



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**

**ANNUAL FINANCIAL REPORT**  
June 30, 2010

**De'Aun Willoughby CPA, PC**  
Certified Public Accountant  
Melrose, New Mexico



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Table of Contents  
 For the Year Ended June 30, 2010

---

	<u>Page</u>
Official Roster.....	6
Independent Auditor's Report.....	7-8

**FINANCIAL SECTION**

Basic Financial Statements

Government Wide Financial Statements

Statement of Net Assets.....	10
Statement of Activities.....	11

Fund Financial Statements

Government Funds - Balance Sheet.....	12-14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	15

Statement of Revenues, Expenditures, and Changes in Fund Balances.....	16-18
---	-------

Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities.....	19
--	----

**GENERAL FUND**

**Operational-11000**

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	20-21
--	-------

**Transportation-13000**

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	22
--	----

**Instructional Material-14000**

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	23
--	----

Statement of Fiduciary Net Assets and Liabilities-Agency Funds.....	24
---	----

Notes to Financial Statements.....	25-39
------------------------------------	-------

**SUPPLEMENTAL INFORMATION RELATED TO MAJOR FUNDS**

**Capital Project Fund-Bond Building-31100**

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	41
--	----

**Debt Service-41000**

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	42
--	----

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Table of Contents  
 For the Year Ended June 30, 2010

---

	<u>Page</u>
<b>SUPPLEMENTAL INFORMATION RELATED TO NON MAJOR FUNDS</b>	
<b>Non-major Special Revenue Funds</b>	
Combining Balance Sheet.....	47-56
Combining Statement of Revenues, Expenditures and Changes in Fund Balance.....	57-66
<b>Food Service-21000</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	67
<b>Athletics-22000</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	68
<b>Title I-24101</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	69
<b>IDEA, Part B Entitlement-24106</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	70
<b>IDEA Preschool-24109</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	71
<b>21st Century-24119</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	72
<b>IDEA, Part B Risk Pool-24120</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	73
<b>Enhancing Education through Technology-24149</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	74
<b>Teacher/Principal Training-24154</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	75
<b>Safe &amp; Drug Free Schools-24157</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget (Budgetary Basis) and Actual.....	76
<b>Title I Recovery Act-24201</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	77
<b>IDEA Part B, Recovery Act-24206</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	78
<b>IDEA Preschool Recovery Act-24209</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	79
<b>Medicaid-25153</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	80

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Table of Contents  
 For the Year Ended June 30, 2010

---

	<u>Page</u>
<b>Education Achievement Program-25233</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	81
<b>State Fiscal Stabilization Program Fund-25250</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	82
<b>Dual Credit-27103</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	83
<b>GO Library Books-27105</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	84
<b>Technology For Education-27117</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	85
<b>Incentives for School Improvements-27138</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	86
<b>Beginning Teacher Mentoring-27154</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	87
<b>K-Plus-27166</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	88-89
<b>After School Enrichment Program -27168</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	90
<b>Libraries GO Bonds-27170</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	91
<b>State Directed Activities-27200</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	92
<b>School Library Material-27549</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	93
 <b>Non-Major Capital Projects Funds</b>	
<b>Senate Bill Nine-31700</b>	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget (Budgetary Basis) and Actual.....	94
 <b>OTHER SUPPLEMENTAL INFORMATION</b>  	
<b>Agency Funds</b>	
Statement of Fiduciary Net Assets and Liabilities-Agency Funds .....	97
<b>Activity</b>	
Schedule of Changes in Assets and Liabilities - Agency Funds .....	98

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Table of Contents  
For the Year Ended June 30, 2010

---

	<u>Page</u>
Cash Reconciliations-All Funds.....	99
<b>FEDERAL COMPLIANCE</b>	
Schedule of Expenditures of Federal Awards.....	101
Notes to the Schedule of Expenditures of Federal Awards.....	102
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i> .....	103-104
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	105-106
Schedule of Findings and Questioned Costs.....	107-111

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Official Roster  
June 30, 2010

---

**BOARD OF EDUCATION**

Steve Harkey	President
Matt Ferguson	Vice-President
Denise Hill	Secretary
Henrietta Griego	Member
James Guevara	Member

**SCHOOL OFFICIALS**

Robert Cobos	Superintendent
Gwen Huston	Business Manager

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

Independent Auditor's Report

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the CARRIZOZO MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons for the general funds of CARRIZOZO MUNICIPAL SCHOOLS, (District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds and the budgetary comparisons for the major capital project fund, debt service fund and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and 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, each major fund, and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund 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 of the District as of June 30, 2010, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project fund, debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2010, 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 CARRIZOZO MUNICIPAL SCHOOLS has not presented the Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements and the combining and individual financial statements and budgetary comparisons presented as supplemental information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purpose of additional analysis as required by 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 financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*De'Aun Willoughby* CPA PC

November 1, 2010



## **FINANCIAL SECTION**

STATE OF NEW MEXICO  
**CARRIZOZO MUNICIPAL SCHOOLS**  
 Government-Wide Statement of Net Assets  
 June 30, 2010

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Cash Equivalents	\$ 713,321
Due from Grantor	91,250
Inventory	965
Total Current Assets	<u>805,536</u>
Noncurrent Assets	
Capital Assets	9,043,898
Less: Accumulated Depreciation	<u>(2,545,821)</u>
Total Noncurrent Assets	<u>6,498,077</u>
Total Assets	<u>7,303,613</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	11,864
Deferred Revenue	12,708
Accrued Interest	27,588
Current Portion of Long-Term Debt	<u>190,000</u>
Total Current Liabilities	<u>242,160</u>
Noncurrent Liabilities	
Bonds and Notes, Net	<u>2,310,258</u>
Total Noncurrent Liabilities	<u>2,310,258</u>
Total Liabilities	<u>2,552,418</u>
<b>NET ASSETS</b>	
Invested in Capital Assets, Net of Related Debt	3,997,819
Restricted for Capital Improvements	125,640
Unrestricted	627,736
Total Net Assets	<u>\$ 4,751,195</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Government-Wide Statement of Activities  
 For the Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities</b>					
Instruction	\$ 1,963,759	\$ 6,883	\$ 508,463	\$ 0	\$ (1,448,413)
Support Services					
Students	151,896	2,000	66,418	0	(83,478)
Instruction	74,677	0	10,435	0	(64,242)
General Administration	196,804	0	2,370	0	(194,434)
School Administration	151,111	0	8,213	0	(142,898)
Central Services	44,398	0	1,797	0	(42,601)
Operation of Plant	386,830	0	72,339	0	(314,491)
Student Transportation	254,736	0	255,428	0	692
Food Services Operations	163,915	8,727	116,200	0	(38,988)
Interest on Long-Term Obligations	74,108	0	0	0	(74,108)
Total Governmental Activities	\$ <u>3,462,234</u>	\$ <u>17,610</u>	\$ <u>1,041,663</u>	\$ <u>0</u>	\$ <u>(2,402,961)</u>
<b>General Revenues</b>					
Taxes					
Property Taxes, Levied for General Purposes					17,530
Property Taxes, Levied for Capital Projects					80,180
Property Taxes, Levied for Debt Service					263,933
Federal and State aid not restricted to specific purpose					
General					1,926,570
Capital					9,363
Interest and investment earnings					549
Miscellaneous					15,992
Subtotal, General Revenues					<u>2,314,117</u>
Change in Net Assets					(88,844)
Net Assets - beginning of year					<u>4,840,039</u>
Net Assets - ending of year					\$ <u><u>4,751,195</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2010

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 270,872	\$ 692	\$ 8,777
Receivables			
Due From Grantor	0	0	0
Interfund Balances	91,250	0	0
Inventory	0	0	0
Total Assets	<u>\$ 362,122</u>	<u>\$ 692</u>	<u>\$ 8,777</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 11,864	\$ 0	\$ 0
Interfund Balance	0	0	0
Deferred Revenue	0	0	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Total Liabilities	<u>11,864</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>			
<b>Reserved for</b>			
Inventory	0	0	0
Special Revenue Funds	0	0	0
Retirement of Long-Term Debt	0	0	0
Capital Improvements	0	0	0
<b>Unreserved, Undesignated, reported in</b>			
General Fund	350,258	692	8,777
Capital Improvements	0	0	0
Total Fund Balances	<u>350,258</u>	<u>692</u>	<u>8,777</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 362,122</u>	<u>\$ 692</u>	<u>\$ 8,777</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2010

	<u>Capital Projects</u>	<u>Debt Service</u>	
	<u>Bond Building 31100</u>	<u>Debt Service 41000</u>	<u>Other Governmental Funds</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 125,640	\$ 245,156	\$ 62,184
Receivables			
Due From Grantor	0	0	91,250
Interfund Balances	0	0	0
Inventory	0	0	965
Total Assets	<u>\$ 125,640</u>	<u>\$ 245,156</u>	<u>\$ 154,399</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	91,250
Deferred Revenue	0	0	12,708
Current Portion Due			
Principal	0	190,000	0
Interest	0	32,340	0
Total Liabilities	<u>0</u>	<u>222,340</u>	<u>103,958</u>
<b>Fund Balances</b>			
Reserved for			
Inventory	0	0	965
Special Revenue Funds	0	0	13,329
Retirement of Long-Term Debt	0	22,816	0
Capital Improvements	125,640	0	0
Unreserved, Undesignated, reported in			
General Fund	0	0	0
Capital Improvements	0	0	36,147
Total Fund Balances	<u>125,640</u>	<u>22,816</u>	<u>50,441</u>
Total Liabilities and Fund Balances	<u>\$ 125,640</u>	<u>\$ 245,156</u>	<u>\$ 154,399</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2010

---

	Total Governmental Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 713,321
Receivables	
Due From Grantor	91,250
Interfund Balances	91,250
Inventory	965
Total Assets	<u>\$ 896,786</u>
<b>LIABILITIES AND FUND BALANCE</b>	
Liabilities	
Accounts Payable	\$ 11,864
Interfund Balance	91,250
Deferred Revenue	12,708
Current Portion Due	
Principal	190,000
Interest	32,340
Total Liabilities	<u>338,162</u>
Fund Balances	
Reserved for	
Inventory	965
Special Revenue Funds	13,329
Retirement of Long-Term Debt	22,816
Capital Improvements	125,640
Unreserved, Undesignated, reported in	
General Fund	359,727
Capital Improvements	36,147
Total Fund Balances	<u>558,624</u>
Total Liabilities and Fund Balances	<u>\$ 896,786</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Balance Sheet to the Statement of Net Assets  
 June 30, 2010

---

Total Fund Balance - Governmental Funds \$ 558,624

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$ 9,043,898	
Accumulated depreciation is	<u>(2,545,821)</u>	6,498,077

Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of :

Bonds payable	(2,390,000)	
Accrued Interest	4,752	
Net Issue Costs	<u>79,742</u>	<u>(2,305,506)</u>

Total net assets - governmental activities \$ 4,751,195

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2010

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
<b>Revenues</b>			
Property Taxes	\$ 17,530	\$ 0	\$ 0
Investment Income	133	0	0
Fees	0	0	0
State & Local Grants	1,909,959	242,123	7,294
Federal Grants	16,611	0	0
Miscellaneous	15,992	0	0
<b>Total Revenues</b>	<b>1,960,225</b>	<b>242,123</b>	<b>7,294</b>
<b>Expenditures</b>			
Current			
Instruction	1,226,643	0	8,595
Support Services			
Students	80,881	0	0
Instruction	63,928	0	314
General Administration	190,756	0	0
School Administration	142,277	0	0
Central Services	42,601	0	0
Operation and Maintenance of Plant	254,360	0	0
Student Transportation	0	241,431	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
<b>Total Expenditures</b>	<b>2,001,446</b>	<b>241,431</b>	<b>8,909</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(41,221)</b>	<b>692</b>	<b>(1,615)</b>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	0	0
Transfer In (Out)	(2,700)	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>(2,700)</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(43,921)</b>	<b>692</b>	<b>(1,615)</b>
<b>Fund Balances at Beginning of Year</b>	<b>394,179</b>	<b>0</b>	<b>10,392</b>
<b>Fund Balance End of Year</b>	<b>\$ 350,258</b>	<b>\$ 692</b>	<b>\$ 8,777</b>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2010

	<u>Capital Projects</u>	<u>Debt Service</u>	
	<u>Bond Building 31100</u>	<u>Debt Service 41000</u>	<u>Other Governmental Funds</u>
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 263,933	\$ 80,180
Investment Income	411	0	5
Fees	0	0	17,610
State & Local Grants	0	0	103,475
Federal Grants	0	0	698,134
Miscellaneous	0	0	0
Total Revenues	<u>411</u>	<u>263,933</u>	<u>899,404</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	0	0	502,826
Support Services			
Students	0	0	66,418
Instruction	0	0	10,435
General Administration	43	2,736	3,269
School Administration	0	0	8,213
Central Services	0	0	1,797
Operation and Maintenance of Plant	0	0	132,470
Student Transportation	0	0	13,305
Food Services Operations	0	0	163,915
Capital Outlay	833,580	0	19,748
<b>Debt Service</b>			
Principal	0	190,000	0
Interest	0	67,368	0
Bond Issue Costs	34,971	0	0
Total Expenditures	<u>868,594</u>	<u>260,104</u>	<u>922,396</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>			
	<u>(868,183)</u>	<u>3,829</u>	<u>(22,992)</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	345,000	0	0
Transfer In (Out)	0	0	2,700
Total Other Financing Sources (Uses)	<u>345,000</u>	<u>0</u>	<u>2,700</u>
<b>Net Change in Fund Balance</b>			
	(523,183)	3,829	(20,292)
<b>Fund Balances at Beginning of Year</b>			
	<u>648,823</u>	<u>18,987</u>	<u>70,733</u>
<b>Fund Balance End of Year</b>			
	<u>\$ 125,640</u>	<u>\$ 22,816</u>	<u>\$ 50,441</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2010

---

	Total Governmental Funds
Revenues	
Property Taxes	\$ 361,643
Investment Income	549
Fees	17,610
State & Local Grants	2,262,851
Federal Grants	714,745
Miscellaneous	15,992
Total Revenues	<u>3,373,390</u>
Expenditures	
Current	
Instruction	1,738,064
Support Services	
Students	147,299
Instruction	74,677
General Administration	196,804
School Administration	150,490
Central Services	44,398
Operation and Maintenance of Plant	386,830
Student Transportation	254,736
Food Services Operations	163,915
Capital Outlay	853,328
Debt Service	
Principal	190,000
Interest	67,368
Bond Issue Costs	34,971
Total Expenditures	<u>4,302,880</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(929,490)</u>
Other Financing Sources (Uses)	
Bond Proceeds	345,000
Transfer In (Out)	0
Total Other Financing Sources (Uses)	<u>345,000</u>
Net Change in Fund Balance	(584,490)
Fund Balances at Beginning of Year	<u>1,143,114</u>
Fund Balance End of Year	<u>\$ 558,624</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 To the Statement of Activities  
 June 30, 2010

---

Net Change in Fund Balance-Governmental Funds \$ (584,490)

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Depreciation expense	\$ (230,913)	
Capital Outlays	<u>853,328</u>	622,415

The issuance of long-term debt provides current financial resources to governmental funds but has no effect on net assets. (345,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Principal paid for bonds (Note F)	175,000	
Difference in current amount due in the Debt Service	<u>15,000</u>	190,000

Bond issue costs are amortized in the Statement of Activities but are recorded as an expenditure in the year of issue on the Statement of Revenues, Expenditures and Changes in Fund Balances. The bond issue costs are amortized over the life of the bonds.

Issue Cost this year	34,971	
Amortization of Issue Cost this year	<u>(8,186)</u>	26,785

Interest is accrued through year end but the Balance Sheet included interest payable within thirty day of year end. This is the difference in the accrued interest and the current amount due. 1,446

Changes in Net Assets of Governmental Activities \$ (88,844)

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GENERAL FUND-OPERATIONAL-11000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 16,433	\$ 16,433	\$ 17,530	\$ 1,097
Investment Income	2,000	2,000	133	(1,867)
Other Revenue	15	15	15,992	15,977
Federal Grants	17,624	17,624	16,611	(1,013)
State Grants	1,993,745	1,910,687	1,909,959	(728)
Total Revenues	<u>2,029,817</u>	<u>1,946,759</u>	<u>1,960,225</u>	<u>13,466</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	895,559	871,581	869,759	1,822
Employee Benefits	330,134	269,775	265,005	4,770
Professional & Tech Services	2,500	13,303	13,301	2
Other Purchased Services	82,632	67,105	61,215	5,890
Supplies	12,938	18,941	17,523	1,418
Total Instruction	<u>1,323,763</u>	<u>1,240,705</u>	<u>1,226,803</u>	<u>13,902</u>
<b>Support Services-Students</b>				
Personnel Services	42,523	42,523	42,523	0
Employee Benefits	17,841	17,841	17,519	322
Professional & Tech Services	58,881	58,881	20,053	38,828
Supplies	2,500	2,500	786	1,714
Total Support Services-Students	<u>121,745</u>	<u>121,745</u>	<u>80,881</u>	<u>40,864</u>
<b>Support Services-Instruction</b>				
Personnel Services	52,854	52,827	52,634	193
Employee Benefits	11,320	11,347	11,294	53
Total Support Services-	<u>64,174</u>	<u>64,174</u>	<u>63,928</u>	<u>246</u>
<b>Support Services-General Administration</b>				
Personnel Services	113,294	113,295	113,294	1
Employee Benefits	39,424	39,423	38,692	731
Professional & Tech Services	20,830	19,306	17,940	1,366
Other Purchased Services	10,750	7,261	7,055	206
Supplies	9,000	14,013	13,865	148
Total Support Services-General Administration	<u>193,298</u>	<u>193,298</u>	<u>190,846</u>	<u>2,452</u>
<b>Support Services-School Administration</b>				
Personnel Services	107,239	107,239	102,914	4,325
Employee Benefits	40,536	40,536	36,477	4,059
Professional & Tech Services	203	203	150	53
Other Purchased Services	1,000	1,000	142	858
Supplies	3,000	3,000	2,594	406
Total Support Services-School Administration	<u>\$ 151,978</u>	<u>\$ 151,978</u>	<u>\$ 142,277</u>	<u>\$ 9,701</u>

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GENERAL FUND-OPERATIONAL-11000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Central Services				
Personnel Services	\$ 34,479	\$ 34,480	\$ 34,479	\$ 1
Employee Benefits	7,046	7,046	7,042	4
Professional & Tech Services	2,500	2,499	605	1,894
Other Purchased Services	3,000	3,000	475	2,525
Total Central Services	<u>47,025</u>	<u>47,025</u>	<u>42,601</u>	<u>4,424</u>
Operation & Maintenance of Plant				
Personnel Services	92,500	91,252	77,806	13,446
Employee Benefits	47,683	47,683	31,986	15,697
Professional & Tech Services	0	1,248	1,247	1
Purchased Property Services	114,947	115,691	82,537	33,154
Other Purchased Services	34,120	43,051	42,862	189
Supplies	25,489	15,814	12,579	3,235
Total Operation & Maintenance of Plant	<u>314,739</u>	<u>314,739</u>	<u>249,017</u>	<u>65,722</u>
Total Expenditures	<u>2,216,722</u>	<u>2,133,664</u>	<u>1,996,353</u>	<u>137,311</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(186,905)</u>	<u>(186,905)</u>	<u>(36,128)</u>	<u>150,777</u>
Other Financing Sources				
Transfers In/(Out)	0	0	(2,700)	(2,700)
Total Other Sources	<u>0</u>	<u>0</u>	<u>(2,700)</u>	<u>(2,700)</u>
Net Change in Cash Balance	(186,905)	(186,905)	(38,828)	148,077
Cash Balance Beginning of Year	<u>400,950</u>	<u>400,950</u>	<u>400,950</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 214,045</u>	<u>\$ 214,045</u>	<u>\$ 362,122</u>	<u>\$ 148,077</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (38,828)	
Net change in Accounts Payables			<u>(5,093)</u>	
Net Change in Fund Balance			<u>\$ (43,921)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GENERAL FUND-TRANSPORTATION-13000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Transportation Distribution	\$ 243,188	\$ 242,168	\$ 242,123	\$ (45)
Total Revenues	<u>243,188</u>	<u>242,168</u>	<u>242,123</u>	<u>(45)</u>
<b>Expenditures</b>				
<b>Student Transportation</b>				
Personnel Services	49,668	48,756	48,755	1
Employee Benefits	29,808	28,488	28,320	168
Purchased Property Services	15,503	32,721	32,721	0
Other Purchased Services	148,111	132,105	131,635	470
Supplies	98	98	0	98
Total Student Transportation	<u>243,188</u>	<u>242,168</u>	<u>241,431</u>	<u>737</u>
Total Expenditures	<u>243,188</u>	<u>242,168</u>	<u>241,431</u>	<u>737</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	692	692
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 692</u>	<u>\$ 692</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Net Change in Cash Balance			<u>\$ 692</u>	
Net Change in Fund Balance			<u>\$ 692</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
GENERAL FUND-INSTRUCTIONAL MATERIALS-14000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 0	\$ 7,294	\$ 7,294
Total Revenues	<u>0</u>	<u>0</u>	<u>7,294</u>	<u>7,294</u>
Expenditures				
Instruction				
Supplies	<u>8,888</u>	<u>8,888</u>	<u>8,595</u>	<u>293</u>
Total Instruction	<u>8,888</u>	<u>8,888</u>	<u>8,595</u>	<u>293</u>
Student Support-Instruction				
Supplies	<u>1,092</u>	<u>1,092</u>	<u>314</u>	<u>778</u>
Total Student Support-Instruction	<u>1,092</u>	<u>1,092</u>	<u>314</u>	<u>778</u>
Total Expenditures	<u>9,980</u>	<u>9,980</u>	<u>8,909</u>	<u>1,071</u>
Excess (Deficiency) of Revenues Over Expenditures	(9,980)	(9,980)	(1,615)	8,365
Cash Balance Beginning of Year	<u>10,392</u>	<u>10,392</u>	<u>10,392</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 412</u>	<u>\$ 412</u>	<u>\$ 8,777</u>	<u>\$ 8,365</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,615)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (1,615)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Statement of Fiduciary Net Assets and Liabilities-Agency Funds  
June 30, 2010

---

	<u>Agency Funds</u>
Assets	
Cash and Cash Equivalents	\$ 41,544
Total Assets	<u>\$ 41,544</u>
Liabilities	
Deposits Held for Others	\$ 41,544
Total Liabilities	<u>\$ 41,544</u>

The notes to the financial statements are an integral part of this statement.



**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the CARRIZO MUNICIPAL SCHOOLS (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. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

**Financial Reporting Entity**

The District has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

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

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

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

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

***Governmental Funds***

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of general long-term debt.

General Fund-The General Fund consist of three sub funds. The first is the operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - The Debt Service Fund is used to account for the resources for, and the payment of, principal, interest and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the District.

***Fiduciary Fund Type***

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the District.

The Student Activity Fund, an agency fund, accounts for assets held by the District as an agent for the District organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

The District reports the following major governmental funds:

**GENERAL FUND (11000)(13000)(14000)**

The General Fund consist of three sub funds. The first is the operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

**CAPITAL PROJECT FUND**

**Bond Building (31100)**

The revenues are derived from a School Building Bond Issue. The expenditures are restricted to major capital improvements.

**DEBT SERVICE FUND (41000)**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values. Expenditures are restricted to debt reduction.

**Measurement Focus and Basis of Accounting**  
***Government-Wide Financial Statements (GWFS)***

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirement of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

#### Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants and contributions, and including grants for transportation, instructional materials, food service. special revenue funds such as special education as well as others and federal and state programs 3) program specific capital grants and contributions.

### ***Fund Financial Statements (FFS)***

#### Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 30 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

#### Revenues

Ad valorem taxes are susceptible to full accrual on the government wide financial statements. Property Tax revenues recognize revenues net of estimated refunds and uncollectible accounts in the period for which the taxes are levied.

*Entitlement and shared revenues* (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

*Other receipts* become measurable and available when cash is received by the District and are recognized as revenue at that time.

#### Expenditures

*Salaries* are recorded as paid. Salaries for nine-month employees are paid prior to the end of the fiscal year and therefore are not accrued. Salaries for the twelve month employees payroll are accrued.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, etc.) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Basis of Budgeting

Formal budgetary integration is employed as a management control device during the year.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on the non-GAAP budgetary basis.

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

1. Prior to April 15, (unless a later date is fixed by the Secretary of Education) the local school board submits to the School Budget and Finance Analysis Unit (SBFAU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.
2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBFAU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.
3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBFAU and the local school board. The budget shall be integrated formally in to the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.
4. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the SBFAU.
5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.
6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the *Manual of Procedures Public School Accounting and Budgeting*. Such changes are initiated by the District and approved by the SBFAU.
7. Legal budget control for expenditures is by function.

8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

#### Cash and Cash Equivalents

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.

The District is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

#### Investments

All money not immediately necessary for the public uses of the District may be invested in :

- (a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or
- (b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.
- (c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

#### Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

#### Property Taxes

The County collects the District's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the District on a monthly basis. The District accounts for its share of property taxes in the General, Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

Elimination and Reclassifications of Certain Receivables and Payables

In the process of aggregating data for the Statement of Net Assets and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Cafeteria Fund consists of purchased food and non-food items and United States Department of Agriculture (USDA) commodities. Commodities are shown at the USDA procurement cost. Costs are recorded as expenditures at the time individual inventory items are used (consumption method). Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both District-wide and fund financial statements.

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

If there are any construction projects funded by the NM Public School Facilities Authority they are included in the appropriate capital projects fund and in the capital assets.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Buildings & Improvements	20-50 Years
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3-15 Years

Capital Leases

Capital leases are recorded at the inception of the leases as expenditures and other financing sources in governmental fund financial statement at the present value of the future minimum lease payments, using the stated or implicit interest rate in the leases. Lease payments are recorded as expenditures on the due date. Capital leases are recorded as a liability in the government-wide financial statement at the time of inception and the corresponding asset is recorded in the capital asset section on the balance sheet.

Short -Term Debt

Short-term debt results from borrowings characterized by anticipation notes, use of lines of credit, and similar loans. The District does not have any activity in short-term debt.

Long-Term Liabilities

For district-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Restricted Net Assets

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available it will first be applied to restricted resources.

Fund Balances of Fund Financial Statements

Reserved fund balance indicates that portion of fund equity which has been segregated for specific purposes.

Unreserved fund balance indicates that portion of fund equity which is available for budgeting in future periods.

Interfund Transfers

In governmental funds, transfers should be reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

Deferred Revenue

The District reports deferred revenues on its Statement of Net Assets and Fund Balance Sheet. Deferred revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized. Deferred revenues also occur in the fund financial statements when revenue is earned but is not available. The revenue becomes available if received within 30 days of the fiscal year end.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

---

**NOTE B: DEPOSITS AND INVESTMENTS**

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

**Wells Fargo Bank**

<u>Name of Account</u>	Balance Per Bank 06-30-10	Reconciled Balance	<u>Type</u>
Operational	\$ 343,703	\$ 293,047	Checking
Payroll Clearing	99,095	7,136	Checking
Cafeteria	2,571	71	Checking
Athletic	6,124	6,124	Checking
Building	28,852	5,582	Checking
Bond Building Investment	120,058	120,058	Checking
SB-9	39,971	36,147	Checking
Debt Service	245,156	245,156	Checking
TOTAL Deposited	<u>885,530</u>	<u>\$ 713,321</u>	
Less: FDIC Coverage	<u>(885,530)</u>		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	<u>\$ 0</u>		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.

**City Bank**

<u>Name of Account</u>	Balance Per Bank 06-30-10	Reconciled Balance	<u>Type</u>
Activity	\$ 43,417	\$ 41,544	Checking
TOTAL Deposited	<u>43,417</u>	<u>\$ 41,544</u>	
Less: FDIC Coverage	<u>(43,417)</u>		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	<u>\$ 0</u>		

**Custodial Credit Risk-Deposits**

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 928,947
Collateralized:	
Collateral held by the pledging bank in District's name	0
Uninsured and uncollateralized	0
Total Deposits	<u>\$ 928,947</u>



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Notes to the Financial Statements  
 June 30, 2010

---

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2010 none of the District's bank balance of \$ 928,947 was exposed to custodial credit risk.

**NOTE C: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The composition of interfund balances is as follows:

<u>Receivable Fund</u>	<u>Payable Funds</u>	
	Non Major Funds	Total
Operational Fund	\$ 91,250	\$ 91,250
Totals	<u>\$ 91,250</u>	<u>\$ 91,250</u>

The above interfund balances resulted from reimbursement grants. The shortfalls were covered by the above funds. All transactions will be repaid within one year.

Following is a schedule of the transfer among funds:

From	To	
Operational-11000	Food Service-21000	\$ <u>2,700</u>

The transfer was to cover a shortfall in Food Service.

**NOTE D: DUE FROM OTHER GOVERNMENT UNITS**

Amounts due from other agencies and units of government were as follows as of June 30, 2010:

Other Governmental Funds	\$ 91,250
Total	<u>\$ 91,250</u>

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE E: CAPITAL ASSETS**

Capital Assets Balances and Activity for the fiscal year is as follows:

	Beginning Balance 6/30/09	Increases	Decreases	Ending Balance 6/30/10
<b>Governmental Activities</b>				
Capital Assets not being depreciated				
Land	\$ 513,093	\$ 0	\$ 0	\$ 513,093
Construction in Progress	0	0	0	0
Total Capital Assets, not Being Depreciated	<u>513,093</u>	<u>0</u>	<u>0</u>	<u>513,093</u>
Other Capital Assets				
Buildings & Improvements	6,549,671	853,328	0	7,402,999
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	1,127,806	0	0	1,127,806
Total Capital Assets, not being depreciated	<u>7,677,477</u>	<u>853,328</u>	<u>0</u>	<u>8,530,805</u>
Total Capital Assets	<u>8,190,570</u>	<u>853,328</u>	<u>0</u>	<u>9,043,898</u>
<b>Less Accumulated Depreciation</b>				
Buildings & Improvement	1,354,573	181,528	0	1,536,101
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	960,335	49,384	0	1,009,719
Total Accumulated Depreciation	<u>2,314,908</u>	<u>230,912</u>	<u>0</u>	<u>2,545,820</u>
Capital Assets, net	<u>\$ 5,875,662</u>	<u>\$ 622,416</u>	<u>\$ 0</u>	<u>\$ 6,498,078</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 225,694
Support Services-Students	4,597
School Administration	621
Total depreciation expenses	<u>\$ 230,912</u>

**NOTE F: LONG TERM DEBT**

A summary of activity in the Long-Term Debt is as follows:

	Beginning Balance 6/30/09	Additions	Reductions	Ending Balance 6/30/10	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 2,410,000	\$ 345,000	\$ 175,000	\$ 2,580,000	\$ 190,000
Long-Term Liabilities	<u>\$ 2,410,000</u>	<u>\$ 345,000</u>	<u>\$ 175,000</u>	<u>\$ 2,580,000</u>	<u>\$ 190,000</u>

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

---

Payments on the general obligation bonds are made by the Debt Service Funds.

General Obligation Bonds.

The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Series	Maturity Year Ending	Original Amount	Interest Rate	Balance
1998	2011	300,000	4.4-5.2%	\$ 85,000
1999	2011	150,000	4.15-5.5%	40,000
2002	2016	550,000	3.0-5.25%	460,000
2003	2015	300,000	.46-1.33%	240,000
2004	2015	150,000	.25%	105,000
2008	2021	800,000	0	790,000
2009	2022	515,000	2.27%	515,000
2010	2021	345,000	1.10%	345,000
				<u>\$ 2,580,000</u>

The annual requirements to amortize all of the above bonds including interest is as follows:

	Principal	Interest	Total
2011	\$ 190,000	\$ 63,424	\$ 253,424
2012	210,000	58,108	268,108
2013	210,000	53,347	263,347
2014	230,000	47,514	277,514
2015	230,000	40,810	270,810
2016-2020	1,185,000	112,488	1,297,488
2021-2022	325,000	5,563	330,563
	<u>\$ 2,580,000</u>	<u>\$ 381,254</u>	<u>\$ 2,961,254</u>

Reconciliation of Long-Term Debt disclosed in Note F to the Long-Term Debt reported in the Statement of Net Assets.

Note F	\$ 2,580,000
Issue Costs	(95,397)
Accumulated Amortization	15,655
Statement of Net Assets	<u>\$ 2,500,258</u>
Long-Term Per Government Wide Financial Statements	\$ 2,310,258
Current Portion	190,000
Statement of Net Assets	<u>\$ 2,500,258</u>

**NOTE G: COMMITMENTS**

The District has various construction commitments at June 30, 2010.

**NOTE H: PENSION PLAN**

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).

Effective July 1, 2009, plan members were required by state statute to contribute 7.9% of their gross salary if they earn \$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 covered salary of employees earning more than \$20,000 annually. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9% of the gross covered salary. 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, 2010, 2009, and 2008, were \$325,191, \$312,952 and \$258,204 respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE J: RETIREE HEALTH CARE ACT CONTRIBUTIONS**

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.

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 the 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.

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 Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the RHCA, Albuquerque State Government Center, 401 Roma, NW, Suite 200, Albuquerque, New Mexico 87102.

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, 2010, the statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee was required to contribute .65% 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:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
2011	1.666%	0.833%
2012	1.834%	0.917%
2013	2.000%	1.000%

Also, employers joining the program after 1/1/98 are also 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 contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$31,238, \$31,666 and \$26,887 respectively, which equal the required contributions for each year.

**NOTE J: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS**

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - all Governmental Fund Types is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the budget basis and GAAP (Generally Accepted Accounting Principles) basis are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from GAAP basis to the budget basis for the governmental funds included on each Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).

**NOTE K: RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error and omissions; and injuries to employees; and natural disasters. The District, as a New Mexico Public School, is insured through the New Mexico Public Schools Insurance Authority (NMPSIA). Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

- Workers Compensation
- Property and Automobile Liability and Physical Damage
- Liability and Civil Rights and Personal Injury
- Contract School Bus Coverage; and
- Crime

**NOTE L: SURETY BOND**

The officials and certain employees of the District are covered by a surety bond as required by Section 12-6-7, NMSA, 1978 Compilation.

**NOTE M: JOINT POWERS AGREEMENT**

Carrizozo Municipal Schools entered into a joint powers agreement with the Region 9 Education Cooperative (REC). The purpose of the agreement is to allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the United States Department of Education under the Education of the Handicapped Act, Part B, PL 94142 among others.

There are seven schools that participate in the REC, they are Ruidoso, Capitan, Carrizozo, Cloudcroft, Corona, Hondo and Tularosa. The agreement became effective on July 1, 1995 and is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The REC passed-through \$103,382 to the District for salaries and fringe benefits. As required by SAO 2.2.2.12 C (3) (d), the REC funds were reported as revenues and expenditures in the following special revenue funds:

24106	IDEA B Entitlement
24109	IDEA Preschool
24120	IDEA Risk Pool
27200	IDEA B State Directed Activities

The REC is its own fiscal agent and is responsible for its audit. The financial statements are available for inspection at the REC office located at 1400 Sudderth Dr. Ruidoso, New Mexico 88345.

**NOTE N. BUDGET**

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

The following funds maintained a deficit fund balance as of June 30, 2010.

Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2010:

<u>Major Funds</u>	<u>Amount</u>
Capital Projects Fund-Bond Building	
Support Services-General Administration	(43)
<u>Non-Major Funds</u>	
State Fiscal Stabilization Program Fund	
Instruction	(1,297)
Capital Projects	
Support Services-General Administration	(99)

**SUPPLEMENTAL INFORMATION RELATED TO  
MAJOR FUNDS**



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 CAPITAL PROJECTS FUND-BOND BUILDING-31100  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Investment Income	\$ 0	\$ 0	\$ 411	\$ 411
Sale of Bonds	515,000	854,901	345,000	(509,901)
Total Revenues	<u>515,000</u>	<u>854,901</u>	<u>345,411</u>	<u>(509,490)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supply Assets	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	0	43	(43)
Total Support Services-General Administration	<u>0</u>	<u>0</u>	<u>43</u>	<u>(43)</u>
<b>Capital Outlay</b>				
Professional & Tech Services	200,000	842,542	696,173	146,369
Building Improvement	507,834	64,457	36,085	28,372
Fixed Assets \$1000 & Over	0	11,526	11,098	428
Supply Assets	0	129,210	125,195	4,015
Total Capital Outlay	<u>707,834</u>	<u>1,047,735</u>	<u>868,551</u>	<u>179,184</u>
Total Expenditures	<u>707,834</u>	<u>1,047,735</u>	<u>868,594</u>	<u>179,141</u>
Excess (Deficiency) of Revenues Over Expenditures	(192,834)	(192,834)	(523,183)	(330,349)
Cash Balance Beginning of Year	<u>648,823</u>	<u>648,823</u>	<u>648,823</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 455,989</u>	<u>\$ 455,989</u>	<u>\$ 125,640</u>	<u>\$ (330,349)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (523,183)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (523,183)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
DEBT SERVICE-41000

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 251,096	\$ 251,096	\$ 263,933	\$ 12,837
Total Revenues	<u>251,096</u>	<u>251,096</u>	<u>263,933</u>	<u>12,837</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	2,800	2,800	2,736	64
Total Support Services-General Administration	<u>2,800</u>	<u>2,800</u>	<u>2,736</u>	<u>64</u>
Debt Service				
Principal	175,000	175,000	175,000	0
Interest	64,993	64,993	64,991	2
Total Debt Service	<u>239,993</u>	<u>239,993</u>	<u>239,991</u>	<u>2</u>
Total Expenditures	<u>242,793</u>	<u>242,793</u>	<u>242,727</u>	<u>66</u>
Excess (Deficiency) of Revenues Over Expenditures	8,303	8,303	21,206	12,903
Cash Balance Beginning of Year	<u>223,950</u>	<u>223,950</u>	<u>223,950</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 232,253</u>	<u>\$ 232,253</u>	<u>\$ 245,156</u>	<u>\$ 12,903</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 21,206	
Net Change in Current Principal Due			(15,000)	
Net Change in Current Interest Due			(2,377)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 3,829</u>	

The notes to the financial statements are an integral part of this statement.

**SUPPLEMENTAL INFORMATION RELATED TO  
NON MAJOR FUNDS**

**NONMAJOR SPECIAL REVENUE FUNDS**

**Food Services (21000).** To account for revenue and expenditures associated with the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements. Authority for creation of this fund is NMSA 22-13-13.

**Athletics (22000).** To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

**Title I (24101).** To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the Elementary and Secondary Act of 1965, Chapter I of Title I, as amended, Public Laws 100-297, 20 U.S.C. 2701. The fund was created by the authority of federal grant provisions.

**IDEA Part B, Entitlement (24106).** To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

**IDEA Preschool (24109).** To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the Individuals with Disabilities Education Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, 101-476, and 102-119. The fund was created by the authority of federal grant provisions.

**21st Century (24119).** To provide expanded learning opportunities for participating children in a safe, drug-free and supervised environment. Funding is authorized under Title X, Part I, of the Elementary and Secondary Education Act of 1965.

**IDEA Part B, Risk Pool (24120).** To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

**Enhancing Education through Technology (24149).** To account for revenues and expenditures received from a federal grant to be used to encourage elementary and secondary schools and community-based agencies to create, develop, and offer service learning opportunities for school-age youth. The fund was created by the authority of the National and Community Service Act of 1990, as amended.

**Teacher/Principal Training (24154).** To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. Elementary and Secondary Education Act of 1965, as amended, Title II, Part A (PL 107-110).

**Safe & Drug Free Schools (24157).** To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources. Elementary and Secondary Education Act , Title IV, Part A, Subpart 1, as amended. 20 USC 7111-7118.

**Title I Recovery Act (24201).** To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

**IDEA, Part B Recovery Act (24206).** To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

**IDEA Preschool Recovery Act (24209).** To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

**Medicaid (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. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

**Education Achievement Program (25233).** To account for funds received from the Technology for Education Grant created by the 1994 State Legislation to establish funding of any costs associated with educational technology. Funding provided by the State of New Mexico. (NMSA 22-15A-1-10).

**State Fiscal Stabilization Program Fund (25250).** The objectives of this grant are to support and restore funding for elementary and secondary education, to avoid reductions in budgets for education and other essential services in exchange for a commitment to advance essential education reforms. The fund was created by grant provisions.

**Dual Credit (27103).** To provide financial assistance to purchased instructional materials for the college classes offered to students who are taking them for dual credits. The fund was created by the authority of state grant provisions.

**GO Library Books (27105).** To provide funding for the purchase of library books. The fund was created by the authority of state grant provision.

**Technology for Education (27117).** To account for funds received from the Technology for Education Grant created by the 1994 State Legislation to establish funding of any costs associated with educational technology. Funding provided by the State of New Mexico. (NMSA 22-15A-1-10).

**Incentives for School Improvements (27138).** To account for revenues and expenditures from a state grant as part of the Incentives for School Improvement Act: awarded based on the improvement in CTBS 5/Terra Nova or New Mexico High School Competency Examination scores. The fund was created by state grant provisions. (NMSA 22-13 A-1).

**Beginning Teacher Mentoring Program (27154).** To account for revenues and expenditures from a state grant provided for tutoring and student enhancement activities in reading, math, and study skills for grades sixth through eight. The fund was created by state grant provisions.

**K-3 Plus (27166).** To account for revenues and expenditures from a state grant provided for the extension of kindergarten hours and days. The fund was created by state grant provisions.

**After School Enrichment (27168).** To account for revenues and expenditures from the Public Education Department. The purpose of the funding is to provide opportunities for students to attend before and/or after school programs including charter schools.

**Library GO Bonds (27170).** To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

**State Directed Activities (27200).** To account for funds received from the New Mexico Public Education Department for the support and direct services, including technical assistance, preparation and professional development and training. To support capacity building activities and improve the delivery of services by local agencies to improve results for children with disabilities. The fund was created by state provisions.

**School Library Material (27549).** To account for funds received from the New Mexico Public Education Department for purchasing library books. The fund was created by state grant provisions.

**NONMAJOR CAPITAL PROJECTS FUNDS**

**Senate Bill Nine (31700).** The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

STATE OF NEW MEXICO  
**CARRIZOZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	Food Service 21000	Athletics 22000	Title I 24101
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 71	\$ 6,124	\$ 0
Receivables			
Due From Grantor	0	0	24,710
Inventory	965	0	0
Total Assets	<u>\$ 1,036</u>	<u>\$ 6,124</u>	<u>\$ 24,710</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	24,710
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>24,710</u>
Fund Balance			
Reserved			
Inventory	965	0	0
Special Revenue Fund	71	6,124	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>1,036</u>	<u>6,124</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 1,036</u>	<u>\$ 6,124</u>	<u>\$ 24,710</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	IDEA, Part B Entitlement 24106	IDEA Preschool 24109	21st Century 24119
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	14,810	895	2,010
Inventory	0	0	0
Total Assets	<u>\$ 14,810</u>	<u>\$ 895</u>	<u>\$ 2,010</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	14,810	895	2,010
Deferred Revenue	0	0	0
Total Liabilities	<u>14,810</u>	<u>895</u>	<u>2,010</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	0	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 14,810</u>	<u>\$ 895</u>	<u>\$ 2,010</u>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	IDEA Part B Risk Pool 24120	Enhancing Ed thru Tech 24149	Teacher/ Principal Training 24154
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 7,732	\$ 0
Receivables			
Due From Grantor	485	0	5,412
Inventory	0	0	0
Total Assets	<u>\$ 485</u>	<u>\$ 7,732</u>	<u>\$ 5,412</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	485	0	5,412
Deferred Revenue	0	7,732	0
Total Liabilities	<u>485</u>	<u>7,732</u>	<u>5,412</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	0	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 485</u>	<u>\$ 7,732</u>	<u>\$ 5,412</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	Safe & Drug Free Schools 24157	Title I Recovery Act 24201	IDEA Part B Recovery Act 24206
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	15,174	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 15,174</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	15,174	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>15,174</u>	<u>0</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	0	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 15,174</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	IDEA Preschool Recovery Act 24209	Medicaid 25153	Education Achievement Program 25233
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 2,000	\$ 1,754
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 2,000</u>	<u>\$ 1,754</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	0
Deferred Revenue	0	0	1,754
Total Liabilities	<u>0</u>	<u>0</u>	<u>1,754</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	2,000	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>0</u>	<u>2,000</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 2,000</u>	<u>\$ 1,754</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	State Fiscal Stabilization Program Fund 25250	Dual Credit 27103	GO Library Books 27105
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 3,222	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	3,348
Inventory	0	0	0
Total Assets	<u>\$ 3,222</u>	<u>\$ 0</u>	<u>\$ 3,348</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	3,348
Deferred Revenue	3,222	0	0
Total Liabilities	<u>3,222</u>	<u>0</u>	<u>3,348</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	0	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 3,222</u>	<u>\$ 0</u>	<u>\$ 3,348</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	Technology for Education 27117	Incentives for School Improvement 27138	Beginning Teacher Mentoring 27154
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 183	\$ 1,776	\$ 1,339
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 183</u>	<u>\$ 1,776</u>	<u>\$ 1,339</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	183	1,776	1,339
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>183</u>	<u>1,776</u>	<u>1,339</u>
Total Liabilities and Fund Balance	<u>\$ 183</u>	<u>\$ 1,776</u>	<u>\$ 1,339</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		
	K-3 Plus 27166	After School Enrichment Program 27168	Libraries GO Bonds 27170
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,249	\$ 0	\$ 0
Receivables			
Due From Grantor	0	21,132	3,274
Inventory	0	0	0
Total Assets	<u>\$ 1,249</u>	<u>\$ 21,132</u>	<u>\$ 3,274</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	21,132	3,274
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>21,132</u>	<u>3,274</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	1,249	0	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	0
Total Fund Balance	<u>1,249</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 1,249</u>	<u>\$ 21,132</u>	<u>\$ 3,274</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

	Special Revenue Funds		Capital Projects
	State Directed Activities 27200	School Library Material 27549	Senate Bill Nine 31700
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 587	\$ 36,147
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 587</u>	<u>\$ 36,147</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payables	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved			
Inventory	0	0	0
Special Revenue Fund	0	587	0
Unreserved-Undesignated Reported In			
Capital Improvements	0	0	36,147
Total Fund Balance	<u>0</u>	<u>587</u>	<u>36,147</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 587</u>	<u>\$ 36,147</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2010

---

	<u>Total</u>
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 62,184
Receivables	
Due From Grantor	91,250
Inventory	965
Total Assets	<u>\$ 154,399</u>
<b>LIABILITIES AND FUND BALANCE</b>	
Liabilities	
Accounts Payables	\$ 0
Interfund Balance	91,250
Deferred Revenue	12,708
Total Liabilities	<u>103,958</u>
Fund Balance	
Reserved	
Inventory	965
Special Revenue Fund	13,329
Unreserved-Undesignated Reported In	
Capital Improvements	36,147
Total Fund Balance	<u>50,441</u>
Total Liabilities and Fund Balance	<u>\$ 154,399</u>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Food Service 21000	Athletics 22000	Title I 24101
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	8,727	6,883	0
State & Local Grants	0	0	0
Federal Grants	106,787	0	112,847
<b>Total Revenues</b>	<b>115,514</b>	<b>6,883</b>	<b>112,847</b>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	0	964	109,274
Support Services			
Student	0	0	0
Instructions	0	0	3,573
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	154,502	0	0
Capital Outlay	0	0	0
<b>Total Expenditures</b>	<b>154,502</b>	<b>964</b>	<b>112,847</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(38,988)</b>	<b>5,919</b>	<b>0</b>
<b>Other Financing Sources (Uses)</b>			
Transfer In/(Out)	2,700	0	0
<b>Total Other Sources (Uses)</b>	<b>2,700</b>	<b>0</b>	<b>0</b>
<b>Net change in Fund Balance</b>	<b>(36,288)</b>	<b>5,919</b>	<b>0</b>
<b>Fund Balances at Beginning of Year</b>	<b>37,324</b>	<b>205</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$ 1,036</b>	<b>\$ 6,124</b>	<b>\$ 0</b>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	IDEA, Part B	IDEA	21st
	Entitlement 24106	Preschool 24109	Century 24119
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	56,969	1,895	86,137
<b>Total Revenues</b>	<u>56,969</u>	<u>1,895</u>	<u>86,137</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	32,398	1,895	86,137
Support Services			
Student	24,571	0	0
Instructions	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	0
<b>Total Expenditures</b>	<u>56,969</u>	<u>1,895</u>	<u>86,137</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Transfer In/(Out)	0	0	0
<b>Total Other Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	IDEA Part B Risk Pool 24120	Enhancing Ed thru Tech 24149	Teacher/ Principal Training 24154
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	485	7,264	23,277
Total Revenues	<u>485</u>	<u>7,264</u>	<u>23,277</u>
<b>Expenditures</b>			
Current			
Instruction	485	7,264	19,511
Support Services			
Student	0	0	0
Instructions	0	0	0
General Administration	0	0	2,370
School Administration	0	0	1,396
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>485</u>	<u>7,264</u>	<u>23,277</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfer In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Safe & Drug Free Schools 24157	Title I Recovery Act 24201	IDEA Part B Recovery Act 24206
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	1,246	55,272	25,424
<b>Total Revenues</b>	<u>1,246</u>	<u>55,272</u>	<u>25,424</u>
<b>Expenditures</b>			
Current			
Instruction	1,246	55,272	0
Support Services			
Student	0	0	25,424
Instructions	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	0
<b>Total Expenditures</b>	<u>1,246</u>	<u>55,272</u>	<u>25,424</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfer In/(Out)	0	0	0
<b>Total Other Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	0	0	0
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	IDEA Preschool Recovery Act 24209	Medicaid 25153	Education Achievement Program 25233
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	2,000	0
State & Local Grants	0	0	0
Federal Grants	971	0	2,631
Total Revenues	<u>971</u>	<u>2,000</u>	<u>2,631</u>
Expenditures			
Current			
Instruction	971	0	2,631
Support Services			
Student	0	0	0
Instructions	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>971</u>	<u>0</u>	<u>2,631</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>2,000</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfer In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	0	2,000	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 2,000</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	State Fiscal Stabilization Program Fund 25250	Dual Credit 27103	GO Library Books 27105
	<u>25250</u>	<u>27103</u>	<u>27105</u>
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	300	3,348
Federal Grants	172,896	0	0
Total Revenues	<u>172,896</u>	<u>300</u>	<u>3,348</u>
<b>Expenditures</b>			
Current			
Instruction	85,932	300	0
Support Services			
Student	14,625	0	0
Instructions	0	0	3,348
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	72,339	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>172,896</u>	<u>300</u>	<u>3,348</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Transfer In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Technology for Education <u>27117</u>	Incentives for School Improvement <u>27138</u>	Beginning Teacher Mentoring <u>27154</u>
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	1,683	0	2,136
Federal Grants	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>1,683</u>	<u>0</u>	<u>2,136</u>
<b>Expenditures</b>			
Current			
Instruction	3,114	0	2,118
Support Services			
Student	0	0	0
Instructions	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>3,114</u>	<u>0</u>	<u>2,118</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,431)</u>	<u>0</u>	<u>18</u>
Other Financing Sources (Uses)			
Transfer In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	(1,431)	0	18
Fund Balances at Beginning of Year	<u>1,614</u>	<u>1,776</u>	<u>1,321</u>
Fund Balance End of Year	<u>\$ 183</u>	<u>\$ 1,776</u>	<u>\$ 1,339</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	K-3 Plus 27166	After School Enrichment Program 27168	Libraries GO Bonds 27170
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	86,645	0	0
Federal Grants	0	0	0
Total Revenues	<u>86,645</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>			
Current			
Instruction	49,281	0	0
Support Services			
Student	1,798	0	0
Instructions	3,514	0	0
General Administration	0	0	0
School Administration	6,817	0	0
Central Services	1,797	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	13,305	0	0
Food Services Operation	9,413	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>85,925</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>720</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfer In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net change in Fund Balance	720	0	0
Fund Balances at Beginning of Year	<u>529</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,249</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

	Special Revenue Funds		Capital Projects
	State Directed Activities 27200	School Library Material 27549	Senate Bill Nine 31700
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 80,180
Investment Income	0	0	5
Fees	0	0	0
State & Local Grants	0	0	9,363
Federal Grants	44,033	0	0
<b>Total Revenues</b>	<b>44,033</b>	<b>0</b>	<b>89,548</b>
<b>Expenditures</b>			
Current			
Instruction	44,033	0	0
Support Services			
Student	0	0	0
Instructions	0	0	0
General Administration	0	0	899
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	60,131
Student Transportation	0	0	0
Food Services Operation	0	0	0
Capital Outlay	0	0	19,748
<b>Total Expenditures</b>	<b>44,033</b>	<b>0</b>	<b>80,778</b>
Excess (Deficiency) of Revenues Over Expenditures	0	0	8,770
Other Financing Sources (Uses)			
Transfer In/(Out)	0	0	0
<b>Total Other Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net change in Fund Balance	0	0	8,770
Fund Balances at Beginning of Year	0	587	27,377
Fund Balance End of Year	\$ 0	\$ 587	\$ 36,147

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2010

---

	<u>Total</u>
Revenues	
Property Taxes	\$ 80,180
Investment Income	5
Fees	17,610
State & Local Grants	103,475
Federal Grants	<u>698,134</u>
Total Revenues	<u>899,404</u>
Expenditures	
Current	
Instruction	502,826
Support Services	
Student	66,418
Instructions	10,435
General Administration	3,269
School Administration	8,213
Central Services	1,797
Operation & Maintenance of Plant	132,470
Student Transportation	13,305
Food Services Operation	163,915
Capital Outlay	<u>19,748</u>
Total Expenditures	<u>922,396</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(22,992)</u>
Other Financing Sources (Uses)	
Transfer In/(Out)	<u>2,700</u>
Total Other Sources (Uses)	<u>2,700</u>
Net change in Fund Balance	(20,292)
Fund Balances at Beginning of Year	<u>70,733</u>
Fund Balance End of Year	<u>\$ 50,441</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-FOOD SERVICE-21000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Fees	\$ 8,000	\$ 8,000	\$ 8,727	\$ 727
Federal Grants	112,500	112,500	99,626	(12,874)
Total Revenues	<u>120,500</u>	<u>120,500</u>	<u>108,353</u>	<u>(12,147)</u>
<b>Expenditures</b>				
<b>Food Services Operations</b>				
Personnel Services	37,810	39,709	39,708	1
Employee Benefits	23,705	23,652	23,473	179
Other Purchased Services	1,350	693	469	224
Supplies	88,276	86,425	80,333	6,092
Supply Assets	0	662	662	0
Total Food Services Operation	<u>151,141</u>	<u>151,141</u>	<u>144,645</u>	<u>6,496</u>
Total Expenditures	<u>151,141</u>	<u>151,141</u>	<u>144,645</u>	<u>6,496</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(30,641)</u>	<u>(30,641)</u>	<u>(36,292)</u>	<u>(5,651)</u>
<b>Other Financing Sources (Uses)</b>				
Transfer In/(Out)	\$ 0	\$ 0	\$ 2,700	\$ 2,700
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>2,700</u>	<u>2,700</u>
Net Change in Cash Balance	(30,641)	(30,641)	(33,592)	(2,951)
Cash Balance Beginning of Year	<u>33,663</u>	<u>33,663</u>	<u>33,663</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 3,022</u>	<u>\$ 3,022</u>	<u>\$ 71</u>	<u>\$ (2,951)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (33,592)	
Net Change in Inventory			(2,696)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (36,288)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-ATHLETICS-22000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 6,000	\$ 6,000	\$ 6,883	\$ 883
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>6,883</u>	<u>883</u>
Expenditures				
Instruction				
Other Purchased Services	2,247	2,247	21	2,226
Supplies	<u>4,000</u>	<u>4,000</u>	<u>943</u>	<u>3,057</u>
Total Instruction	<u>6,247</u>	<u>6,247</u>	<u>964</u>	<u>5,283</u>
Total Expenditures	<u>6,247</u>	<u>6,247</u>	<u>964</u>	<u>5,283</u>
Excess (Deficiency) of Revenues Over Expenditures	(247)	(247)	5,919	6,166
Cash Balance Beginning of Year	<u>205</u>	<u>205</u>	<u>205</u>	<u>0</u>
Cash Balance End of Year	\$ <u>(42)</u>	\$ <u>(42)</u>	\$ <u>6,124</u>	\$ <u>6,166</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>5,919</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>5,919</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I-24101  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grants	\$ 123,695	\$ 155,604	\$ 123,363	\$ (32,241)
Total Revenues	<u>123,695</u>	<u>155,604</u>	<u>123,363</u>	<u>(32,241)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	47,696	58,398	55,505	2,893
Employee Benefits	23,905	25,100	25,091	9
Professional & Tech Services	13,271	13,863	13,862	1
Other Purchased Services	0	4,521	4,440	81
Supplies	0	14,899	10,376	4,523
Total Instruction	<u>84,872</u>	<u>116,781</u>	<u>109,274</u>	<u>7,507</u>
<b>Support Services-Instruction</b>				
Personnel Services	3,000	3,000	3,000	0
Employee Benefits	597	597	573	24
Support Services-Instruction	<u>3,597</u>	<u>3,597</u>	<u>3,573</u>	<u>24</u>
Total Expenditures	<u>88,469</u>	<u>120,378</u>	<u>112,847</u>	<u>7,531</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 35,226	\$ 35,226	\$ 10,516	\$ (24,710)
Cash Balance Beginning of Year	<u>(35,226)</u>	<u>(35,226)</u>	<u>(35,226)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (24,710)</u>	<u>\$ (24,710)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,516	
Net Change in Due from Grantor			<u>(10,516)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-24106  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grants	\$ 57,558	\$ 64,296	\$ 48,993	\$ (15,303)
Total Revenues	<u>57,558</u>	<u>64,296</u>	<u>48,993</u>	<u>(15,303)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	23,343	23,351	23,351	0
Employee Benefits	9,134	9,148	9,047	101
Total Instruction	<u>32,477</u>	<u>32,499</u>	<u>32,398</u>	<u>101</u>
<b>Support Services-Students</b>				
Personnel Services	8,864	8,864	8,864	0
Employee Benefits	1,895	1,895	1,707	188
Professional & Tech Services	1,195	1,195	1,194	1
Other Purchased Services	5,000	9,689	9,689	0
Supplies	1,293	3,320	3,117	203
Total Support Services-Students	<u>18,247</u>	<u>24,963</u>	<u>24,571</u>	<u>392</u>
Total Expenditures	<u>18,247</u>	<u>24,963</u>	<u>56,969</u>	<u>392</u>
Excess (Deficiency) of Revenues Over Expenditures	39,311	39,333	(7,976)	(47,309)
Cash Balance Beginning of Year	<u>(6,834)</u>	<u>(6,834)</u>	<u>(6,834)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 32,477</u>	<u>\$ 32,499</u>	<u>\$ (14,810)</u>	<u>\$ 47,309</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,976)	
Net Change in Due from Grantor			<u>7,976</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PRESCHOOL-24109  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 2,274	\$ 4,301	\$ 1,000	\$ (3,301)
Total Revenues	<u>2,274</u>	<u>4,301</u>	<u>1,000</u>	<u>(3,301)</u>
Expenditures				
Instruction				
Other Purchased Services	981	981	1,000	(19)
Supplies	<u>1,293</u>	<u>3,320</u>	<u>895</u>	<u>2,425</u>
Total Instruction	<u>2,274</u>	<u>4,301</u>	<u>1,895</u>	<u>2,406</u>
Total Expenditures	<u>2,274</u>	<u>4,301</u>	<u>1,895</u>	<u>2,406</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(895)	(895)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (895)</u>	<u>\$ (895)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (895)	
Net Change in Due from Grantor			<u>895</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-21st CENTURY-24119  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grants	\$ 135,070	\$ 141,606	\$ 86,012	\$ (55,594)
Total Revenues	<u>135,070</u>	<u>141,606</u>	<u>86,012</u>	<u>(55,594)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	89,900	89,900	56,315	33,585
Employee Benefits	18,268	18,268	10,119	8,149
Other Purchased Services	10,135	10,135	4,255	5,880
Supplies	11,200	11,200	9,111	2,089
Supply Assets	3,682	10,218	6,337	3,881
Total Instruction	<u>133,185</u>	<u>139,721</u>	<u>86,137</u>	<u>53,584</u>
Total Expenditures	<u>133,185</u>	<u>139,721</u>	<u>86,137</u>	<u>53,584</u>
Excess (Deficiency) of Revenues Over Expenditures	1,885	1,885	(125)	(2,010)
Cash Balance Beginning of Year	<u>(1,885)</u>	<u>(1,885)</u>	<u>(1,885)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (2,010)</u>	<u>\$ (2,010)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (125)	
Net Change in Due From Grantor			125	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PART B, RISK POOL-24120  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 537	\$ 0	\$ (537)
Total Revenues	<u>0</u>	<u>537</u>	<u>0</u>	<u>(537)</u>
Expenditures				
Instruction				
Supplies	0	537	485	52
Total Instruction	<u>0</u>	<u>537</u>	<u>485</u>	<u>52</u>
Total Expenditures	<u>0</u>	<u>537</u>	<u>485</u>	<u>52</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(485)	(485)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (485)</u>	<u>\$ (485)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (485)	
Net Change in Due From Grantor			<u>485</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-ENHANCING EDUCATION THROUGH TECHNOLOGY-24149  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 7,264	\$ 14,996	\$ 7,732
Total Revenues	<u>0</u>	<u>7,264</u>	<u>14,996</u>	<u>7,732</u>
Expenditures				
Instruction				
Supplies	0	7,264	7,264	0
Total Instruction	<u>0</u>	<u>7,264</u>	<u>7,264</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>7,264</u>	<u>7,264</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	7,732	7,732
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,732</u>	<u>\$ 7,732</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 7,732	
Net Change in Due From Grantor			<u>(7,732)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-TEACHER/PRINCIPAL TRAINING-24154  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 7,503	\$ 40,933	\$ 21,046	\$ (19,887)
Total Revenues	<u>7,503</u>	<u>40,933</u>	<u>21,046</u>	<u>(19,887)</u>
Expenditures				
Instruction				
Personnel Services	0	800	800	0
Employee Benefits	0	278	273	5
Professional & Tech Services	0	22,968	11,054	11,914
Other Purchased Services	0	7,384	7,384	0
Total Instruction	<u>0</u>	<u>31,430</u>	<u>19,511</u>	<u>11,919</u>
Support Services General Administration				
Professional & Tech Services	0	4,322	2,370	1,952
Total Support Services General Administration	<u>0</u>	<u>4,322</u>	<u>2,370</u>	<u>1,952</u>
Support Services School Administration				
Professional & Tech Services	0	2,000	1,396	604
Total Support Services School Administration	<u>0</u>	<u>2,000</u>	<u>1,396</u>	<u>604</u>
Total Expenditures	<u>0</u>	<u>37,752</u>	<u>23,277</u>	<u>14,475</u>
Excess (Deficiency) of Revenues Over Expenditures	7,503	3,181	(2,231)	(5,412)
Cash Balance Beginning of Year	<u>(3,181)</u>	<u>(3,181)</u>	<u>(3,181)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>4,322</u>	\$ <u>0</u>	\$ <u>(5,412)</u>	\$ <u>(5,412)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,231)	
Net Change in Due From Grantor			<u>2,231</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-SAFE & DRUG FREE SCHOOLS-24157  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 1,246	\$ 1,804	\$ 1,246	\$ (558)
Total Revenues	<u>1,246</u>	<u>1,804</u>	<u>1,246</u>	<u>(558)</u>
Expenditures				
Instruction				
Supplies	1,246	1,246	1,246	0
Total Instruction	<u>1,246</u>	<u>1,246</u>	<u>1,246</u>	<u>0</u>
Total Expenditures	<u>1,246</u>	<u>1,246</u>	<u>1,246</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	558	0	(558)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 558</u>	<u>\$ 0</u>	<u>\$ (558)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I RECOVERY ACT-24201  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 15,722	\$ 55,287	\$ 40,098	\$ (15,189)
Total Revenues	<u>15,722</u>	<u>55,287</u>	<u>40,098</u>	<u>(15,189)</u>
Expenditures				
Instruction				
Personnel Services	0	37,200	37,200	0
Employee Benefits	7,386	7,070	7,055	15
Professional & Tech Services	8,336	3,217	3,217	0
Supplies	0	7,800	7,800	0
Total Instruction	<u>15,722</u>	<u>55,287</u>	<u>55,272</u>	<u>15</u>
Total Expenditures	<u>15,722</u>	<u>55,287</u>	<u>55,272</u>	<u>15</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(15,174)	(15,174)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (15,174)</u>	<u>\$ (15,174)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (15,174)	
Net Change in Due from Grantor			<u>15,174</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PART B RECOVERY ACT-24206  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 29,805	\$ 25,689	\$ 25,424	\$ (265)
Total Revenues	<u>29,805</u>	<u>25,689</u>	<u>25,424</u>	<u>(265)</u>
Expenditures				
Support Services-Students				
Professional & Tech Services	19,805	15,689	15,424	265
Other Purchased Services	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Total Support Services-Students	<u>29,805</u>	<u>25,689</u>	<u>25,424</u>	<u>265</u>
Total Expenditures	<u>29,805</u>	<u>10,000</u>	<u>25,424</u>	<u>265</u>
Excess (Deficiency) of Revenues Over Expenditures	0	15,689	0	(15,689)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 15,689</u>	<u>\$ 0</u>	<u>\$ (15,689)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PRESCHOOL RECOVERY ACT-24209  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 1,000	\$ 971	\$ 971	\$ 0
Total Revenues	<u>1,000</u>	<u>971</u>	<u>971</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	1,000	971	971	0
Total Instruction	<u>1,000</u>	<u>971</u>	<u>971</u>	<u>0</u>
Total Expenditures	<u>1,000</u>	<u>971</u>	<u>971</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-MEDICAID-25153  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grants	\$ 0	\$ 0	\$ 2,000	\$ 2,000
Total Revenues	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>2,000</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Professional & Tech Services	0	0	0	0
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,000	2,000
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,000</u>	<u>\$ 2,000</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 2,000</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 2,000</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-ED ACHIEVEMENT PROGRAM-25233  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 25,523	\$ 38,346	\$ 16,235	\$ (22,111)
Total Revenues	<u>25,523</u>	<u>38,346</u>	<u>16,235</u>	<u>(22,111)</u>
Expenditures				
Instruction				
Supplies	6,836	13,248	1,431	11,817
Supply Assets	<u>6,837</u>	<u>13,248</u>	<u>1,200</u>	<u>12,048</u>
Total Instruction	<u>13,673</u>	<u>26,496</u>	<u>2,631</u>	<u>23,865</u>
Total Expenditures	<u>13,673</u>	<u>26,496</u>	<u>2,631</u>	<u>23,865</u>
Excess (Deficiency) of Revenues Over Expenditures	11,850	11,850	13,604	1,754
Cash Balance Beginning of Year	<u>(11,850)</u>	<u>(11,850)</u>	<u>(11,850)</u>	<u>(35,550)</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>1,754</u>	\$ <u>(33,796)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 13,604	
Net Change in Due from Grantor			(11,850)	
Net Change in Deferred Revenue			<u>(1,754)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-STATE FISCAL STABILIZATION PROGRAM FUND-25250  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Local Grants	\$ 153,950	\$ 184,952	\$ 176,119	\$ (8,833)
Total Revenues	<u>153,950</u>	<u>184,952</u>	<u>176,119</u>	<u>(8,833)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	46,845	46,340	46,340	0
Employee Benefits	17,829	18,848	18,848	0
Other Purchased Services	10,000	15,209	14,115	1,094
Supplies	2,500	5,330	5,329	1
Supply Assets	0	1,297	1,300	(3)
Total Instruction	<u>77,174</u>	<u>87,024</u>	<u>85,932</u>	<u>1,092</u>
<b>Support Services-Students</b>				
Professional & Tech Services	<u>20,000</u>	<u>25,541</u>	<u>14,625</u>	<u>10,916</u>
Total Support Services-Students	<u>20,000</u>	<u>25,541</u>	<u>14,625</u>	<u>10,916</u>
<b>Operation &amp; Maintenance of Plant</b>				
Professional & Tech Services	0	200	200	0
Purchased Property Services	31,776	49,576	47,139	2,437
Other Purchased Services	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Total Support Services School Administration	<u>56,776</u>	<u>74,776</u>	<u>72,339</u>	<u>2,437</u>
Total Expenditures	<u>153,950</u>	<u>187,341</u>	<u>172,896</u>	<u>14,445</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(2,389)	3,223	5,612
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ (2,389)</u>	<u>\$ 3,223</u>	<u>\$ 5,612</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,223	
Net Change in Due from Grantor			<u>(3,223)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-DUAL CREDIT-27103  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 4,897	\$ 300	\$ (4,597)
Total Revenues	<u>0</u>	<u>4,897</u>	<u>300</u>	<u>(4,597)</u>
Expenditures				
Instruction				
Supplies	0	400	300	100
Total Instruction	<u>0</u>	<u>400</u>	<u>300</u>	<u>100</u>
Total Expenditures	<u>0</u>	<u>400</u>	<u>300</u>	<u>100</u>
Excess (Deficiency) of Revenues Over Expenditures	0	4,497	0	(4,497)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 4,497</u>	<u>\$ 0</u>	<u>\$ (4,497)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-GO LIBRARY BOOKS-27105  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 10,093	\$ 0	\$ (10,093)
Total Revenues	<u>0</u>	<u>10,093</u>	<u>0</u>	<u>(10,093)</u>
Expenditures				
Support Services-Instruction				
Supplies	0	7,093	2,690	4,403
Supply Assets	<u>0</u>	<u>3,000</u>	<u>658</u>	<u>2,342</u>
Total Support Services- Instruction	<u>0</u>	<u>10,093</u>	<u>3,348</u>	<u>6,745</u>
Total Expenditures	<u>0</u>	<u>10,093</u>	<u>3,348</u>	<u>6,745</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(3,348)	(3,348)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,348)</u>	<u>\$ (3,348)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,348)	
Net Change in Due from Grantor			<u>3,348</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-TECHNOLOGY FOR EDUCATION-27117  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 4,897	\$ 1,683	\$ (3,214)
Total Revenues	<u>0</u>	<u>4,897</u>	<u>1,683</u>	<u>(3,214)</u>
Expenditures				
Instruction				
Supplies	0	3,234	3,114	120
Total Instruction	<u>0</u>	<u>3,234</u>	<u>3,114</u>	<u>120</u>
Total Expenditures	<u>0</u>	<u>3,234</u>	<u>3,114</u>	<u>120</u>
Excess (Deficiency) of Revenues Over Expenditures	0	1,663	(1,431)	(3,094)
Cash Balance Beginning of Year	<u>1,614</u>	<u>1,614</u>	<u>1,614</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,614</u>	<u>\$ 3,277</u>	<u>\$ 183</u>	<u>\$ (3,094)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,431)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (1,431)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-INCENTIVES FOR SCHOOL IMPROVEMENT-27138  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 9,213	\$ 0	\$ (9,213)
Total Revenues	<u>0</u>	<u>9,213</u>	<u>0</u>	<u>(9,213)</u>
Expenditures				
Instruction				
Supply Assets	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	9,213	0	(9,213)
Cash Balance Beginning of Year	<u>1,776</u>	<u>1,776</u>	<u>1,776</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,776</u>	<u>\$ 10,989</u>	<u>\$ 1,776</u>	<u>\$ (9,213)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grants	\$ 1,003	\$ 1,003	\$ 2,136	\$ 1,133
Total Revenues	<u>1,003</u>	<u>1,003</u>	<u>2,136</u>	<u>1,133</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	425	425	0
Employee Benefits	0	87	85	2
Professional & Tech Services	0	1,623	1,608	15
Total Instruction	<u>0</u>	<u>2,135</u>	<u>2,118</u>	<u>17</u>
Total Expenditures	<u>0</u>	<u>2,135</u>	<u>2,118</u>	<u>17</u>
Excess (Deficiency) of Revenues Over Expenditures	1,003	(1,132)	18	1,150
Cash Balance Beginning of Year	<u>1,321</u>	<u>1,321</u>	<u>1,321</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 2,324</u>	<u>\$ 189</u>	<u>\$ 1,339</u>	<u>\$ 1,150</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>18</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>18</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-K-PLUS-27166  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grants	\$ 0	\$ 85,945	\$ 86,645	\$ 700
Total Revenues	<u>0</u>	<u>85,945</u>	<u>86,645</u>	<u>700</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	34,490	34,489	1
Employee Benefits	0	7,087	7,087	0
Professional & Tech Services	0	200	200	0
Other Purchased Services	0	1,316	1,316	0
Supplies	0	6,188	6,188	0
Total Instruction	<u>0</u>	<u>49,281</u>	<u>49,280</u>	<u>1</u>
<b>Support Services-Students</b>				
Personnel Services	0	1,500	1,500	0
Employee Benefits	0	299	298	1
Total Support Services-Students	<u>0</u>	<u>1,799</u>	<u>1,798</u>	<u>1</u>
<b>Support Services-Instruction</b>				
Personnel Services	0	2,930	2,930	0
Employee Benefits	0	584	584	0
Total Support Services-Instruction	<u>0</u>	<u>3,514</u>	<u>3,514</u>	<u>0</u>
<b>Support Services-School Administration</b>				
Personnel Services	0	5,688	5,688	0
Employee Benefits	0	1,130	1,129	1
Total Support Services-School Administration	<u>0</u>	<u>6,818</u>	<u>6,817</u>	<u>1</u>
<b>Central Services</b>				
Personnel Services	0	1,500	1,500	0
Employee Benefits	0	299	298	1
Total Central Services	<u>0</u>	<u>1,799</u>	<u>1,798</u>	<u>1</u>
<b>Student Transportation</b>				
Personnel Services	0	4,324	4,324	0
Employee Benefits	0	926	912	14
Other Purchased Services	0	8,069	8,069	0
Total Student Transportation	<u>\$ 0</u>	<u>\$ 13,319</u>	<u>\$ 13,305</u>	<u>\$ 14</u>



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-K-PLUS-27166  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

---

Food Services Operation								
Personnel Services	\$	0	\$	5,509	\$	5,509	\$	0
Employee Benefits		0		1,178		1,176		2
Supplies		0		2,728		2,728		0
Total Food Services Operation		0		9,415		9,413		2
Total Expenditures		0		85,945		85,925		20
Excess (Deficiency) of Revenues Over Expenditures		0		0		720		720
Cash Balance Beginning of Year		529		529		529		0
Cash Balance End of Year	\$	529	\$	529	\$	1,249	\$	720
Reconciliation of Budgetary Basis to GAAP Basis								
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis	\$					720		
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis	\$					720		

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 SPEICAL REVENUE FUND-AFTER SCHOOL ENRICHMENT PROGRAM-27168  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 21,132	\$ 21,132	\$ 0	\$ (21,132)
Total Revenues	<u>21,132</u>	<u>21,132</u>	<u>0</u>	<u>(21,132)</u>
<b>Expenditures</b>				
<b>Food Services Operation</b>				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Food Services Operation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	21,132	21,132	0	(21,132)
Cash Balance Beginning of Year	<u>(21,132)</u>	<u>(21,132)</u>	<u>(21,132)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (21,132)</u>	<u>\$ (21,132)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Net Change in Due from Grantor				
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-LIBRARIES GO BONDS-27170  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 3,274	\$ 3,274	\$ 0	\$ (3,274)
Total Revenues	<u>3,274</u>	<u>3,274</u>	<u>0</u>	<u>(3,274)</u>
<b>Expenditures</b>				
<b>Support Services-Instruction</b>				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services-Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,274	3,274	0	(3,274)
Cash Balance Beginning of Year	<u>(3,274)</u>	<u>(3,274)</u>	<u>(3,274)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,274)</u>	<u>\$ (3,274)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-STATE DIRECTED ACTIVITIES-27200  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 44,033	\$ 44,033	\$ 0
Total Revenues	<u>0</u>	<u>44,033</u>	<u>44,033</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	0	43,033	43,033	0
Supplies	<u>0</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>44,033</u>	<u>44,033</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>44,033</u>	<u>44,033</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
SPECIAL REVENUE FUND-SCHOOL LIBRARY MATERIAL-27549  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	587	587	0	587
Total Instruction	<u>587</u>	<u>587</u>	<u>0</u>	<u>587</u>
Total Expenditures	<u>587</u>	<u>587</u>	<u>0</u>	<u>587</u>
Excess (Deficiency) of Revenues Over Expenditures	(587)	(587)	0	587
Cash Balance Beginning of Year	<u>587</u>	<u>587</u>	<u>587</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 587</u>	<u>\$ 587</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 74,947	\$ 74,947	\$ 80,180	\$ 5,233
Investment Income	30	30	5	(25)
State Grant	33,970	40,005	9,363	(30,642)
Total Revenues	<u>108,947</u>	<u>114,982</u>	<u>89,548</u>	<u>(25,434)</u>
<b>Expenditures</b>				
<b>Support Services-General Administration</b>				
Professional & Tech Services	800	800	899	(99)
Total Support Services-General Administration	<u>800</u>	<u>800</u>	<u>899</u>	<u>(99)</u>
<b>Operation &amp; Maintenance of Plant</b>				
Purchased Property Services	0	0	0	0
Total Operation & Maintenance of Plant	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Capital Outlay</b>				
Purchased Property Services	85,000	91,035	60,798	30,237
Supply Assets	18,970	21,970	19,748	2,222
Total Capital Outlay	<u>103,970</u>	<u>113,005</u>	<u>80,546</u>	<u>32,459</u>
Total Expenditures	<u>104,770</u>	<u>113,805</u>	<u>81,445</u>	<u>32,360</u>
Excess (Deficiency) of Revenues Over Expenditures	4,177	1,177	8,103	6,926
Cash Balance Beginning of Year	<u>28,044</u>	<u>28,044</u>	<u>28,044</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 32,221</u>	<u>\$ 29,221</u>	<u>\$ 36,147</u>	<u>\$ 6,926</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 8,103	
Net Change in Account Payables			667	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 8,770</u>	

The notes to the financial statements are an integral part of this statement.

**OTHER SUPPLEMENTAL INFORMATION**

**FIDUCIARY FUND**

**Activity Trust Fund**

To account for funds of various student groups that are custodial in nature.



STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 AGENCY FUNDS  
 Schedule of Fiduciary Net Assets and Liabilities-Agency Funds  
 For the Year Ended June 30, 2010

---

	Beginning Balance <u>06/30/09</u>	<u>Additions</u>	<u>Deletions</u>	Ending Balance <u>06/30/10</u>
<b>ASSETS</b>				
Cash in Bank	\$ 40,225	\$ 113,301	\$ 111,982	\$ 41,544
Total Assets	<u>\$ 40,225</u>	<u>\$ 113,301</u>	<u>\$ 111,982</u>	<u>\$ 41,544</u>
<b>LIABILITIES</b>				
Deposits Held for Others	\$ 40,225	\$ 113,301	\$ 111,982	\$ 41,544
Total Liabilities	<u>\$ 40,225</u>	<u>\$ 113,301</u>	<u>\$ 111,982</u>	<u>\$ 41,544</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 AGENCY FUNDS - ACTIVITY  
 Schedule of Fiduciary Net Assets and Liabilities-Agency Funds  
 For the Year Ended June 30, 2010

	Beginning Balance 06/30/09	Additions	Deletions	Ending Balance 06/30/10
<b>ASSETS</b>				
Grizzly Club	\$ 94	\$ 8,082	\$ 7,050	\$ 1,126
"C" Club	0	11,138	11,110	28
PFK	4,405	10,758	13,183	1,980
Robert G. Woodard Memorial Sch.	31	0	0	31
Carrizozo Opportunity Program	209	0	0	209
Varsity Cheerleaders	179	0	0	179
FFA	4,603	21,204	22,076	3,731
FFA Alumni	3,904	4,825	5,458	3,271
Girls Athletics	0	0	0	0
Music/Drama	276	132	168	240
Library Activity	1,996	2,837	3,438	1,395
Student Council	2,483	2,851	2,384	2,950
National Honor Society	507	918	1,103	322
Miscellaneous Books	237	0	0	237
FFA SAE	1,747	0	0	1,747
Home Economic	1,865	0	130	1,735
Athletic Playoffs	3,124	2,557	1,423	4,258
Girls Volleyball	345	1,483	905	923
Yearbook Activity	358	3,132	3,027	463
Class of 2010	1,352	0	689	663
Sunshine Account	429	115	539	5
Athletic Concession	371	18,175	14,822	3,724
Elementary Activity	716	855	306	1,265
Knowledge Bowl	501	0	57	444
Cross Country	323	0	20	303
Student Activity	1,242	4,558	5,385	415
Online Learning	1,143	720	1,800	63
Mid School Activity	906	3,410	3,176	1,140
Class of 2013	0	660	122	538
Class of 2011	3,749	859	4,482	126
Class of 2008	290	1,546	551	1,285
Grizzlies Garden	1,677	3,366	2,426	2,617
Crime Stoppers	1,073	0	383	690
Class of 2009	0	7,120	5,769	1,351
Student Meals	90	0	0	90
The Garden	0	2,000	0	2,000
Total Assets	<u>\$ 40,225</u>	<u>\$ 113,301</u>	<u>\$ 111,982</u>	<u>\$ 41,544</u>
<b>LIABILITIES</b>				
Deposits Held for Others	<u>\$ 40,225</u>	<u>\$ 113,301</u>	<u>\$ 111,982</u>	<u>\$ 41,544</u>
Total Liabilities	<u>\$ 40,225</u>	<u>\$ 113,301</u>	<u>\$ 111,982</u>	<u>\$ 41,544</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
Cash Reconciliations - All Funds  
For the Year Ended June 30, 2010

---

		Beginning Cash Balance	Revenue	Expenditures	Transfers/ Loans	Ending Cash Balance
Operational	11000	\$ 400,950	\$ 1,960,225	\$ 1,996,353	\$ (2,700)	\$ 362,122
Transportation	13000	0	242,123	241,431	0	692
Instructional Materials	14000	10,393	7,294	8,910	0	8,777
Food Service	21000	33,663	108,353	144,645	2,700	71
Athletics	22000	205	6,883	964	0	6,124
Activities	23000	40,225	113,302	111,983	0	41,544
Federal Flowthrough	24000	(47,128)	363,147	371,785	0	(55,766)
Federal Direct	25000	(11,850)	194,354	175,528	0	6,976
State Grants	27000	(18,579)	134,798	138,837	0	(22,618)
Bond Building	31100	648,824	345,411	868,595	0	125,640
Senate Bill Nine	31700	28,044	89,548	81,445	0	36,147
Debt Service	41000	223,950	263,933	242,727	0	245,156
Totals		<u>\$ 1,308,697</u>	<u>\$ 3,829,371</u>	<u>\$ 4,383,203</u>	<u>\$ 0</u>	<u>\$ 754,865</u>

The notes to the financial statements are an integral part of this statement.

**FEDERAL COMPLIANCE**

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2010

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
<u>U. S. Department of Agriculture</u>			
Pass-through State Public Education Department			
Child Nutrition Cluster			
USDA National School Lunch Program	10.555	21000	\$ 33,335
USDA School Breakfast Program	10.553	21000	66,291
			<u>99,626</u>
Pass-through State Department of Human Services			
USDA Commodities Program	10.550	21000	(1) 7,161
Direct Program			
Forest Reserve	10.67	21000	16,612
Total U. S. Department of Agriculture			<u>123,399</u>
<u>U. S. Department of Education</u>			
Pass-through REC			
Special Education Cluster			
IDEA B Entitlement	84.027	24106	56,969
IDEA Preschool	84.173	24109	1,895
IDEA Risk Pool	84.027	24120	485
IDEA B State Directed Activities	84.027	27200	44,033
Pass-through State Public Education Department:			
IDEA B Recovery Act	84.391	24206	25,424
IDEA Preschool Recovery Act	84.392	24209	971
Total Special Education Cluster			<u>129,777</u>
Title I	84.010	24101	112,847
Title I Recovery Act	84.389	24201	55,272
21st Century	84.048	24119	86,136
Enhancing Education through Technology	84.276	24149	7,264
Title II	84.367	24154	23,276
Title V	84.186A	24157	1,246
State Fiscal Stabilization Program Fund	84.394	25250	172,896
Direct Program:			
Rural Education Achievement Program	84.358A	25233	2,632
Total U. S. Department of Education			<u>591,346</u>
Total Federal Assistance			\$ <u>714,745</u>

(1) Non-cash assistance

See accompanying notes to the Schedule of Expenditures of Federal Awards

STATE OF NEW MEXICO

**CARRIZO MUNICIPAL SCHOOLS**

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2010

---

**Note 1: Significant Accounting Policies used in preparing the Schedule of Expenditure of Federal Awards**

The modified accrual basis was used to prepare the Schedule of Expenditures of Federal Awards

**Note 2: Insurance Requirements**

There are no insurance requirements on the federal awards disclosed on the Schedule of Expenditures of Federal Awards

**Note 3: Loans or Loan Guarantees**

There were no loans or loan guarantees outstanding at year end.

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

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*

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the CARRIZOZO MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of CARRIZOZO MUNICIPAL SCHOOLS, (District), as of and for the year ended June 30, 2010, and have issued our report thereon dated November 1, 2010. 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 the auditing procedures for the purpose of expressing 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 the 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 assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

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 to be material weaknesses listed as 10-1, 10-2, 10-3, 10-4, 10-5 and 10-6.

### 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 disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal grantors and is not intended to be and should not be used by anyone other than these specified parties.

*De'Ann Willoughby CPA PC*

November 1, 2010



De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

Report on Compliance with Requirements  
Applicable to Each Major Program and Internal Control  
Over Compliance in Accordance With OMB Circular A-133

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the CARRIZOZO MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

Compliance

We have audited CARRIZOZO MUNICIPAL SCHOOLS (District) compliance with the types of compliance requirements described in the OMB 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, 2010. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the 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. 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 on the District's compliance with those requirements.

In our opinion, the District, 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, 2010.

### Internal Control Over Compliance

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

 CPA PC

November 1, 2010

STATE OF NEW MEXICO  
**CARRIZO MUNICIPAL SCHOOLS**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2010

---

**A. SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting

- \* Significant deficiencies \_\_yes X no
- \* Significant deficiencies(s) identified that are not considered to be material weaknesses? \_\_yes X none reported
- Noncompliance material to financial statements noted? \_\_yes X no

Federal Awards

Internal control over major programs:

- \* Significant deficiencies \_\_yes X no
- \* Significant deficiencies(s) identified that are not considered to be material weaknesses? \_\_yes X none reported

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 \_\_yes X no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program of Cluster</u>
84.010	Title I Special Education Cluster
84.027	IDEA B
84.173	IDEA Preschool
84.391	IDEA B Recovery Act
84.392	IDEA Preschool Recovery Act
84.394	State Fiscal Stabilization Fund Program

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low risk Auditee \_\_yes X no

**Prior Year Audit Findings**

There were no findings.

**Current Year Audit Findings**

**10-1 Budget**

Condition

The district has maintained expenditures at the function level in which actual expenditures exceeded budgetary authority in the following funds:

Major Funds	Amount
Capital Projects Fund-Bond Building	
Support Services-General Administration	(\$43)
Non-Major Funds	
Capital Projects Fund-Senate Bill Nine	
Support Services-General Administration	(\$99)

Criteria

Sound financial management and state regulation (6.20.2.9(A), NMAC) and state statutes (§§ 22-8-5 - 12.2, NMSA 1978), require that budgets not be exceeded at the legal level of control. A School District's expenditure function is deemed to be the legal level of control.

Effect

As a result, the District has failed to comply with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to absorb over-expenditures.

Cause

The District failed to make the appropriate budgetary adjustment requests and transfers to the above listed funds, which would alleviate over-expenditure within the functions prior to the year end.

Recommendation

The District must establish a policy of budgetary review at year-end, and make the necessary budget adjustments.

Response

The District will make the appropriate budgetary adjustment requests and transfers as needed and will review the budget at year-end.

**10-2 REPORTING OF INSURANCE PREMIUMS**

Condition

School District must ensure that it accurately calculates and reports deductions of insurance premiums to the New Mexico Public School Insurance Authority (NMPSIA). A sample of thirty-seven employees revealed that the percentage used to calculate insurance deductions was incorrect for four employees. As a result, the District over-paid their portion of insurance premiums for the fiscal year by \$564.08.

Criteria

The New Mexico Public Districts' Insurance Authority-Employee Benefits Rules and Regulations Program guide July 2010 sets forth the proper percentages for calculating deductions for employee insurance.

Effect

The District paid a larger portion of employee insurance premiums than required, causing the District to incur unnecessary expenditures.

Cause

The deductions are based on a tiered system. The employees were offered a stipend at a later date that caused the wage base to increase and move their base to the next tier.

Recommendation

The business manager should contract another district to learn procedures and implement Excel worksheets to review calculations before each payroll.

Response

The Business Manager will visit neighboring school district for additional training in this area. More attention will be given to the changes in salaries and/or employees qualify events relating to NMPSIA during the school year.

**10-3 PED CASH REPORTS**

Condition

The District's New Mexico Public Education Department (PED) Cash Reports were inconsistent with reconciled balances. The District's submitted PED Cash Report at year end did not properly reflect the June 30, 2010 reconciled cash balances.

Criteria

NMAC 1978, § 6.20.2.11(B)(6) and Regulation SBE-6 requires that all reports submitted to the PED agree to the District's general ledger and must be submitted quarterly and annually by July 31.

Effect

As a result of this inaccuracy, the District has failed to remain in compliance with statutory and regulatory provisions. In addition, the District is reviewing inaccurate information, which can lead to uninformed decisions.

Cause

The reconciled balances did not agree with the District's PED cash report balances because a transfer was made from the Operational Fund to Food Service for \$2,700. This transfer was reflected in Food Service but not in the Operational Fund.

Recommendation

The District should designate appropriate individuals to review all reports prior to submission to ensure that they are accurate and properly reflect all applicable information.

Response

Business Manager, along with the Superintendent, will review these reports for errors and/or oversight prior to submitting to PED.

**10-4 NON-STANDARD JOURNAL ENTRIES**

Condition

The District lacks adequate internal controls for non-standard journal entries. The audit revealed that the District does not have adequate internal controls in place to handle non-standard journal entries entered into its accounting system.

Criteria

According to the State Board of Education Title 6, section 6.20.2.11, policies and procedures documenting administrative and accounting controls in accordance with Generally Accepted Accounting Principles are required. In, addition, sound business practices require review and approval of all non-standard journal entries.

Effect

Improper adjustments could result in balances being materially misstated. Also, the risk of misappropriation acts increase without proper internal controls.

Cause

The District was unaware they needed to implement internal controls over non-standard journal entries.

Recommendation

We recommend the district update their policies and procedures regarding the review and approval of manual journal entries and implement a procedure to insure non-standard journal entries are reviewed, approved and supported.

Response

The Superintendent will monitor and sign off on all Journal Entries.

**10-5 PAYROLL CLEARING ACCOUNT**

Condition

The payroll clearing account failed to reconcile. During the performance of audit procedures relating to cash and bank reconciliations, we noted the payroll clearing account did not reconcile to zero.

Criteria

Good internal control practices require all bank accounts to be reconciled to the balances reflected in the books each month. The payroll clearing account should be reconciled to zero.

Effect

Accounting records contain errors when bank reconciliations are wrong. The books and records can not be depended on management decisions and reporting requirements.

Cause

The business manager struggles with the payroll clearing account each month. NMPSIA is the main cause for the difficulties.

Recommendation

Bank accounts should be reconciled to the balance reflected in the books each month. The payroll clearing account should be reconciled to zero. The business manager could reach out to fellow business managers for help in developing a worksheet to balance NMPSIA and reconcile the payroll clearing bank account.

Response

The Business Manager will visit a neighboring school district for additional training in this area. Procedures relating to NMPSIA will be implemented to assure that bank account is reconciled. Superintendent will review bank account monthly.

**10-6 STALE DATE TRANSACTIONS**

Condition

The District maintained stale checks in several bank accounts. An audit of the District's bank accounts revealed that the District maintained three checks in the payroll clearing account, eight checks in the operational account and eleven checks in the activity account that were dated over one year old as of June 30, 2010. The checks totaled \$1,665.86, \$1,419.44 and \$434.74 respectively.

Criteria

Section 7-8A, NMSA 1978, and related regulations require that the District provide information about the payees and the related funds to Unclaimed Property Division of the New Mexico Taxation and Revenue Department for outstanding checks that were distributed but not cashed within one year.

Effect

Carrying numerous bank reconciling items could result in a misstatement in the accounting records or related misappropriation of funds.

Cause

The District did not implement an internal control policy to account for stale dated outstanding checks and did not void these checks on a timely basis.

Recommendation

We recommend that the District implement a procedure to review the outstanding check listings for all bank accounts and track stale-dated checks. If checks on the outstanding check listings are greater than one year old, we recommend these checks be voided and that the District take appropriate steps to ensure that the funds are reported to the Unclaimed Property Division as may be necessary.

Response

District will void all checks one year or older. Outstanding checks will be reviewed and voided on a monthly basis.

**Financial Statement Preparation**

The financial statements were prepared by De'Aun Willoughby CPA. However, they are the responsibility of management.

**Exit Conference**

An exit conference was held on November 1, 2010. Those present were Mr. Cobos-Superintendent, James Guevara-Member, Sissy Griego-Member, Cathy Barela-Audit Committee Member, Gwen Huston-Business Manager, and De'Aun Willoughby CPA.