,193</u>	<u>44,682,735</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>943,840</u>	<u>-</u>	<u>(201,047)</u>	<u>742,793</u>
<i>Other financing sources (uses)</i>				
Transfers in (out)	88,297	(45,550)	-	42,747
<i>Total other financing sources (uses)</i>	<u>88,297</u>	<u>(45,550)</u>	<u>-</u>	<u>42,747</u>
<i>Net change in fund balances</i>	1,032,137	(45,550)	(201,047)	785,540
<i>Fund balances - beginning</i>	<u>8,916,901</u>	<u>45,550</u>	<u>320,838</u>	<u>9,283,289</u>
<i>Fund balances - ending</i>	<u>\$ 9,949,038</u>	<u>\$ -</u>	<u>\$ 119,791</u>	<u>\$ 10,068,829</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement C-3

Carlsbad Municipal School District No. 20

Operational Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 839,122	\$ 839,122	\$ 660,040	\$ (179,082)
Federal flowthrough	50,000	50,000	-	(50,000)
Federal direct	29,576	29,576	26,890	(2,686)
Local grants	-	-	11,191	11,191
State flowthrough	43,400,421	42,172,778	42,306,561	133,783
State direct	134,044	134,044	228,391	94,347
Charges for services	213,000	213,000	447,400	234,400
Investment income	32,000	32,000	34,335	2,335
Miscellaneous	15,000	15,000	12,288	(2,712)
<i>Total revenues</i>	<u>44,713,163</u>	<u>43,485,520</u>	<u>43,727,096</u>	<u>241,576</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	28,460,256	27,120,013	26,342,987	777,026
Support services	12,395,514	12,338,479	9,362,123	2,976,356
Central services	1,815,388	2,040,779	1,452,244	588,535
Operation and maintenance of plant	6,322,950	6,088,302	5,529,013	559,289
Student transportation	-	-	-	-
Food services operations	-	12,687	1,664	11,023
Community services operations	83,290	80,603	78,446	2,157
Capital outlay	50,000	-	-	-
<i>Total expenditures</i>	<u>49,127,398</u>	<u>47,680,863</u>	<u>42,766,477</u>	<u>4,914,386</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,414,235)</u>	<u>(4,195,343)</u>	<u>960,619</u>	<u>5,155,962</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,414,235	4,195,343	-	4,195,343
<i>Total other financing sources (uses)</i>	<u>4,414,235</u>	<u>4,195,343</u>	<u>-</u>	<u>4,195,343</u>
<i>Net change in fund balances</i>	-	-	960,619	9,351,305
<i>Fund balances - beginning of year</i>	-	-	8,757,814	8,757,814
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,718,433</u>	<u>\$ 18,109,119</u>
<i>Net change in fund balance (Budget Basis)</i>				\$ 960,619
Adjustments to revenues for other receivables and deferred revenue				15,830
Adjustments to expenditures for inventory, accounts payable and accrued payroll				55,688
<i>Net change in fund balance (GAAP Basis)</i>				<u>\$ 1,032,137</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement C-4

Carlsbad Municipal School District No. 20

Transportation Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	1,575,538	1,446,456	1,446,456	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,575,538</u>	<u>1,446,456</u>	<u>1,446,456</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	1,575,538	1,446,456	1,446,456	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,575,538</u>	<u>1,446,456</u>	<u>1,446,456</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balance (Budget Basis)</i>				\$ -
No adjustments to revenues				-
Adjustments to transfers				(45,550)
<i>Net change in fund balance (GAAP Basis)</i>				<u>\$ (45,550)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**

Statement C-5

Carlsbad Municipal School District No. 20

Instructional Materials Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	4	4
State flowthrough	202,396	235,590	236,142	552
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>202,396</u>	<u>235,590</u>	<u>236,146</u>	<u>556</u>
<i>Expenditures</i>				
Current				
Instruction	515,561	556,428	437,193	119,235
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>515,561</u>	<u>556,428</u>	<u>437,193</u>	<u>119,235</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(313,165)</u>	<u>(320,838)</u>	<u>(201,047)</u>	<u>119,791</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	313,165	320,838	-	(320,838)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>313,165</u>	<u>320,838</u>	<u>-</u>	<u>(320,838)</u>
<i>Net change in fund balances</i>	-	-	(201,047)	(201,047)
<i>Fund balances - beginning of year</i>	-	-	320,838	320,838
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,791</u>	<u>\$ 119,791</u>
<i>Net change in fund balance (Budget Basis)</i>				\$ (201,047)
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net change in fund balance (GAAP Basis)</i>				<u>\$ (201,047)</u>

The accompanying notes are an integral part of these financial statements

**JEFFERSON MONTESSORI ACADEMY CHARTER SCHOOL**

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Combining Balance Sheet  
 Governmental Funds  
 June 30, 2011

	General		Special Revenue	
	Operational	Instructional Materials	Food Services	Non- Instructional Support
<b>ASSETS</b>				
<i>Current assets</i>				
Cash and cash equivalents	\$ 354,752	\$ 5,640	\$ 24,235	\$ 1,693
Receivables:				
Due from other governments	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	26,925	3,742	-	-
<i>Total assets</i>	\$ 381,677	\$ 9,382	\$ 24,235	\$ 1,693
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current liabilities</i>				
Accounts payable	\$ 25,786	\$ -	\$ -	\$ -
Accrued payroll	93,859	-	1,748	-
Due to other funds	-	-	41,917	-
<i>Total liabilities</i>	119,645	-	43,665	-
<i>Fund balances</i>				
Spendable:				
Restricted	-	9,382	-	1,693
Unassigned	262,032	-	(19,430)	-
<i>Total fund balances</i>	262,032	9,382	(19,430)	1,693
<i>Total liabilities and fund balances</i>	\$ 381,677	\$ 9,382	\$ 24,235	\$ 1,693

The accompanying notes are an integral part of these financial statements

## Special Revenue

Entitlement IDEA-B	IDEA-B Discretionary	IDEA-B Risk Pool	Entitlement IDEA-B Federal Stimulus	State Equalization Guarantee - Federal Stimulus	Education Jobs Act
\$ -	\$ 782	\$ 142	\$ -	\$ 6,527	\$ -
36,760	-	-	-	-	7,634
-	-	-	-	-	-
-	-	-	-	-	-
9,561	-	-	-	-	-
<u>\$ 46,321</u>	<u>\$ 782</u>	<u>\$ 142</u>	<u>\$ -</u>	<u>\$ 6,527</u>	<u>\$ 7,634</u>
\$ 14,156	\$ -	\$ -	\$ 14,890	\$ -	\$ 10,431
1,907	-	-	5,617	-	1,261
-	-	-	-	-	-
<u>16,063</u>	<u>-</u>	<u>-</u>	<u>20,507</u>	<u>-</u>	<u>11,692</u>
30,258	782	142	-	6,527	-
-	-	-	(20,507)	-	(4,058)
<u>30,258</u>	<u>782</u>	<u>142</u>	<u>(20,507)</u>	<u>6,527</u>	<u>(4,058)</u>
<u>\$ 46,321</u>	<u>\$ 782</u>	<u>\$ 142</u>	<u>\$ -</u>	<u>\$ 6,527</u>	<u>\$ 7,634</u>



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Combining Balance Sheet  
 Governmental Funds  
 June 30, 2011

	Special Revenue			
	Library GO Bonds	Beginning Teacher Mentoring Program	Reading Materials	Libraries - SB 301 GO Bonds- Laws of 2006
<b>ASSETS</b>				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ 5,243	\$ -	\$ 383
Receivables:				
Due from other governments	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	\$ -	\$ 5,243	\$ -	\$ 383
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to other funds	2,110	-	3,754	-
<i>Total liabilities</i>	2,110	-	3,754	-
<i>Fund balances</i>				
Spendable:				
Restricted	-	5,243	-	383
Unassigned	(2,110)	-	(3,754)	-
<i>Total fund balances</i>	(2,110)	5,243	(3,754)	383
<i>Total liabilities and fund balances</i>	\$ -	\$ 5,243	\$ -	\$ 383

The accompanying notes are an integral part of these financial statements

Capital Projects

<u>Public School Capital Outlay</u>	<u>Total</u>
\$ 23,881	\$ 423,278
25,444	69,838
-	-
-	-
7,553	47,781
<u>\$ 56,878</u>	<u>\$ 540,897</u>
\$ -	\$ 65,263
-	104,392
-	47,781
<u>-</u>	<u>217,436</u>
56,878	111,288
-	212,173
<u>56,878</u>	<u>323,461</u>
<u>\$ 56,878</u>	<u>\$ 540,897</u>

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**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No 20  
Jefferson Montessori Academy Charter School-Component Unit  
Governmental Funds  
Reconciliation of the Balance Sheet to the Statement of Net Assets  
June 30, 2011

Amounts reported for governmental activities in the Statement of  
Net Assets are different in the component unit because:

Fund balances - total governmental funds	\$ 323,461
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	<u>-</u>
Net assets - component unit	<u><u>\$ 323,461</u></u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	<u>General</u>		<u>Special Revenue</u>	
	<u>Operational</u>	<u>Instructional Materials</u>	<u>Food Services</u>	<u>Non- Instructional Support</u>
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ 39,011	\$ -
Federal direct	-	-	-	-
Local grants	19,904	-	-	2,257
State flowthrough	1,579,691	13,832	-	-
Charges for services	4,816	-	23,224	10
<i>Total revenues</i>	<u>1,604,411</u>	<u>13,832</u>	<u>62,235</u>	<u>2,267</u>
<i>Expenditures</i>				
Current				
Instruction	883,446	-	-	1,024
Support services	277,002	-	-	-
Central services	205,522	-	-	-
Operation and maintenance of plant	98,627	-	-	-
Food services operations	-	-	75,629	-
<i>Total expenditures</i>	<u>1,464,597</u>	<u>-</u>	<u>75,629</u>	<u>1,024</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>139,814</u>	<u>13,832</u>	<u>(13,394)</u>	<u>1,243</u>
<i>Net change in fund balances</i>	<u>139,814</u>	<u>13,832</u>	<u>(13,394)</u>	<u>1,243</u>
<i>Fund balances - beginning of year</i>	<u>122,218</u>	<u>(4,450)</u>	<u>(6,036)</u>	<u>450</u>
<i>Fund balances - ending of year</i>	<u>\$ 262,032</u>	<u>\$ 9,382</u>	<u>\$ (19,430)</u>	<u>\$ 1,693</u>

The accompanying notes are an integral part of these financial statements

## Special Revenue

Entitlement IDEA-B	IDEA-B Discretionary	IDEA-B Risk Pool	Entitlement IDEA-B Federal Stimulus	State Equalization Guarantee - Federal Stimulus	Education Jobs Act
\$ 36,760	\$ 782	\$ 142	\$ -	\$ -	\$ -
-	-	-	-	77,135	41,602
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>36,760</u>	<u>782</u>	<u>142</u>	<u>-</u>	<u>77,135</u>	<u>41,602</u>
16,063	-	-	20,507	50,744	-
-	-	-	-	11,899	45,660
-	-	-	-	-	-
-	-	-	-	13,927	-
-	-	-	-	-	-
<u>16,063</u>	<u>-</u>	<u>-</u>	<u>20,507</u>	<u>76,570</u>	<u>45,660</u>
<u>20,697</u>	<u>782</u>	<u>142</u>	<u>(20,507)</u>	<u>565</u>	<u>(4,058)</u>
<u>20,697</u>	<u>782</u>	<u>142</u>	<u>(20,507)</u>	<u>565</u>	<u>(4,058)</u>
<u>9,561</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,962</u>	<u>-</u>
<u>\$ 30,258</u>	<u>\$ 782</u>	<u>\$ 142</u>	<u>\$ (20,507)</u>	<u>\$ 6,527</u>	<u>\$ (4,058)</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School  
 Governmental Funds  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 For the Year Ended June 30, 2011

	Special Revenue			
	Library GO Bonds	Beginning Teacher Mentoring Program	Reading Materials	Libraries - SB 301 GO Bonds- Laws of 2006
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	(2,110)	5,243	(3,754)	383
<i>Fund balances - ending of year</i>	<u>\$ (2,110)</u>	<u>\$ 5,243</u>	<u>\$ (3,754)</u>	<u>\$ 383</u>

The accompanying notes are an integral part of these financial statements

Capital Projects

<u>Public School Capital Outlay</u>	<u>Total</u>
\$ 120,364	\$ 197,059
-	118,737
-	22,161
-	1,593,523
-	28,050
<u>120,364</u>	<u>1,959,530</u>
-	971,784
-	334,561
-	205,522
97,581	210,135
-	75,629
<u>97,581</u>	<u>1,797,631</u>
<u>22,783</u>	<u>161,899</u>
<u>22,783</u>	<u>161,899</u>
<u>34,095</u>	<u>161,562</u>
<u>\$ 56,878</u>	<u>\$ 323,461</u>



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**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Jefferson Montessori Academy Charter School-Component Unit  
Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the year Ended June 30, 2011

Amounts reported for governmental activities in the Statement of Activities  
are different in the component unit because:

Net change in fund balances - total governmental funds	\$ 161,899
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:	
Depreciation expense	<u>(2,798)</u>
Change in net assets of component unit activities	<u><u>\$ 159,101</u></u>

## STATE OF NEW MEXICO

Statement D-3

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Operational Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	19,904	19,904
State flowthrough	1,552,442	1,552,442	1,579,691	27,249
Charges for services	-	-	4,816	4,816
<i>Total revenues</i>	<u>1,552,442</u>	<u>1,552,442</u>	<u>1,604,411</u>	<u>51,969</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,066,681	1,066,681	955,116	111,565
Support services	386,291	386,291	272,352	113,939
Central services	216,184	216,184	207,415	8,769
Operation and maintenance of plant	157,371	157,371	99,911	57,460
Food services operations	37,975	37,975	-	37,975
<i>Total expenditures</i>	<u>1,864,502</u>	<u>1,864,502</u>	<u>1,534,794</u>	<u>329,708</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(312,060)</u>	<u>(312,060)</u>	<u>69,617</u>	<u>381,677</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	312,060	312,060	-	(312,060)
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>312,060</u>	<u>312,060</u>	<u>-</u>	<u>(312,060)</u>
<i>Net change in fund balances</i>	-	-	69,617	69,617
<i>Fund balance - beginning of year</i>	-	-	312,060	312,060
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 381,677</u>	<u>\$ 381,677</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 69,617
No adjustments to revenues				-
Adjustments to expenditures for accounts payable and accrued payroll				<u>70,197</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 139,814</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-4

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Instructional Materials Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	4,762	6,565	6,569	4
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>4,762</u>	<u>6,565</u>	<u>6,569</u>	<u>4</u>
<i>Expenditures</i>				
Current				
Instruction	4,762	31,306	25,670	5,636
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>4,762</u>	<u>31,306</u>	<u>25,670</u>	<u>5,636</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(24,741)</u>	<u>(19,101)</u>	<u>5,640</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	24,741	-	(24,741)
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>24,741</u>	<u>-</u>	<u>(24,741)</u>
<i>Net change in fund balances</i>	-	-	(19,101)	(19,101)
<i>Fund balance - beginning of year</i>	-	-	28,483	28,483
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,382</u>	<u>\$ 9,382</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (19,101)
Adjustments to revenues for receivables				7,263
Adjustments to expenditures for accounts payable				25,670
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 13,832</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-5

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Food Services Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ 40,000	\$ 39,011	\$ (989)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	23,224	23,224
<i>Total revenues</i>	<u>-</u>	<u>40,000</u>	<u>62,235</u>	<u>22,235</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	76,082	74,082	2,000
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>76,082</u>	<u>74,082</u>	<u>2,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(36,082)</u>	<u>(11,847)</u>	<u>24,235</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	36,082	-	(36,082)
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>36,082</u>	<u>-</u>	<u>(36,082)</u>
<i>Net change in fund balances</i>	-	-	(11,847)	(11,847)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(5,835)</u>	<u>(5,835)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,682)</u>	<u>\$ (17,682)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (11,847)
No adjustments to revenues				-
Adjustments to expenditures for accrued payroll				(1,547)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (13,394)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-6

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Non-Instructional Support Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	2,257	2,257	-
State flowthrough	-	-	-	-
Charges for services	-	10	10	-
<i>Total revenues</i>	<u>-</u>	<u>2,267</u>	<u>2,267</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	450	1,024	(574)
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>450</u>	<u>1,024</u>	<u>(574)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>1,817</u>	<u>1,243</u>	<u>(574)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	(1,817)	-	1,817
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(1,817)</u>	<u>-</u>	<u>1,817</u>
<i>Net change in fund balances</i>	-	-	1,243	1,243
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>450</u>	<u>450</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,693</u>	<u>\$ 1,693</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,243
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 1,243</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-7

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Entitlement IDEA-B Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	36,760	\$ -	\$ (36,760)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>36,760</u>	<u>-</u>	<u>(36,760)</u>
<i>Expenditures</i>				
Current				
Instruction	-	16,249	14,156	2,093
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,249</u>	<u>14,156</u>	<u>2,093</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>20,511</u>	<u>(14,156)</u>	<u>(34,667)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	(20,511)	-	20,511
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(20,511)</u>	<u>-</u>	<u>20,511</u>
<i>Net change in fund balances</i>	-	-	(14,156)	(14,156)
<i>Fund balance - beginning of year</i>	-	-	9,561	9,561
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,595)</u>	<u>\$ (4,595)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (14,156)
Adjustments to revenues for due from other governments				36,760
Adjustments to expenditures for accrued payroll				(1,907)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 20,697</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-8

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 IDEA-B Discretionary Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ 782	\$ 782
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>782</u>	<u>782</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>782</u>	<u>782</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	782	782
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 782</u>	<u>\$ 782</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 782
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 782</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement D-9

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 IDEA-B Risk Pool Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ 142	\$ 142
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>142</u>	<u>142</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>142</u>	<u>142</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	142	142
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 142</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 142
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 142</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-10

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Entitlement IDEA-B Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	20,511	-	(20,511)
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,511</u>	<u>-</u>	<u>(20,511)</u>
<i>Expenditures</i>				
Current				
Instruction	-	20,511	14,890	5,621
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>20,511</u>	<u>14,890</u>	<u>5,621</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,890)</u>	<u>(14,890)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(14,890)	(14,890)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,890)</u>	<u>\$ (14,890)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (14,890)
No adjustments to revenues				-
Adjustments to expenditures for deficit cash and accrued payroll				(5,617)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (20,507)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-11

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 State Equalization Guarantee - Federal Stimulus Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	77,135	77,135	77,135	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>77,135</u>	<u>77,135</u>	<u>77,135</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	41,450	43,878	50,744	(6,866)
Support services	18,836	18,836	12,041	6,795
Central services	-	-	-	-
Operation and maintenance of plant	13,856	13,856	13,927	(71)
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>74,142</u>	<u>76,570</u>	<u>76,712</u>	<u>(142)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>2,993</u>	<u>565</u>	<u>423</u>	<u>(142)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	(2,993)	(565)	-	565
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(2,993)</u>	<u>(565)</u>	<u>-</u>	<u>565</u>
<i>Net change in fund balances</i>	-	-	423	423
<i>Fund balance - beginning of year</i>	-	-	6,104	6,104
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,527</u>	<u>\$ 6,527</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 423
No adjustments to revenues				-
Adjustments to expenditures for salaries				<u>142</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 565</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-12

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Education Jobs Act Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	46,016	46,016	33,968	(12,048)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>46,016</u>	<u>46,016</u>	<u>33,968</u>	<u>(12,048)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services	46,016	46,016	44,399	1,617
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>46,016</u>	<u>46,016</u>	<u>44,399</u>	<u>1,617</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,431)</u>	<u>(10,431)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(10,431)	(10,431)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,431)</u>	<u>\$ (10,431)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (10,431)
Adjustments to revenues for due from other governments				7,634
Adjustments to expenditures for salaries				<u>(1,261)</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (4,058)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-13

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Library GO Bonds Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ 3,194	\$ -	\$ (3,194)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,194</u>	<u>-</u>	<u>(3,194)</u>
<i>Expenditures</i>				
Current				
Instruction	-	3,194	-	3,194
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,194</u>	<u>-</u>	<u>3,194</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,110)</u>	<u>(2,110)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,110)</u>	<u>\$ (2,110)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-14

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Beginning Teacher Mentoring Program Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	2,135	-	(2,135)
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,135</u>	<u>-</u>	<u>(2,135)</u>
<i>Expenditures</i>				
Current				
Instruction	-	2,135	-	2,135
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,135</u>	<u>-</u>	<u>2,135</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,243</u>	<u>5,243</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,243</u>	<u>\$ 5,243</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-15

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Reading Materials Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 201

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,754)</u>	<u>(3,754)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,754)</u>	<u>\$ (3,754)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-16

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Libraries - SB 301 GO Bonds-Laws of 2006 Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	383	383
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383</u>	<u>\$ 383</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement D-17

Carlsbad Municipal School District No. 20  
 Jefferson Montessori Academy Charter School-Component Unit  
 Public School Capital Outlay Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in  
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Federal flowthrough	\$ -	100,178	\$ 94,920	\$ (5,258)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
Charges for services	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>100,178</u>	<u>94,920</u>	<u>(5,258)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	100,178	97,581	2,597
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>100,178</u>	<u>97,581</u>	<u>2,597</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,661)</u>	<u>(2,661)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfer in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(2,661)	(2,661)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>34,095</u>	<u>34,095</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,434</u>	<u>\$ 31,434</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (2,661)
Adjustments to revenues for due from other governments				25,444
No adjustments to expenditures				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 22,783</u>

The accompanying notes are an integral part of these financial statements

**SUPPORTING SCHEDULES**

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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Deposits  
 June 30, 2011

Schedule I

Deposit or Investment Account Type	Western Commerce Bank	Wells Fargo Bank	Carlsbad National Bank	Totals
<b>Primary Government</b>				
Operational - checking	\$ 6,291,814	\$ -	\$ -	\$ 6,291,814
Capital improvements - checking	5,022,077	-	-	5,022,077
Payroll clearing - checking	-	-	-	-
Activity fund - checking	644,846	-	-	644,846
Debt service - checking	-	2,181,918	-	2,181,918
Operational insurance clearing - checking	-	2,231,113	-	2,231,113
Accounts payable clearing - checking	-	872,307	-	872,307
Payroll clearing - checking	-	827,884	-	827,884
Insurance clearing - checking	-	-	-	-
Cafeteria insurance clearing	-	-	-	-
Cafeteria - checking	-	-	419,810	419,810
Bond building - checking	-	-	8,245,682	8,245,682
<b>Total on deposit</b>	<b>11,958,737</b>	<b>6,113,222</b>	<b>8,665,492</b>	<b>26,737,451</b>
<b>Reconciling items</b>	<b>(117,583)</b>	<b>(1,518,186)</b>	<b>413</b>	<b>(1,635,356)</b>
<b>Reconciled balance at June 30, 2011</b>	<b><u>\$ 11,841,154</u></b>	<b><u>\$ 4,595,036</u></b>	<b><u>\$ 8,665,905</u></b>	<b><u>\$ 25,102,095</u></b>

Reconciliation to financial statements:

Cash and cash equivalents:

Government-wide statement net assets - Exhibit A-1

\$ 18,043,096

Restricted cash and cash equivalents:

Government-wide statement net assets - Exhibit A-1

7,000,000

Statement of fiduciary assets and liabilities - Exhibit D-1

58,999

\$ 25,102,095

**Component Unit**

Deposit Account Type	Western Commerce Bank
Operational - checking	\$ 395,911
Federal account - checking	22,137
<b>Total on deposit</b>	<b>418,048</b>
<b>Reconciling items</b>	<b><u>5,030</u></b>
<b>Reconciled balance at June 30, 2011</b>	<b>423,078</b>
<b>Plus petty cash</b>	<b><u>200</u></b>
<b>Component Unit cash and cash equivalents - Exhibit A-1</b>	<b><u>\$ 423,278</u></b>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Cash Reconciliation  
 For the Year Ended June 30, 2011

**Primary Government**

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2010 (restated)	\$ 6,587,622	\$ -	\$ 45,801	\$ 320,838
Add:				
Current year receipts	<u>43,703,030</u>	<u>-</u>	<u>1,446,456</u>	<u>236,146</u>
Total cash available	<u>50,290,652</u>	<u>-</u>	<u>1,492,257</u>	<u>556,984</u>
Less:				
Current year expenditures	<u>43,135,795</u>	<u>-</u>	<u>1,492,257</u>	<u>437,193</u>
Total audited cash balance, June 30, 2011	<u><u>\$ 7,154,857</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 119,791</u></u>

**Component Unit**

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2010	\$ 285,135	\$ -	\$ -	\$ 24,741
Add:				
Current year receipts	<u>1,604,411</u>	<u>-</u>	<u>-</u>	<u>6,569</u>
Total cash available	<u>1,889,546</u>	<u>-</u>	<u>-</u>	<u>31,310</u>
Less:				
Current year expenditures	<u>1,534,794</u>	<u>-</u>	<u>-</u>	<u>25,670</u>
Total audited cash balance, June 30, 2011	<u><u>\$ 354,752</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 5,640</u></u>

Food Service	Athletics	Non-Instructional	Federal Flowthrough	Federal Direct	Local Grants
\$ 520,674	\$ 338,701	\$ 411,589	\$ 1,101,543	\$ 329,041	\$ 43,926
<u>3,179,176</u>	<u>158,022</u>	<u>566,763</u>	<u>4,434,006</u>	<u>1,689,302</u>	<u>-</u>
<u>3,699,850</u>	<u>496,723</u>	<u>978,352</u>	<u>5,535,549</u>	<u>2,018,343</u>	<u>43,926</u>
<u>3,276,763</u>	<u>303,196</u>	<u>524,191</u>	<u>4,712,927</u>	<u>1,677,284</u>	<u>18,756</u>
<u>\$ 423,087</u>	<u>\$ 193,527</u>	<u>\$ 454,161</u>	<u>\$ 822,622</u>	<u>\$ 341,059</u>	<u>\$ 25,170</u>

Food Services	Athletics	Non-Instructional	Federal Flowthrough	Federal Direct	Local Grants
\$ 36,063	\$ -	\$ 450	\$ -	\$ 6,124	\$ -
<u>62,254</u>	<u>-</u>	<u>2,267</u>	<u>924</u>	<u>111,103</u>	<u>-</u>
<u>98,317</u>	<u>-</u>	<u>2,717</u>	<u>924</u>	<u>117,227</u>	<u>-</u>
<u>74,082</u>	<u>-</u>	<u>1,024</u>	<u>-</u>	<u>110,700</u>	<u>-</u>
<u>\$ 24,235</u>	<u>\$ -</u>	<u>\$ 1,693</u>	<u>\$ 924</u>	<u>\$ 6,527</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Cash Reconciliation  
 For the Year Ended June 30, 2011

**Primary Government**

	<u>State Flowthrough</u>	<u>State Direct</u>	<u>Local/State</u>	<u>Bond Building</u>
Audited Cash and Investments June 30, 2010 (restated)	\$ 140,946	\$ 3,851	\$ 21,875	\$ 3,887,429
Add:				
Current year receipts	<u>180,428</u>	<u>8,000</u>	<u>80,000</u>	<u>7,003,070</u>
Total cash available	<u>321,374</u>	<u>11,851</u>	<u>101,875</u>	<u>10,890,499</u>
Less:				
Current year expenditures	<u>280,097</u>	<u>3,938</u>	<u>91,452</u>	<u>2,644,817</u>
Total audited cash balance, June 30, 2011	<u>\$ 41,277</u>	<u>\$ 7,913</u>	<u>\$ 10,423</u>	<u>\$ 8,245,682</u>

**Component Unit**

	<u>State Flowthrough</u>	<u>State Direct</u>	<u>Local/State</u>	<u>Bond Building</u>
Audited Cash and Investments June 30, 2010	\$ 5,625	\$ -	\$ -	\$ -
Add:				
Current year receipts	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	<u>5,626</u>	<u>-</u>	<u>-</u>	<u>-</u>
Less:				
Current year expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total audited cash balance, June 30, 2011	<u>\$ 5,626</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report

<u>Public School Capital Outlay</u>	<u>Special Capital Outlay State</u>	<u>Special Capital HB 33</u>	<u>Capital Improvements SB-9</u>	<u>General Fund Deferred Sick Leave 42000</u>	<u>Ed Tech Debt Service 43000</u>
\$ -	\$ 57,959	\$ 1,524,783	\$ 2,226,979	\$ 540,009	\$ -
<u>430,192</u>	<u>-</u>	<u>2,782,584</u>	<u>3,618,004</u>	<u>163,791</u>	<u>-</u>
<u>430,192</u>	<u>57,959</u>	<u>4,307,367</u>	<u>5,844,983</u>	<u>703,800</u>	<u>-</u>
<u>430,192</u>	<u>57,959</u>	<u>2,954,461</u>	<u>2,117,282</u>	<u>39,959</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,352,906</u>	<u>\$ 3,727,701</u>	<u>\$ 663,841</u>	<u>\$ -</u>

<u>School Capital Outlay</u>	<u>Capital Outlay-State</u>	<u>Capital Outlay-Federal</u>	<u>Improvements SB9</u>	<u>Energy Efficiency</u>	<u>PSOC 20%</u>
\$ 26,542	\$ -	\$ -	\$ -	\$ -	\$ -
<u>94,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>121,462</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>97,581</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 23,881</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Cash Reconciliation  
 For the Year Ended June 30, 2011

**Primary Government**

	<u>Debt Service</u>	<u>Total</u>
Audited Cash and Investments June 30, 2010 (restated)*	\$ 1,566,283	\$ 19,669,849
Add:		
Current year receipts	<u>1,959,416</u>	<u>71,638,386</u>
Total cash available	<u>3,525,699</u>	<u>91,308,235</u>
Less:		
Current year expenditures	<u>2,007,621</u>	<u>66,206,140</u>
Total audited cash balance, June 30, 2011	<u>\$ 1,518,078</u>	<u>\$ 25,102,095</u>

**Component Unit**

	<u>Debt Service</u>	<u>Total</u>
Audited Cash and Investments June 30, 2010	\$ -	\$ 384,680
Add:		
Current year receipts	<u>-</u>	<u>1,882,449</u>
Total cash available	<u>-</u>	<u>2,267,129</u>
Less:		
Current year expenditures	<u>-</u>	<u>1,843,851</u>
Total audited cash balance, June 30, 2011	<u>\$ -</u>	<u>\$ 423,278</u>

\* restated to include agency funds

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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Collateral Pledged by Depository for Public Funds  
 June 30, 2011

Schedule III

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2011	Name and Location of Safekeeper
<b>Primary Government:</b>					
<b>Western Commerce Bank</b>					
	FNMA #52597	7/1/2027	31367NN8	\$ 19,142	Federal Home Loan Bank, Irvine, TX
	FNMA #62942 "B"	7/1/2027	31362J5B7	21,398	Federal Home Loan Bank, Irvine, TX
	FNMA #70864	9/1/2027	31362TWZ2	20,417	Federal Home Loan Bank, Irvine, TX
	FNMA #77037	3/1/2019	313623S27	10,411	Federal Home Loan Bank, Irvine, TX
	FNMA #128776	2/1/2031	31365H6M3	14,957	Federal Home Loan Bank, Irvine, TX
	FNMA #254501	9/1/2022	31371KU25	200,395	Federal Home Loan Bank, Irvine, TX
	FNMA#254589	1/1/2023	31371KXS5	640,847	Federal Home Loan Bank, Irvine, TX
	FNMA #256714	4/1/2027	31371NDT9	730,209	Federal Home Loan Bank, Irvine, TX
	FNMA #256852	8/1/2027	31371NH57	772,198	Federal Home Loan Bank, Irvine, TX
	FNMA #758904	12/1/2033	31403VDH9	169,985	Federal Home Loan Bank, Irvine, TX
	FNMA #826080	7/1/2035	31407BXH7	2,657,431	Federal Home Loan Bank, Irvine, TX
	FNMA #745740	7/1/2036	31403DPZ6	1,852,800	Federal Home Loan Bank, Irvine, TX
	GNMA POOL #8306	1/20/2018	36202KGP	17,195	Federal Home Loan Bank, Irvine, TX
	GNMA POOL #8457	7/20/2024	36202KME	27,502	Federal Home Loan Bank, Irvine, TX
	FNMA #776565	4/1/2034	31404RW29	1,802,210	
	FNMA #MA0121	7/1/2029	31417YD38	<u>1,709,945</u>	
	Total Western Commerce Bank			<u>10,667,042</u>	
<b>Wells Fargo Bank</b>					
	FG G04832	10/1/2038	3128M6V8	12,524	Wells Fargo Bank, San Francisco, CA
	FG H00895	6/1/2037	3128MS7G9	14,191	Wells Fargo Bank, San Francisco, CA
	FN 256349	6/1/2036	31371MWJ2	564,445	Wells Fargo Bank, San Francisco, CA
	FN 831067	11/1/2035	31407HJ80	237,760	Wells Fargo Bank, San Francisco, CA
	FN 831286	2/1/2036	31407HRF5	135,399	Wells Fargo Bank, San Francisco, CA
	FN 878474	2/1/2036	31409T6K9	105,247	Wells Fargo Bank, San Francisco, CA
	FN 885337	6/1/2036	31410CS29	296,991	Wells Fargo Bank, San Francisco, CA
	FN 947411	10/1/2037	31413KAL5	562,354	Wells Fargo Bank, San Francisco, CA
	FN 948858	8/1/2037	31413LTP4	69,502	Wells Fargo Bank, San Francisco, CA
	FN MA0722	5/1/2041	31417YYU5	<u>67,370</u>	Wells Fargo Bank, San Francisco, CA
	Total Wells Fargo Bank			<u>2,065,783</u>	
<b>Carlsbad National Bank</b>					
	FHLB AM NT	12/28/2012	31362QG89	759,798	Federal Home Loan Bank, Irvine, TX
	FNMA Pool MA0267	12/1/2019	31346AF83	1,353,404	Federal Home Loan Bank, Irvine, TX
	FHLMC 2836 DC	8/15/2019	31360FC60	1,301,107	Federal Home Loan Bank, Irvine, TX
	GNMA 2010-70 LC	6/20/2025	31381ELU9	<u>1,952,244</u>	Federal Home Loan Bank, Irvine, TX
	Total Carlsbad National Bank			<u>5,366,553</u>	
	Total Primary Government Pledged Collateral			<u>\$ 18,099,378</u>	

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Memorandums of Understanding  
 For the Year Ended June 30, 2011

<b>Participants</b>	<b>Responsible Party</b>	<b>Description</b>
Public Educational Institutions within the State of NM and CES	Department of Finance and administration	The purpose of this agreement is to pool efforts and resources in order to bring additional, necessary educational services and items of tangible personal property to the respective institutions at an affordable cost
Carlsbad Municipal School District and NM Human Srvs Dept	NM Human Services	The purpose of this agreement is to enable the school district to participate in Medicaid School Based Service Program
Eddy County Board of Comm Eddy County Sheriffs Ofc City of Carlsbad Police Dept Carlsbad Municipal Schools	Carlsbad Municipal Schools	The purpose of this agreement is to provide the school district with four (4) school resource officers to be assigned to various schools
Project Lead the Way Inc Carlsbad Municipal School	Carlsbad Municipal Schools	The purpose of this agreement is to provide a high school and middle school engineering and technology curriculum
Region 4 Educated Solutions Carlsbad Municipal Schools	Region 4 TCPN	The purpose of this agreement is to provide procurement services to local school districts
NM MESA Inc Carlsbad Municipal Schools	NM MESA Inc	To empower and motivate NM culturally diverse students through Science, Technology, Engineering and Math enrichment
Carlsbad AWARE Program Carlsbad Municipal Schools	Carlsbad Municipal Schools	To provide childcare services for children of students enrolled in CMS district
Presbyterian Medical Services Carlsbad Municipal Schools	Carlsbad Municipal Schools	To provide medical/primary and behavioral health services to students, children of the students, and staff of the district
SENM Community Action Corp Carlsbad Municipal Schools	Head Start Program	To ensure that children with disabilities enrolled in Head Start Programs receive all the services to which they are entitled
NM Dept of Health Carlsbad Municipal Schools	NM Dept of Health	To provide Peer-to-Peer primary prevention program "Natural Helpers" services for adolescents at CHS
NM Dept of Health Carlsbad Municipal Schools	NM Dept of Health	To provide integrated primary and behavioral health care for adolescents through a schools based health center
City of Carlsbad Carlsbad Municipal Schools	City of Carlsbad	To provide School Zone Flashing Lights Natatorium Operation, Crossing Guards Summer Recreation Program

See accompanying independent auditors' report

<b>Beginning/ Ending Date</b>	<b>Total Estimated Amount of Project</b>		<b>Audit Responsibility</b>	<b>Reporting Agency</b>	
4/10/2002-indefinite	Undetermined	None	None	None	None
7/1/2008-6/30/2012	Undetermined	None	None	None	None
8/3/2010-5/30/2011	\$60,000	None	None	None	None
12/16/2008-Indefinite	Undetermined	None	None	None	None
7/15/2008-Indefinite	\$550,000	None	None	None	None
8/14/2010-6/30/2011	Undetermined	None	None	None	None
7/15/2008-Indefinite	Undetermined	None	None	None	None
7/1/2010-6/30/2011	Undetermined	None	None	None	None
8/31/2010-5/31/2011	Undetermined	None	None	None	None
1/15/2010-6/30/2011	\$5,000	None	None	None	None
6/30/2010-6/30/2011	Undetermined	None	None	None	None
6/15/2010-5/30/2011	Undetermined	None	None	None	None

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**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Changes in Fiduciary Assets and Liabilities-Agency Funds  
 For the Year Ended June 30, 2011

Schedule V

Clubs:	Balance 6/30/2010	Additions	Deletions	Balance 6/30/2011
Art Club	\$ 243	\$ 27	\$ -	\$ 270
Baseball Booster Club	-	30	-	30
Basketball-Boys Booster Club	33	60	-	93
Basketball-Girls Booster Club	188	-	-	188
Biology Club	3,395	12	532	2,875
BPA Club	6,043	32,111	32,525	5,629
Central Office Employee Fund	1,199	335	411	1,123
Chemistry Club	5,351	-	1,355	3,996
CHS Dance Company	-	-	-	-
Computer Club	323	-	-	323
DECA Club	570	-	-	570
District Leadership Team Employee Fund	-	-	-	-
Elementary PTA	4,754	3,695	4,883	3,566
FCCLA Club	1,989	5,281	5,498	1,772
Fellowship of High School Students	256	-	-	256
FFA Club	5,321	33,378	31,909	6,790
Football Booster Club	945	4,255	4,336	864
French Club	238	330	411	157
Golf Booster Club	194	-	-	194
Honor Society	4,730	2,855	4,578	3,007
HOSA Club	911	1,220	1,788	343
JAG-Phoenix (Wellman)	434	-	-	434
Key Club	315	-	-	315
Rodeo Booster Club	489	-	-	489
Softball Booster Club	740	-	-	740
Spanish Club	456	60	188	328
Spirit Team-Cheerleading Booster Club	1,430	9,636	4,814	6,252
Tennis Booster Club	164	-	-	164
Theatre Club	-	2,713	-	2,713
Track-Boys Booster Club	294	615	10	899
Track-Girls Booster Club	293	65	-	358
VICA Club	3,640	30,543	22,137	12,046
Volleyball Booster Club	557	1,668	350	1,875
Web Development Club	555	45	332	268
Wrestling Booster Club	71	-	-	71
<b>TOTAL</b>	<b>\$ 46,122</b>	<b>\$ 128,934</b>	<b>\$ 116,057</b>	<b>\$ 58,999</b>

See accompanying independent auditors' report



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**COMPLIANCE SECTION**



Accounting & Consulting Group, LLP  
Certified Public Accountants

**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 Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Carlsbad Municipal School District No. 20  
Carlsbad, New Mexico

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the general fund, the Title I – IASA special revenue fund, Entitlement IDEA-B special revenue fund, and the aggregate remaining fund information of Carlsbad Municipal School District No. 20 (the “District”), as of and for the year ended June 30, 2011, which collectively comprise the District’s basic financial statements as listed in the table of contents and have issued our report thereon dated February 9, 2012. We have also audited the financial statements of each of the District’s nonmajor governmental funds, the combining financial statements for the general fund, the component unit funds and the budgetary comparisons for the bond building capital projects fund, the capital improvements SB-9 capital projects fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 as listed in the table of contents and have issued our report thereon dated February 9, 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 the District’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 District’s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weakness have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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 entity’s financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 2010-03 and FS 2010-05 to be material weaknesses.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District'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 did not disclose any instance of noncompliance or other matter that is required to be reported under *Governmental Auditing Standards*.

We also noted certain matters that are required to be reported under Government Auditing Standards January 2007 Revision paragraphs 5.14 and 5.16, and pursuant to section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings FS 2009-1, FS 2011-01, FS 2011-02, FA 2011-01, JMA FS 2010-03, and JMA FS 2011-01.

The District'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 District's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the audit committee, management, others within the organization, Board of Education, the Office of the State Auditor, the New Mexico Public Education Department, the New Mexico Legislature, 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.

Accounting + Consulting Group, LLP

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
February 9, 2012

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**FEDERAL FINANCIAL ASSISTANCE**



**Accounting & Consulting Group, LLP**  
Certified Public Accountants

**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 Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
To the Board of Education  
Carlsbad Municipal School District No. 20  
Carlsbad, New Mexico

Compliance

We have audited the compliance of Carlsbad Municipal School District No. 20 (the “District”), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular *A-133 Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2011. The District’s major federal programs are identified in the summary of auditors’ 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 District’s management. Our responsibility is to express an opinion on the District’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 District’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 District’s compliance with those requirements.

In our opinion, Carlsbad Municipal School District No. 20 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 June 30, 2011.

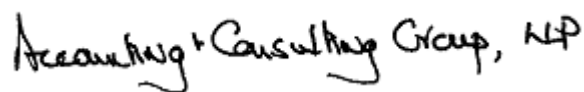
Internal Control Over Compliance

The management of the District 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 District’s internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance, and test and report on internal control over compliance in accordance 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 District’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 a 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 indentify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, others within the organization, Board of Education, the Office of the State Auditor, the New Mexico Public Education Department, the New Mexico Legislature, 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.

A handwritten signature in black ink that reads "Accounting & Consulting Group, LLP". The signature is written in a cursive, slightly slanted style.

Accounting & Consulting Group, LLP  
Albuquerque, NM  
February 9, 2012



**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2011

Federal Grantor/Pass Through Grantor/Program Title	Pass Thru Number	Federal C.F.D.A. Number		Expenditures
<b>U.S. Department of Education</b>				
<b><i>Passthrough - State of NM Public Education Department</i></b>				
Title I Grants to Local Educational Agencies	24101	84.010	(1)	\$ 1,217,351 M
Title I - IASA - Grants to Local Educational Agencies, Recovery Act	24201	84.389	(1)	459,896 M
Entitlement Stimulus-IDEA B-ARRA	24206	84.391	(2)	673,042 M
Early Intervention Stimulus-IDEA B-ARRA	24212	84.391	(2)	14,939 M
Preschool Stimulus-IDEA B-ARRA	24209	84.391	(2)	2,544 M
Private School Share Stimulus-IDEA B-ARRA	24215	84.391	(2)	7,000 M
Settlement-IDEA-B	24106	84.027	(2)	1,405,670 M
Discretionary IDEA-B	24107	84.027	(2)	64,334 M
Preschool IDEA-B	24109	84.027	(2)	36,909 M
Early Intervention Services IDEA-B	24112	84.027	(2)	4,534 M
Private School Share IDEA-B	24115	84.027	(2)	4,120 M
"Risk Pool" IDEA-B	24120	84.027	(2)	12,161 M
Education Jobs Fund	25255	84.410		1,215,387 M
Carl D Perkins Prior Year Unliquidated Obligations	24174	84.048		9,875
Carl D Perkins Redistributions	24176	84.048		7,547
Carl D Perkins HSTW Current	24180	84.048		48,976
Carl D Perkins Current	24174	84.048		48,925
Carl D Perkins HSTW Redistribution	24182	84.048		6,061
Carl D Perkins Prior Year Unliquidated Obligations	24115	84.048		4,525
Improving Teacher Quality State Grants	24154	84.367		343,819 M
Safe and drug-free schools and communities -state grants	24157	84.186		463
Education for homeless children and youth	24213	84.196		4,585
Total USDE Passthrough				<u>5,592,663</u>
<b><i>Federal Direct Grants</i></b>				
State Equalization Guarantee - Federal Stimulus - ARRA	25250	84.394		380,200 M
Total USDE Direct				<u>380,200</u>
<b><i>U.S. Department of Agriculture</i></b>				
<b><i>Federal Direct Grants</i></b>				
National School Breakfast	21000	10.553		3,778,683
Total USDA Direct				<u>3,778,683</u>
Total Federal Awards				<u>\$ 9,751,546</u>

M=Denotes major Federal financial assistance program  
 () = Denotes cluster

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2011

**Notes to Schedule of Expenditures of Federal Awards**

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Carlsbad Municipal Schools, New Mexico (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements.

Subrecipients

The District did not provide any federal awards to subrecipients during the year.

Non-Cash Federal Assistance

There was no non-cash federal assistance received during the year.

**Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:**

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 9,751,546
Total expenditures funded by other sources	<u>52,326,687</u>
Total expenditures per statement of activities	<u><u>\$ 62,078,233</u></u>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

**A. SUMMARY OF AUDIT RESULTS**

*Financial Statements:*

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued   | Unqualified |
| 2. Internal control over financial reporting:                                    |             |
| a. Material weaknesses identified?   | Yes         |
| b. Significant deficiencies identified not considered to be material weaknesses? | No          |
| c. Noncompliance material to the financial statements noted?                     | No          |

*Federal Awards:*

- |   |             |
|---|-------------|
| 1. Internal control over major programs:  |             |
| a. Material weaknesses identified?  | No          |
| b. Significant deficiencies identified not considered to be material weaknesses?                                      | No          |
| 2. Type of auditors' report issued on compliance for major programs   | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No          |
| 4. Identification of major programs:  |             |

CFDA Number

Federal Program

84.027/84.391\*  
 84.010/84.389\*  
 84.367  
 84.394

IDEA-B Cluster/ARRA\*  
 Title I – IASA Cluster/ARRA\*  
 Improving Teacher Quality State Grants  
 SEG – Federal Stimulus –ARRA

- |   |           |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee?                                   | No        |

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Schedule VII

**B. FINDINGS-FINANCIAL STATEMENT AUDIT**

**Primary Government:**

**FS 2009-1: Late Audit Report (Other Matter)**

*Condition:* The District's June 30, 2011 audit report was not submitted to the state auditor by November 15, 2011.

*Criteria:* New Mexico State Auditor Rule 2.2.2 NMAC Section 2.2.2.9 (A) requires that the audit report be filed by November 15<sup>th</sup>.

*Effect:* The audit report has not been issued in compliance with 2.2.2.9 NMAC. 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.

*Cause:* The District was not ready by the agreed upon designated date of fieldwork. Multiple accounts were not reconciled and schedules requested by the auditors were not completed at the onset of fieldwork.

*Auditors' Recommendation:* We recommend that the District complete schedules requested and complete reconciliations prior to the start of fieldwork.

*Client Response:* The retirement of key Finance staff prior to the beginning of the audit process impacted the District's ability to complete year end processes. This delay resulted in the inability to meet the deadlines for the required audit documentation. The District will continue to work diligently to ensure that pre-audit preparation is completed prior to the beginning of audit fieldwork and that the review process follows the agreed upon timeline.

**FS 2010-03: Restatements (Material Weakness)**

*Condition:* During our testing of compensated absences and capital assets we noted compensated absences and construction in progress were misstated in the prior year by \$255,345 and \$5,400,120, respectively.

*Criteria:* Auditing standards require that for a material restatement of net assets a finding be reported.

*Effect:* Prior period adjustments totaling \$5,655,465 were recorded in the statement of activities for year-ended June 30, 2011.

*Cause:* Failure to accrue sick days in the prior year contributed to the restatement of compensated absences in the current year. Inadequate monitoring of active construction projects in prior years contributed to the restatement of construction in process in the current year.

*Auditors' Recommendation:* We recommend that the District review the compensated absences accrual for completeness and review active construction projects at year-end to accurately report their status in the government-wide statement of net assets.

*Client Response:* A review process has been implemented to ensure that compensated absences are properly valued and reported for audit purposes. The requirement to record compensated absences for all leave types has been communicated to the Human Resources Department and all schedules used to calculate leave balances and compensation amounts will be carefully reviewed prior to submission to auditors in the future. This process will help ensure compliance with all reporting requirements.

In past years, audit accrual adjustment entry details were not provided to the District and verification of reversal of those entries in subsequent years did not occur. As a result, balances in capital asset accounts were overstated. The District now receives the details of all audit adjustments and will monitor balances in the financial statements to ensure that the information is correctly stated.

**B. FINDINGS-FINANCIAL STATEMENT AUDIT (continued)**

**FS 2010-05: Bank Reconciliations (Material Weakness)**

*Condition:* During our review of bank reconciliations, we noted the District is not completing accurate bank reconciliations in a timely manner. The District was unable to provide the auditors with all correct bank reconciliations until November 2011.

*Criteria:* Good accounting practice requires that bank reconciliations be performed monthly. PSAB Supplement 7 requires that Districts perform bank reconciliations timely.

*Effect:* Without performing bank reconciliations timely, incorrect posting to the general ledger will not be recognized. It is often difficult to detect fraudulent activity if bank reconciliations are not performed timely. Fraudulent transactions can take place and not be detected.

*Cause:* The payroll clearing account had a material unreconciled difference between the general ledger and bank statement balance as of June 30, 2011. This difference took an unusual amount of time to research and resolve.

*Auditors' Recommendation:* We recommend that the District perform bank reconciliations on a monthly basis and be reviewed by the Finance Director. If there were fewer clearing accounts, we believe it would be easier for the District to achieve the objective of completing correct bank reconciliations timely.

*Client Response:* In the prior year, the District was operating six separate clearing accounts. As of this date, all accounts have been fully reconciled and four of the six clearing accounts have been closed. This leaves two functioning clearing accounts, one for payroll and one for accounts payable. The procedures for managing and tracking clearing account transactions through the financial system have been streamlined and finance staff assigned reconciliation responsibilities have been trained to track and resolve account reconciliation issues.

**FS 2011-01: Credit Cards (Other Matter)**

*Condition:* During our examination of credit card payments, we noted that 1 out of 5 payments were not supported by adequate documentation. The total of these payments was \$75 out of \$378.86.

*Criteria:* New Mexico Procurement Code 13-1-1 to 13-1-199 NMSA 1978 states that payments must be supported by valid receipts and that payments may only be made for valid charges.

*Effect:* The District could be paying for expenses not incurred or for unallowable expenses.

*Cause:* The District is paying credit card charges without obtaining the corresponding receipts for charges.

*Auditors' Recommendation:* We recommend that the District require credit card holders to turn in receipts as charges are made.

*Client Response:* Internal controls over the use of the District procurement cards have been updated in preparation for a change in the procurement card vendor. District employees authorized to use the procurement card will be required to submit charge receipts in a timely manner and to reconcile respective statements within the payment grace period allowed by the procurement card vendor. Individual procurement card users will be held to strict compliance requirements.

**FS 2011-02: Pledged Collateral (Other Matter)**

*Condition:* We noted during our testing of collateral that the District deposit account held at Wells Fargo Bank was under-collateralized by (\$15,733) as of June 30, 2011. As of June 30, 2011 total uninsured deposits were \$4,163,031 which required collateral of \$2,081,516. Wells Fargo collateral pledged as of June 30, 2011 totaled only \$2,065,783.

*Criteria:* According to the NMSA 1978 Section 6-10-16 and 6-10-17 Public Money Act, bank accounts having an aggregate value in excess of the amount insured by the FDIC are subject to a 50% collateral requirement.

**STATE OF NEW MEXICO**  
 Carlsbad Municipal School District No. 20  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

**B. FINDINGS-FINANCIAL STATEMENT AUDIT (continued)**

**FS 2011-02: Pledged Collateral (Other Matter) (continued)**

*Effect:* Noncompliance with the public money act.

*Cause:* The District failed to adequately monitor bank collateral reports during the year in comparison with the bank deposits balances.

*Auditors' Recommendation:* The District must notify Wells Fargo Bank that the District receives State funds that are subject to the Public Money Act for amounts having an aggregate value in excess of the amount insured by the FDIC and review the bank's collateralization on the District's accounts.

*Client Response:* The District does have procedures in place to ensure that all public funds meet the collateralization requirements. This requirement is monitored on a monthly basis. In June 2011 deposits were made for final employee contract payoff, where three paychecks are issued at the close of the fiscal year. The bank account was under-collateralized on June 30 but additional collateralization was pledged on July 1. The bank has been notified of the requirements for sufficient collateralization and additional review measures on the part of the bank will be taken to ensure the issue is not repeated. The District will monitor collateralization during the month of June on a more frequent basis to allow for sufficient notice to the bank should additional pledged collateral be required.

**Component Unit:**

**JMA FS 2010-03: Expenditures in Excess of Budget (Other Matter)**

*Condition:* The Academy exceeded the level of budgetary authority in the following funds:

Non-Instruction Support Special Revenue Fund		\$ 574
State Equalization Guarantee-Federal Stimulus		
Instruction	\$ 6,866	
Operation and maintenance of plant	<u>71</u>	<u>6,937</u>
Total		<u><u>\$ 7,511</u></u>

*Criteria:* NMAC 6.20.2.10 state that all District funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the State of New Mexico Public Education Department for approval. Once adopted, any claims or warrants in excess of budget are a violation of New Mexico State Statute 6-6-6, 1978 Compilation.

*Effect:* The Academy is in violation of the law which requires each fund to disburse money for its specific purpose in accordance with their budget.

*Cause:* Inadequate monitoring of budgeting procedures.

*Auditors' Recommendation:* Budget for future years should be revised to insure all funds have adequate budget authority for appropriations. Greater attention should be given to the budget monitoring process.

*Client Response:* Budget Adjustment Requests (BARs) were prepared for and approved by the Governing Council in June 2011. The BARs were submitted to the NM Public Education Department for approval. However, the BARs were not approved by the end of the fiscal year. The business office will monitor the budgets and review approvals to prevent end of year issues.

**B. FINDINGS-FINANCIAL STATEMENT AUDIT (continued)**

**Component Unit:**

**JMA FS 2011-01: Voided Checks (Other Matter)**

*Condition:* Jefferson Montessori Academy does not have a comprehensive documented internal control structure. We noted the following areas in which the Charter School does not have sufficient key internal controls in place.

- Check numbers are printed on the check when they are posted in the accounting system. However, the client has the ability to duplicate check numbers if they so wish. During the voided check testwork, it was noted that seven out of the ten sample checks written out of Western Commerce Bank cleared the bank under the same account number for the same amount and check information. These seven checks amounted to \$5,108.40.

*Criteria:* *The Codification of Statements on Auditing Standards (SAS AU)* paragraph 110.03 states that the financial statements are management's responsibility. Management is responsible for adopting sound accounting policies, and for establishing and maintaining internal control that will, among other things, initiate, authorize, record, process, and report transactions (as well as events and conditions) consistent with management's assertions embodied in the financial statements.

The SAS No. 115 Appendix lists the following circumstances as possible control deficiency, significant deficiency, or material weakness, "inadequate documentation of the components of internal control." SAS 115 paragraph 15 states that ineffective oversight of the agency's financial reporting and internal control by those charged with governance should be regarded as at least a significant deficiency and a strong indicator of a material weakness in internal control.

*Effect:* Not having a sound internal control system that prevents the use of duplicate check numbers could possibly result in fraudulent activity and a misstatement of financial information.

*Cause:* Adequate controls are not in place to prevent duplicate check numbers from being used.

*Auditors' Recommendation:* Jefferson Montessori Academy should ensure that duplicate check numbers cannot be reused when voiding checks to better ensure that all checks are accounted for at the entity, and that checks that appear as void in the system can actually be traced to a voided check.

*Client Response:* The Financial system has been modified to prevent duplicate check numbers from being issued. Monthly bank reconciliations with appropriate segregation of duties and check signing procedures are additional existing internal controls that would prevent any fraudulent activity. The change in the financial system will enhance the system of internal controls.

**C. FINDINGS-FEDERAL AWARDS**

**FA 2011-01 Failure to Submit the Data Collection Form in a Timely Manner (Other Matter)**

*Condition:* During our audit we noted that the data collection form was not submitted to the Federal clearinghouse or to federal agencies within nine months after the fiscal year end as required by OMB Circular A-133.320. The data collection form for fiscal year ending June 30, 2010 was initially received on June 9, 2011.

*Criteria:* According to OMB A-133.320 the District is required to submit the data collection form as well as the reporting package to the Federal clearinghouse and federal agencies within earlier of 30 days after receipt of the auditor's report, or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audit.

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Schedule VII

**C. FINDINGS-FEDERAL AWARDS-(continued)**

**FA 2011-01 Failure to Submit the Data Collection Form in a Timely Manner (Other Matter) (continued)**

*Effect:* The effect of this condition resulted in the District being not in compliance with OMB A-133 and in violation of federal compliance standards.

*Cause:* The District was not ready for audit at the time scheduled by the auditor. They were unable to complete items needed for audit until well after fiscal year end.

*Auditors' Recommendation:* We recommend that the District implement procedures to ensure that the books are kept in good order to enable auditing procedures to be performed on a timely basis, thus allowing the District to complete the data collection form in a timely manner.

*Client Response:* The late submission of the 2009-10 audit report to the New Mexico Office of the State Auditor resulted in the late submission of the Data Collection Form. The OMB Circular A-133 report submission due date was shortened and due to accountability and transparency in reporting requirements for ARRA Awards, extensions of time for report submission are not granted. The pending submission of the 2010-11 audit report may result in a repeat of this finding in the next annual audit. The US Department of Education has been informed of the possibility of late submission of the Data Collection Form for 2010-11. The District will monitor the audit report submission and approval dates and will work to meet the March 30 deadline for submission of the Data Collection Form. The District will continue to work diligently to ensure that the annual audit is completed in a timely manner and that all requirements of OMB A-133 requirements are met in the future.



**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Schedule VII

**D. PRIOR YEAR AUDIT FINDINGS**

**Primary Government:**

2009-1: Late Audit Report	Repeated and Modified
2009-3: Inconsistent Use of Purchase Requisitions	Resolved
2010-01: Improper Control over Cash Receipts	Resolved
2010-02: Cash Appropriations in Excess of Available Cash Balances	Resolved
2010-03: Material Restatement of Net Assets and Fund Balances	Repeated and Modified
2010-04: Audit Committee	Resolved
2010-05: Bank Reconciliations	Repeated
2010-06: Capitalization Policy	Resolved
2010-07: PED Cash Report Does not Reconcile to the District's Cash	Resolved
2010-08: Stale Dated Checks	Resolved

**Component Unit:**

JMA FS 2010-01: Improper Control over Cash Receipts	Resolved
JMA FS 2010-02: Cash Appropriations in Excess of Available Cash Balances	Resolved
JMA FS 2010-03: Expenditures in Excess of Budget	Repeated and Modified

**STATE OF NEW MEXICO**  
Carlsbad Municipal School District No. 20  
Other Disclosures  
For the Year Ended June 30, 2011

**A. AUDITOR PREPARED FINANCIAL STATEMENTS**

Although it would be preferred and desirable for the District to prepare its own GAAP-basis financial statements, it is felt that the District's personnel do not have the time to prepare them. Therefore, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report. The responsibility for the financial statements remains with the District.

**B. EXIT CONFERENCE**

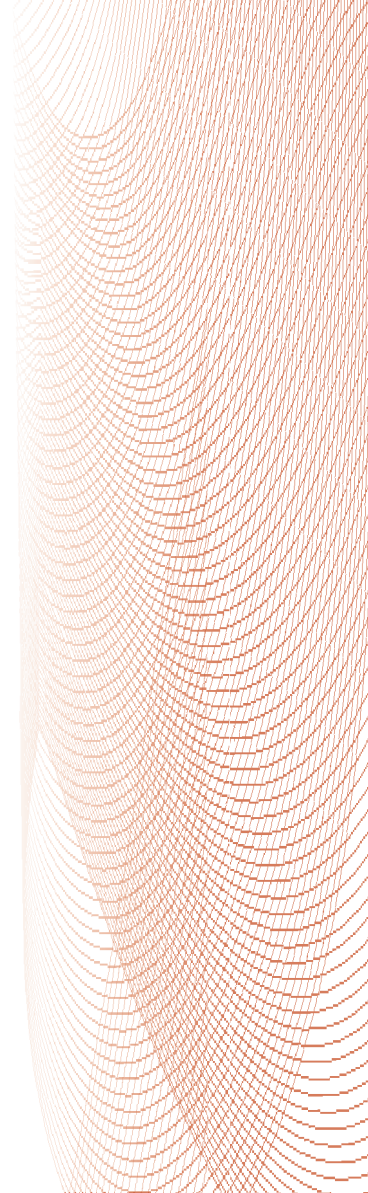
The contents of this report were discussed on February 9, 2012. The following individuals were in attendance.

Carlsbad Schools Personnel

Gary Perkowski– Superintendent  
Laura Garcia – Director of Finance  
Erich Francke – Director of Operations  
Ron Singleton – Board of Education President  
Tammi Dutton – JMA Office Manager  
Cindy Holguin – JMA Chief Executive Officer  
Becky McMullan-Representative  
Elizabeth Easley-Parent Representative  
Alice Coonradt-JMA Parent/Council Rep  
Donella Shanon-JMA Cot-VP  
Mark Cahenzls-Director of Technology  
Shirley Jones –Director of Special Education  
Doris Bruton Carleton-Board Secretary

Accounting & Consulting Group, LLP

Jeff McWhorter, CPA, Partner



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