

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2009

WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

 KEYSTONE ACCOUNTING, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

TABLE OF CONTENTS
Year Ended June 30, 2009

	Page
INTRODUCTORY SECTION	
Title Page	
Table of Contents	iii
Official Roster	2
FINANCIAL SECTION	
Independent Auditors' Report	9
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Assets	15
Statement of Revenues, Expenditures, and Changes in	
Fund Balance – Governmental Funds	16
Reconciliation of the Statement of Revenue, Expenditures, and Changes	
In Fund Balance – All Governmental Funds to the Statement of Activities	18
Major Funds:	
Statement of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
General Fund	19
Statement of Fiduciary Assets and Liabilities – All Agency Funds	21
Notes to the Financial Statements	23
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:	
General Fund:	
Combining Balance Sheet	54
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	55
Budgetary Presentation:	
Statement of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Operating Fund	56
Transportation Fund	57
Instructional Materials Fund	58

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

TABLE OF CONTENTS
Year Ended June 30, 2009

Nonmajor Governmental Funds:

Combining Balance Sheet	60
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	65

Budgetary Presentation:

Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):

Nonmajor Special Revenue Funds:

Food Services Special Revenue Fund	82
Athletics Special Revenue Fund	83
Title I Special Revenue Fund	84
Entitlement IDEA-B Special Revenue Fund	85
Discretionary IDEA-B Special Revenue Fund	86
Preschool IDEA-B Special Revenue Fund	87
Title VI Special Revenue Fund	88
Enhancing Education Special Revenue Fund	89
Title V Special Revenue Fund	90
Title II Teacher Quality Special Revenue Fund	91
Title IV Drug Free Schools Special Revenue Fund	92
Title I - Stimulus Special Revenue Fund	93
Entitlement IDEA-B - Stimulus Special Revenue Fund	94
Preschool IDEA-B - Stimulus Special Revenue Fund	95
Rural Education Special Revenue Fund	96
Title XIX Medicaid Special Revenue Fund	97
Jordan Fundamentals Grant Special Revenue Fund	98
PNM Foundation Special Revenue Fund	99
Turner Foundation Special Revenue Fund	100
Microsoft Settlement Special Revenue Fund	101
A Plus for Energy Special Revenue Fund	102
Technology for Education Special Revenue Fund	103
Incentives for School Improvement Special Revenue Fund	104
Library GO Bond Special Revenue Fund	105
Beginning Teacher Mentoring Special Revenue Fund	106
Breakfast for Elementary Students Special Revenue Fund	107
Outdoor Classroom Initiative Special Revenue Fund	108
State Activities Special Revenue Fund	109
Rural Revitalization Special Revenue Fund	110
NM Outdoor Classroom Special Revenue Fund	111
Library Books Special Revenue Fund	112
NM Arts Special Revenue Fund	113
Kids 'N' Parks Special Revenue Fund	114
CS Foundation Special Revenue Fund	115
McCune Foundation Special Revenue Fund	116

**STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3**

**TABLE OF CONTENTS
Year Ended June 30, 2009**

Budgetary Presentation (continued):	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) (continued):	
Capital Projects Funds:	
Capital Improvements HB-33 Capital Projects Fund	118
Capital Improvements SB-9 Capital Projects Fund	119
Ed Technology Equipment Capital Projects Fund	120
Public School Capital Outlay – 20% Capital Projects Fund	121
Debt Service Fund	
Debt Service Fund	124
Ed Tech Debt Service Fund	125
Discretely Presented Component Units:	
Moreno Valley High School:	
Combining Balance Sheet – Governmental Funds	130
Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Assets	131
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance	132
Reconciliation of the Statement of Revenue, Expenditures, and Changes	
In Fund Balance – All Governmental Funds to the Statement of Activities	133
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
General Fund	134
Schedule of Fiduciary Assets and Liabilities	
General Fund:	
Combining Balance Sheet	136
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance	137
Budgetary Presentation:	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Operating Fund	138
Instructional Materials Fund	139
Budgetary Presentation:	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Entitlement IDEA-B Special Revenue Fund	140
Libraries GO Bond Special Revenue Fund	141
Beginning Teacher Mentoring Special Revenue Fund	142
Public School Capital Outlay Capital Projects Fund	143
Ed Technology Equipment Act Capital Projects Fund	144

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

TABLE OF CONTENTS
Year Ended June 30, 2009

Moreno Valley Education Foundation:	
Balance Sheet – Governmental Funds	146
Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Assets	147
Schedule of Revenues, Expenditures and Changes in Fund Balance	148
Reconciliation of the Statement of Revenue, Expenditures, and Changes In Fund Balance – All Governmental Funds to the Statement of Activities	149
OTHER SUPPLEMENTAL INFORMATION	
Statement of Capital Assets – By Source	153
Fiduciary Funds:	
Statement of Changes in Assets and Liabilities – All Agency Funds:	
Cimarron Municipal schools	154
Moreno Valley High School	156
Schedule of Pledged Collateral:	
Cimarron Municipal Schools	157
Moreno Valley High School	158
Moreno Valley Education Foundation	158
Cash Reconciliation:	
Cimarron Municipal Schools	159
Moreno Valley High School	160
Component Units Schedule of Deposit Accounts	161
Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance With <u>Government Auditing Standards</u>	165
Summary Schedule of Prior Year Audit Findings	167
Schedule of Findings and Responses	168
REQUIRED DISCLOSURE	177

OFFICIAL ROSTERS

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

OFFICIAL ROSTERS
June 30, 2009

CIMARRON MUNICIPAL SCHOOL

Board of Education

Sally Torres	Board President
Mark Anderson	Board Vice President
Amy Kepfer	Board Secretary
Annette Johnson	Board Member
Kathy Derwin	Board Member

School Officials

James Gallegos	Superintendent
Lita Sanchez	Business Manager

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

OFFICIAL ROSTERS
June 30, 2009

MORENO VALLEY HIGH SCHOOL

Governing Council

Mark Stewart	Board President
Pauline Hardsteen	Board Vice President
Bill Bishop	Board Secretary
Ed Johnson	Board Treasurer
Phil Koszarek	Board Member
Bill Warren	Board Member
Ellen Goins	Board Member
Bob Lagasse	Board Member
Joe Phillips	Board Member

School Officials

Jacque Boyd	Director
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MORENO VALLEY EDUCATION FOUNDATION

Board of Directors

Lynda Perry	Board President
Kelly Haukebo	Board Vice President
Carrie Belichick	Board Treasurer
Martha Stewart	Board Historian

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FINANCIAL SECTION

FISCAL YEAR 2009

JULY 1, 2008 THROUGH JUNE 30, 2009

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INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITORS' REPORT

Hector H. Balderas, State Auditor
And the Board of Education of
Cimarron Municipal School District No. 3

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cimarron Municipal School District No. 3, as of and for the year ended June 30, 2009, which collectively comprise Cimarron Municipal School District No. 3's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of Cimarron Municipal School District No. 3's nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of Cimarron Municipal School District No. 3's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as discussed in the following paragraph, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Cimarron Municipal School District No. 3's internal control over financial reporting. Accordingly, we express no such opinion. 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.

As discussed in note IV on page 46 and Finding F2009 – 5 on page 164, the capital assets of Moreno Valley Education Foundation have not been audited. Management was unable to provide a complete and accurate schedule of capital assets and depreciation at the time the audit. Moreno Valley Education Foundation's financial activities are included in the Cimarron Municipal School District No. 3's basic financial statements as a discretely presented component unit and represent 75 percent of the non-current (capital) assets of the Cimarron Municipal School District No. 3's aggregate discretely presented component units.

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Hector H. Balderas, State Auditor
And the Board of Education of
Cimarron Municipal School District No. 3

In our opinion, except for the effects of the matters discussed in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cimarron Municipal School District No. 3, as of June 30, 2009, and the respective changes in financial position thereof and the respective budgetary comparison 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 Cimarron Municipal School District No. 3 as of June 30, 2009, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project funds, debt service funds, 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 October 27, 2009, on our consideration of Cimarron Municipal School District No. 3'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 District has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not a required part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements and budgetary comparisons. 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.


October 27, 2009

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

STATEMENT OF NET ASSETS
June 30, 2009

	<u>Governmental Activities</u>	<u>Component Units</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$ 4,881,430	\$ 240,200
Receivables:		
Delinquent property taxes receivable	616,384	-
Grant	111,249	9,670
Due from other governments	42,369	-
Deferred bond issuance costs	14,668	-
Restricted cash for notes payable	-	28,161
Food inventory	327	-
Non-current:		
Non-depreciable assets	1,141,234	483,492
Depreciable capital assets, net	<u>12,823,093</u>	<u>556,968</u>
 Total assets	 <u>19,630,754</u>	 <u>1,318,491</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 24,556	\$ 874
Accrued salaries	-	26,050
Accrued interest	18,594	-
Deferred grant revenue	147,944	1,391
Noncurrent liabilities:		
Due within one year	600,000	41,747
Due in more than one year	<u>1,159,525</u>	<u>167,832</u>
 Total liabilities	 <u>1,950,619</u>	 <u>237,894</u>
<u>NET ASSETS</u>		
Invested in capital assets, net of related debt	12,186,208	830,881
Restricted:		
Debt service	881,849	28,161
Capital projects	4,302,927	-
Unrestricted	<u>309,151</u>	<u>221,555</u>
 Total net assets	 <u>\$ 17,680,135</u>	 <u>\$ 1,080,597</u>

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

STATEMENT OF ACTIVITIES
Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>	<u>Component Units</u>
Primary government:						
Governmental activities:						
Instruction	\$ 3,541,119	\$ 5,412	\$ 267,681	\$ 16,635	\$ (3,251,391)	\$ -
Support Services - Students	732,569	18,618	55,376	3,440	(655,135)	-
Support Services - Instruction	98,607	-	7,454	463	(90,690)	-
Support Services - General Administration	250,256	-	18,917	1,175	(230,164)	-
Support Services - School Administration	326,253	-	24,662	1,532	(300,059)	-
Central Services	120,455	-	9,105	-	(111,350)	-
Operations & Maintenance of Plant	1,087,914	-	82,238	-	(1,005,676)	-
Student Transportation	460,465	-	412,830	-	(47,635)	-
Food Services	215,601	46,126	125,941	-	(43,534)	-
Bond interest paid	70,449	-	-	-	(70,449)	-
 Total governmental activities	 <u>\$ 6,903,688</u>	 <u>\$ 70,156</u>	 <u>\$ 1,004,204</u>	 <u>\$ 23,245</u>	 <u>(5,806,083)</u>	 <u>-</u>
 Component units	 <u>\$ 1,155,302</u>	 <u>\$ 102,360</u>	 <u>\$ 73,034</u>	 <u>\$ 57,400</u>	 <u>-</u>	 <u>(922,508)</u>
 General revenues:						
Property Taxes:						
					160,955	-
					149,009	-
					1,984,856	-
					4,581,265	927,555
					6,535	352
					-	1,700
					<u>6,882,620</u>	<u>929,607</u>
					1,076,537	7,099
					<u>16,603,598</u>	<u>1,073,498</u>
					<u>\$ 17,680,135</u>	<u>\$ 1,080,597</u>

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	General Fund	Debt Services Fund	Ed Tech Debt Service Fund	Capital Improvements HB-33 Fund	Capital Improvements SB-9 Fund	Ed Technology Equipment Act Fund	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>								
Pooled cash and investments	\$ 288,480	\$ 186,746	\$ 230,405	\$ 1,438,552	\$ 2,086,296	\$ 577,139	\$ 73,812	\$ 4,881,430
Receivables:								
Delinquent property taxes	8,939	77,221	378,142	97,564	54,518	-	-	616,384
Grant	-	-	-	-	-	-	111,249	111,249
Due from other governments	3,065	61	9,274	20,245	9,724	-	-	42,369
Food inventory	-	-	-	-	-	-	327	327
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 300,484</u>	<u>\$ 264,028</u>	<u>\$ 617,821</u>	<u>\$ 1,556,361</u>	<u>\$ 2,150,538</u>	<u>\$ 577,139</u>	<u>\$ 185,388</u>	<u>\$ 5,651,759</u>
<u>LIABILITIES AND FUND BALANCE</u>								
Liabilities:								
Accounts payable	\$ 13,084	\$ -	\$ -	\$ -	\$ 3,017	\$ 4,443	\$ 4,012	\$ 24,556
Deferred revenue:								
Federal, state, and local grants	-	-	-	-	-	-	147,944	147,944
Delinquent property taxes	6,186	76,851	369,946	79,725	41,019	-	-	573,727
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>19,270</u>	<u>76,851</u>	<u>369,946</u>	<u>79,725</u>	<u>44,036</u>	<u>4,443</u>	<u>151,956</u>	<u>746,227</u>
Fund balance:								
Reserved:								
Retirement of long-term debt	-	187,177	247,875	-	-	-	-	435,052
Capital projects funds	-	-	-	1,476,636	2,106,502	572,696	26,349	4,182,183
Inventories	-	-	-	-	-	-	327	327
Unreserved reported in:								
General fund	281,214	-	-	-	-	-	-	281,214
Special revenue funds	-	-	-	-	-	-	6,756	6,756
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>281,214</u>	<u>187,177</u>	<u>247,875</u>	<u>1,476,636</u>	<u>2,106,502</u>	<u>572,696</u>	<u>33,432</u>	<u>4,905,532</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 300,484</u>	<u>\$ 264,028</u>	<u>\$ 617,821</u>	<u>\$ 1,556,361</u>	<u>\$ 2,150,538</u>	<u>\$ 577,139</u>	<u>\$ 185,388</u>	<u>\$ 5,651,759</u>

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2009

Amounts reported for governmental activities in the statement of net assets are different because:

Fund balances - total governmental funds	\$ 4,905,532
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	13,964,327
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	573,727
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	<u>(1,763,451)</u>
Net assets of governmental activities	<u>\$ 17,680,135</u>

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	General Fund	Debt Services Fund	Ed Tech Debt Service Fund	Capital Improvements HB-33 Fund	Capital Improvements SB-9 Fund	Ed Technology Equipment Act Fund	Other Governmental Funds	Total Governmental Funds
Revenues:								
Federal sources:								
Forest reserve	\$ 11,951	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,951
Federal flowthrough grants	-	-	-	-	-	-	286,655	286,655
Federal direct grants	-	-	-	-	-	-	9,130	9,130
Food and milk reimbursements	-	-	-	-	-	-	115,345	115,345
USDA Commodities	-	-	-	-	-	-	10,596	10,596
Total federal revenues	11,951	-	-	-	-	-	421,726	433,677
State sources:								
State equalization guarantee	4,566,551	-	-	-	-	-	-	4,566,551
Transportation	412,830	-	-	-	-	-	-	412,830
State instructional material	38,704	-	-	-	-	-	-	38,704
State grant	35,921	-	-	-	-	-	65,417	101,338
Total state revenues	5,054,006	-	-	-	-	-	65,417	5,119,423
Local sources:								
Grant	-	-	-	-	-	-	17,771	17,771
District school tax levy	161,436	1,413	510,562	1,071,220	920,740	-	-	2,665,371
Fees and activities	5,412	-	-	-	-	-	64,744	70,156
Earnings from investments	6,347	363	-	13,106	4,777	5,362	188	30,143
Miscellaneous	2,763	-	-	-	-	-	-	2,763
Total local revenues	175,958	1,776	510,562	1,084,326	925,517	5,362	82,703	2,786,204
Total revenue	\$ 5,241,915	\$ 1,776	\$ 510,562	\$ 1,084,326	\$ 925,517	\$ 5,362	\$ 569,846	\$ 8,339,304

(continued)

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

	General Fund	Debt Services Fund	Ed Tech Debt Service Fund	Capital Improvements HB-33 Fund	Capital Improvements SB-9 Fund	Ed Technology Equipment Act Fund	Other Governmental Funds	Total Governmental Funds
Expenditures:								
Current:								
Instruction	\$ 2,967,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 254,114	\$ 3,221,215
Support Services - Students	554,658	-	-	-	-	-	111,731	666,389
Support Services - Instruction	89,699	-	-	-	-	-	-	89,699
Support Services - General Administration	208,334	11	4,236	8,299	6,768	-	-	227,648
Support Services - School Administration	281,393	-	-	-	-	-	15,386	296,779
Central Services	109,573	-	-	-	-	-	-	109,573
Operations & Maintenance of Plant	591,882	-	-	-	206,040	191,710	-	989,632
Student Transportation	418,867	-	-	-	-	-	-	418,867
Food Services	20,000	-	-	-	-	-	176,124	196,124
Capital outlay	-	-	-	1,408,288	322,755	10,065	10,000	1,751,108
Debt service:								
Bond interest paid	-	-	74,375	-	-	-	-	74,375
Total expenditures	5,241,507	11	78,611	1,416,587	535,563	201,775	567,355	8,041,409
Excess (deficiency) of revenues over expenditures	408	1,765	431,951	(332,261)	389,954	(196,413)	2,491	297,895
Other financing sources and financing uses:								
Transfers in	-	-	-	-	-	-	25,867	25,867
Transfers out	(25,867)	-	-	-	-	-	-	(25,867)
Total other financing sources and financing uses	(25,867)	-	-	-	-	-	25,867	-
Net change in fund balance	(25,459)	1,765	431,951	(332,261)	389,954	(196,413)	28,358	297,895
Fund balance (deficit) at beginning of the year	306,673	185,412	(184,076)	1,808,897	1,716,548	769,109	5,074	4,607,637
Fund balance at end of the year	\$ 281,214	\$ 187,177	\$ 247,875	\$ 1,476,636	\$ 2,106,502	\$ 572,696	\$ 33,432	\$ 4,905,532

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

Year Ended June 30, 2009

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

Net change in fund balance - total governmental funds	\$ 297,895
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year	1,133,795
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(370,551)
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, and similar, items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(3,196)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>18,594</u>
Change in net assets of governmental activities	<u>\$ 1,076,537</u>

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Forest reserve	\$ 2,447	\$ 2,447	\$ 11,951	\$ 9,504
State sources:				
State equalization guarantee	4,592,580	4,576,027	4,566,551	(9,476)
Transportation	350,713	440,317	412,830	(27,487)
State instructional material	38,704	38,704	38,704	-
State grant	<u>20,772</u>	<u>90,358</u>	<u>35,921</u>	<u>(54,437)</u>
Total state revenues	<u>5,002,769</u>	<u>5,145,406</u>	<u>5,054,006</u>	<u>(91,400)</u>
Local sources:				
District school tax levy	150,208	150,208	167,348	17,140
Fees and activities	6,500	6,500	5,412	(1,088)
Earnings from investments	25,000	25,000	6,347	(18,653)
Miscellaneous	<u>-</u>	<u>2,763</u>	<u>2,763</u>	<u>-</u>
Total local revenues	<u>181,708</u>	<u>184,471</u>	<u>181,870</u>	<u>(2,601)</u>
Total revenues	<u>\$ 5,186,924</u>	<u>\$ 5,332,324</u>	<u>\$ 5,247,827</u>	<u>\$ (84,497)</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Instruction	\$ 3,040,970	\$ 3,062,105	\$ 2,904,848	\$ 157,257
Support Services - Students	620,222	626,762	554,658	72,104
Support Services - Instruction	90,973	95,584	89,699	5,885
Support Services - General Administration	203,258	212,150	203,127	9,023
Support Services - School Administration	285,349	285,349	281,393	3,956
Central Services	110,392	110,392	109,573	819
Operation & Maintenance of Plant	696,029	676,029	594,394	81,635
Student Transportation	350,713	454,935	418,867	36,068
Other Support Services	13,299	13,299	-	13,299
Food Services Operations	-	20,000	20,000	-
	<u>5,411,205</u>	<u>5,556,605</u>	<u>5,176,559</u>	<u>380,046</u>
Excess (deficiency) of revenues over expenditures	(224,281)	(224,281)	71,268	295,549
Other financing uses:				
Transfers out	-	-	(97,430)	(97,430)
Net change in fund balance	(224,281)	(224,281)	(26,162)	198,119
Beginning cash balance budgeted	224,281	224,281	-	(224,281)
Fund balance at beginning of the year	-	-	306,673	306,673
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	280,511	<u>\$ 280,511</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(3,511)	
Change in due from other governments			(2,882)	
Change in payables			6,615	
Change in deferred property taxes			481	
			<u>\$ 281,214</u>	

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

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2009

ASSETS

Pooled cash and investments	\$ <u>97,978</u>
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LIABILITIES

Deposits held for others	\$ <u>97,978</u>
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The notes to the financial statements are an integral part of this statement.

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STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

NOTE	PAGE
I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES	
A. Reporting Entity	24
1. Blended Component Units	
2. Discretely Presented Component Units	
B. Government-Wide and Fund Financial Statements	25
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	25
1. Major Funds	26
D. Assets, Liabilities, and Net Assets or Equity	28
II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	
A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets	33
B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities	34
C. Moreno Valley High School	36
D. Moreno Valley Education Foundation	37
III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	
A. Budgetary Information	38
B. Deficit Fund Equity	
C. Funds Without Budgets	39
IV. DETAILED NOTES ON ALL FUNDS	
A. Cash and Temporary Investments	40
B. Receivables	41
C. Capital Assets	43
D. Inter-Fund Receivables and Payables	47
E. Inter-Fund Transfers	47
F. Long-Term Debt	47
V. OTHER INFORMATION	49

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Cimarron Municipal School District (District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the Villages of Cimarron, New Mexico, Eagle Nest, New Mexico, Angel Fire, New Mexico, and the surrounding areas. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

As required by GAAP, these financial statements present the District (primary government) and its component units. The component units discussed below are included in the District's reporting because of the significance of their operational or financial relationships with the District in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*.

1. Blended Component Units

The District does not have any component units reported as blended component units.

2. Discretely Presented Component Units

a. Moreno Valley High School

Moreno Valley High School (Charter School) was established in 2002 under the Charter School Act and serves to provide public education to the communities of Angel Fire, New Mexico and Eagle's Nest, New Mexico. The Charter School has a significant financial relationship with the District as that it receives federal and state funding through the District. Additionally, the District is financially responsible for the Charter School. The Charter School operates and is reported on the same basis as the District.

b. Moreno Valley High School Foundation

Moreno Valley High School Foundation (Foundation) was established in 2001 in order to provide funding, both public and private monies, to the Charter School. The Foundation exists solely for this purpose and constitutes a significant operational relationship with the Charter School. The Foundation operates and is reported on the same basis as the District.

No other entities meet the criteria for inclusion in the reporting entity.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Reporting Entity (continued)

The summary of significant accounting policies of the District is presented to assist in the understanding of the Association's financial statements. The financial statements and notes are the representation of Cimarron Municipal School District's management who is responsible for their integrity and objectivity. The financial statements of the District conform to Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the school district. For the most part, the effect of interfund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

General Fund – The government’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund – The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Education Technology Bonds Debt Service Fund – Used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest, and related costs associated with the Education Technology bond issues.

Capital Improvements HB-33 Fund – This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 5 mill property tax levy and interest earned on investments, under House Bill 33.

Capital Improvements SB-9 Fund – This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

Ed Technology Equipment Act Fund – This fund provides financing for the purchase of educational technology used in the educational process that constitutes learning and administrative resources for the School District. Funding is received from bond issues under 6-15A-1 through 6-15-A-16.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Additionally, the government reports the following fund types:

SPECIAL REVENUE FUNDS

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

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

FIDUCIARY FUNDS

Fiduciary Funds are Cimarron Municipal School District No. 3 funds used to account for financial resources used by the student activity groups for which the District has stewardship

Similar to private-sector standards of accounting and financial reporting issued prior to November 30, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The government has elected not to follow subsequent private-sector guidance.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Assets or Equity

1. *Deposits and investments*

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

State statutes authorize the investment of the District's funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, and money market accounts. The District is also allowed to invest in United States Government obligations. All funds for the District must follow the above investment policies.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the school district. Deposits may be made to the extent that they are insured by an Cimarron Municipal School District No. 3 of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

The School District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, HB – 33 Capital Improvements Fund , SB – 9 Capital Improvements Fund, and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Under GASB Statement 33, property taxes are impressed non-exchange revenue. Assets from impressed non-exchange transactions are reported when the School District has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date. Taxes are payable in two equal installments on November 10 and April 10th following the levy and become delinquent after 30 days. Therefore, the School District has recorded a delinquent tax receivable and revenue for taxes received within the sixty days following year-end. A receivable and deferred revenue have been recorded for uncollected delinquent taxes. On the government-wide financial statements, the district has recorded delinquent property taxes receivable and revenue for taxes assessed as of year-end that have not be collected, as prescribed in GASB 34. An allowance for refunds and uncollectibles has not been recorded.

3. *Inventories*

USDA Commodity and food inventories are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. *Capital assets*

Capital assets, which include property, plant, and equipment (software), are reported in the applicable governmental-wide financial statements. Beginning July 1, 2005, the threshold for defining Capital assets by the government was raised from \$1,000 to assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The costs of library books are not depreciated unless the individual cost is in excess of \$5,000. Software costs have been included with the cost of computer equipment and are capitalized with that equipment. The District does not develop software for internal use or any other use.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

<u>Assets</u>	<u>Years</u>
Buildings	25-50
Building improvements	7-20
Vehicles	5
Office equipment	5
Computer equipment	5

5. *Compensated absences*

Accrued and unused annual leave is not paid at the termination of an employee's contract. Accrued sick and unused sick leave is paid to employees who terminate their employment and where employed prior to 1999. The number of employees that are eligible for this payout is minimal and the accrual was not reported in these financial statements.

6. *Long-term obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discounts. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as capital projects expenditures.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

7. *Fund balance*

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

8. *Net assets*

Net assets are presented on the statement of net assets and may be presented in any of three components.

a. Invested in capital assets, net of related debt

This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The portion of the debt attributable to the unspent proceeds is not be included in the calculation of invested in capital assets, net of related debt. That portion of the debt is included in restricted for capital projects.

b. Restricted net assets

Net assets are reported as being restricted when the restriction is either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

c. Unrestricted net assets

Unrestricted net assets consist of net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted.”

In the governmental environment, net assets often are designated to indicate that management does not consider them to be available for general operations. In contrast to restricted net assets, these types of constraints on resources are internal and management can remove or modify them. However, enabling legislation established by the reporting government should not be construed as an internal constraint.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

9. *Indirect Costs*

The School District's General Fund receives indirect cost reimbursements from the various federal programs it administers. These reimbursements are for expenses incurred in performing administrative functions on behalf of the Special Revenue Funds. They are shown as expenditures in the Special Revenue Funds, and as other special federal revenue in the General Fund.

10. *Estimates*

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

11. *Revenues*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$4,566,551 in state equalization guarantee distributions during the year ended June 30, 2009.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$412,830 in transportation distributions during the year ended June 30, 2009.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.” The details of the \$13,964,327 difference are as follows:

Capital assets	\$ 21,329,857
Accumulated depreciation	<u>(7,365,530)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 13,964,327</u>

Another element of the reconciliation states “other assets are not available to pay to current-period expenditures and therefore are deferred in the funds.” The details of the \$573,727 difference are as follows:

Property taxes receivable	<u>\$ 573,727</u>
---------------------------	-------------------

The final adjustment in the reconciliation indicates that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The \$1,763,451 difference is detailed as follows:

Bonds payable	\$ 1,750,000
Accrued interest payable	18,594
Bond premiums	45,885
Amortization of bond premiums	(36,360)
Bond issue costs	(58,672)
Amortization of bond issue costs	<u>44,004</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ 1,763,451</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
(continued)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$1,133,795 difference are as follows:

Capital outlay	\$ 1,751,108
Depreciation expense	<u>(617,313)</u>
Net adjustment to changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 1,133,795</u>

The second element in the reconciliation indicates “revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.” The adjustment of \$370,551 is detailed as follows:

Reduction in revenue:	
Deferred property taxes in 2008	\$ (944,278)
Amounts to be included in revenue:	
Deferred property taxes in 2009	<u>573,727</u>
Net adjustment to change in net assets of governmental activities for revenues that are not recorded in the funds	<u>\$ (370,551)</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
(continued)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities
(continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$3,196 difference are as follows:

Principal repayments:	
Amortization of bond premium	\$ 11,472
Amortization of bond issuance costs	<u>(14,668)</u>
Net adjustment to decrease change in net assets of governmental activities	<u>\$ (3,196)</u>

The final element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$18,594 difference are as follows:

Accrued interest:	
June 30, 2009	\$ (18,594)
June 30, 2008	<u>37,188</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 18,594</u>

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
 June 30, 2009

C. Moreno Valley High School

1. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.” The details of the \$259,614 difference are as follows:

Capital assets	\$	413,824
Accumulated depreciation		<u>(154,210)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	\$	<u>259,614</u>

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$10,189 difference are as follows:

Capital outlay	\$	15,157
Depreciation expense		<u>(25,346)</u>
Net adjustment to changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	\$	<u>(10,189)</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

D. Moreno Valley Education Foundation

1. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.” The details of the \$780,846 difference are as follows:

Capital assets	\$	917,548
Accumulated depreciation		<u>(136,702)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	\$	<u><u>780,846</u></u>

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$2,182 difference are as follows:

Capital outlay	\$	29,014
Depreciation expense		<u>(26,832)</u>
Net adjustment to changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	\$	<u><u>2,182</u></u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. The budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year. Such appropriated balance is legally restricted and is therefore presented as a reserved portion of fund balance.

Actual expenditures may not exceed the budget on a line item basis, i.e., each budgeted expenditure must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series', this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called for.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
 June 30, 2009

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

6. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2009 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Cimarron Municipal School District No. 3 to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 5,411,205	\$ 5,556,605
Special Revenue Fund	457,597	780,394
Debt Service Fund	237,545	574,219
Capital Projects Fund	5,861,971	5,903,225
Totals	\$ 11,968,318	\$ 12,814,443

B. Deficit Fund Equity

Cimarron Municipal Schools

There were not any deficit fund balances as of June 30, 2009.

Moreno Valley High school

There were not any deficit fund balances as of June 30, 2009.

C. Funds Without Budgets

The following funds did not have a budget for the year ended June 30, 2009:

Cimarron Municipal School District No. 3

- Title II Math/Science Special Revenue Fund
- Teacher Quality Enhancement Special Revenue Fund
- State School Improvement Special Revenue Fund
- Tutoring & Student Enhancement Special Revenue Fund
- Center for Teacher Excellence Special Revenue Fund
- Great Up Special Revenue Fund

Moreno Valley High School

- School on the Rise Special Revenue Fund

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2009, the carrying amount of the District's deposits was \$4,979,408 and the bank balance was \$5,334,060 with the difference being reconciling items as reported on page 159 of this report. Of this balance \$250,000 was covered by federal depository insurance and \$2,831,852 was covered by collateral held in joint safekeeping by a third party. The remaining \$2,252,208 was not covered by pledged collateral is comprised of amounts in excess of those required to be collateralized under State law.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits.

	Cimarron Municipal Schools	Moreno Valley High School	Moreno Valley Education Foundation
Uninsured and uncollateralized	\$ 2,252,208	\$ -	\$ -
Uninsured and collateral held by pledging bank's trust dept not in the city's name	<u>2,831,852</u>	<u>-</u>	<u>-</u>
Total uninsured	5,084,060	-	-
Insured (FDIC)	<u>250,000</u>	<u>220,705</u>	<u>60,133</u>
Total deposits	<u>\$ 5,334,060</u>	<u>\$ 220,705</u>	<u>\$ 60,133</u>
State of New Mexico collateral requirement:			
50% of uninsured public fund bank deposits	\$ 2,542,030	\$ -	\$ -
Pledged security	<u>2,831,852</u>	<u>-</u>	<u>-</u>
Over collateralization	<u>\$ 289,822</u>	<u>\$ -</u>	<u>\$ -</u>

The collateral pledged is listed on Pages 157 and 158 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any Cimarron Municipal School District No. 3, district or political subdivision of the State of New Mexico.

**STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3**

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

A. Cash and Temporary Investments (continued)

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

B. Receivables

Receivables as of year-end for the government's individual major funds and non-major funds in the aggregate, including the following:

	<u>General</u>	<u>Debt Service</u>	<u>Education Technology Bonds</u>	<u>HB-33 Capital Improvements</u>	<u>SB-9 Capital Improvements</u>	<u>Other Governmental Funds</u>
Receivables:						
Delinquent property taxes	\$ 8,939	\$ 77,221	\$ 378,142	\$ 97,564	\$ 54,518	\$ -
Grant	-	-	-	-	-	111,249
Interest	-	-	-	-	-	-
Due from other:						
Governments	<u>3,065</u>	<u>61</u>	<u>9,274</u>	<u>20,245</u>	<u>9,724</u>	<u>-</u>
Total	<u><u>\$ 12,004</u></u>	<u><u>\$ 77,282</u></u>	<u><u>\$ 387,416</u></u>	<u><u>\$ 117,809</u></u>	<u><u>\$ 64,242</u></u>	<u><u>\$ 111,249</u></u>

An allowance for doubtful accounts has not been established. All receivables are expected to be collectible.

Governmental funds reported deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
 June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

B. Receivables (continued)

Cimarron Municipal School District:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Other Governmental Funds	\$ -	\$ 147,946
Delinquent property taxes		
General Fund	6,186	-
Debt Service	76,851	-
Ed Tech Debt Service	369,946	-
Capital Improvements HB-33	79,725	-
Capital Improvements SB-9	41,019	-
Other Governmental Funds	<u>-</u>	<u>-</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 573,727</u>	<u>\$ 147,946</u>

Moreno Valley High School:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Gear Up	<u>\$ -</u>	<u>\$ 1,391</u>

**STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3**

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2009 was as follows:

Cimarron Municipal School District:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,041,046	\$ -	\$ -	\$ -	\$ 1,041,046
Construction in progress	<u>-</u>	<u>100,188</u>	<u>-</u>	<u>-</u>	<u>100,188</u>
Total capital assets, not being depreciated	<u>\$ 1,041,046</u>	<u>\$ 100,188</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,141,234</u>
Capital assets, being depreciated:					
Land improvements	\$ 145,253	\$ 15,304	\$ -	\$ 27,510	\$ 188,067
Buildings and improvements	15,406,977	1,546,552	-	(177,703)	16,775,826
Furniture, fixtures, and equipment	<u>2,986,173</u>	<u>89,064</u>	<u>(700)</u>	<u>150,193</u>	<u>3,224,730</u>
Total capital assets being depreciated	<u>18,538,403</u>	<u>1,650,920</u>	<u>(700)</u>	<u>-</u>	<u>20,188,623</u>
Less accumulated depreciation for:					
Land improvements	(15,064)	(27,686)	-	-	(42,750)
Buildings and improvements	(5,280,030)	(345,251)	-	-	(5,625,281)
Furniture, fixtures, and equipment	<u>(1,453,823)</u>	<u>(244,376)</u>	<u>700</u>	<u>-</u>	<u>(1,697,499)</u>
Total accumulated depreciation	<u>(6,748,917)</u>	<u>(617,313)</u>	<u>700</u>	<u>-</u>	<u>(7,365,530)</u>
Total capital assets being depreciated, net	<u>\$ 11,789,486</u>	<u>\$ 1,033,607</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,823,093</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

Depreciation has been allocated to the functions by the following amounts:

<u>Depreciation Allocation to Functions</u>	
Instruction	\$ 319,904
Support Services - Students	66,180
Support Services - Instruction	8,908
Support Services - General Administration	22,608
Support Services - School Administration	29,474
Central Services	10,882
Operations & Maintenance of Plant	98,282
Student Transportation	41,598
Food Services	<u>19,477</u>
Total Depreciation Expense	<u>\$ 617,313</u>

Construction commitments

The Cimarron Municipal School District No. 3 has not received any funds from the State of New Mexico Public School Facilities Authority for the year ended June 30, 2009.

The District is involved in several long-term construction projects as part of their master plan for upgrading the district buildings. The amount of \$4,182,183 in the capital projects fund designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

Moreno Valley High School:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in progress	-	15,157	-	15,157
Total capital assets, not being depreciated	\$ -	\$ 15,157	\$ -	\$ 15,157
Capital assets, being depreciated:				
Buildings and improvements	352,228	-	-	352,228
Furniture, fixtures, and equipment	46,439	-	-	46,439
Total capital assets being depreciated	398,667	-	-	398,667
Less accumulated depreciation for:				
Buildings and improvements	(97,035)	(23,482)	-	(120,517)
Furniture, fixtures, and equipment	(31,829)	(1,864)	-	(33,693)
Total accumulated depreciation	(128,864)	(25,346)	-	(154,210)
Total capital assets being depreciated, net	\$ 269,803	\$ (25,346)	\$ -	\$ 244,457

The Charter School has determined that the capital assets serve essentially the entire School's functional activities and had decided not to allocate depreciation by function. Depreciation expense for the Charter School was \$25,346.

The State of New Mexico Public School Facilities Authority has paid portions of the Moreno Valley High School's expense for the schools lease of classroom space. For the year ended June 30, 2009, these contributions amounted to \$57,400.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

Moreno Valley Education Foundation:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 300,000	\$ -	\$ (15,157)	\$ 284,843
Construction in progress	<u>169,478</u>	<u>14,014</u>	<u>-</u>	<u>183,492</u>
Total capital assets, not being depreciated	<u>\$ 469,478</u>	<u>\$ 14,014</u>	<u>\$ (15,157)</u>	<u>\$ 468,335</u>
Capital assets, being depreciated:				
Land improvements	-	-	-	-
Buildings and improvements	335,244	-	-	335,244
Furniture, fixtures, and equipment	<u>98,969</u>	<u>15,000</u>	<u>-</u>	<u>113,969</u>
Total capital assets being depreciated	<u>434,213</u>	<u>15,000</u>	<u>-</u>	<u>449,213</u>
Less accumulated depreciation for:				
Buildings and improvements	(74,333)	(16,684)	-	(91,017)
Furniture, fixtures, and equipment	<u>(35,537)</u>	<u>(10,148)</u>	<u>-</u>	<u>(45,685)</u>
Total accumulated depreciation	<u>(109,870)</u>	<u>(26,832)</u>	<u>-</u>	<u>(136,702)</u>
Total capital assets being depreciated, net	<u>\$ 324,343</u>	<u>\$ (11,832)</u>	<u>\$ -</u>	<u>\$ 312,511</u>

The Foundation has decided not to allocate depreciation by function because capital assets serve essentially the entire school's functional activities. Depreciation expense for the Foundation was \$26,832.

Moreno Valley Education Foundation has not received any funds from the State of New Mexico Public School Facilities Authority for the year ended June 30, 2009.

The Foundation was not able to accurately report on capital assets and accumulated depreciation for the year ended June 30, 2009. Therefore, the Independent Auditor's Opinion has been qualified for these assets as noted in Finding F2009-5 on page 174.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

D. Inter-Fund Receivables and Payables

The composition of inter-fund balances at June 30, 2009 is as follows:

Cimarron Municipal Schools:

There were not any inter-fund loans as of June 30, 2009.

E. Inter-Fund Transfers

There were nine inter-fund transfers in Cimarron Municipal School District made during the year ended June 30, 2009 for the purpose of covering deficit cash balances.

	<u>From</u>	<u>To</u>
General Fund	\$ 97,430	\$ -
Other governmental funds:		
Food Service	-	25,867
Preschool IDEA-B	-	4,047
Title VI	-	2,371
Enhancing Education	-	3,299
Title V	-	9,172
Title II Teacher Quality	-	8,870
Title XIX Medicaid	-	9,130
Microsoft Settlement	-	26,518
McCune	-	8,156
Total	<u>\$ 97,430</u>	<u>\$ 97,430</u>

F. Long-Term Debt

The details of the bonds and notes as of June 30, 2009 are as follows:

Cimarron Municipal Schools

	<u>Original</u>		<u>Balance</u>	<u>Amount Due</u>
<u>General Obligations Bonds</u>	<u>Amount</u>	<u>Interest Rates</u>	<u>June 30, 2009</u>	<u>Within One Year</u>
Series 2006	<u>\$ 1,750,000</u>	4.25%	<u>\$ 1,750,000</u>	<u>\$ 600,000</u>

General Obligation Bonds – The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the School District boundaries

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

F. Long-Term Debt (continued)

Balances shown for bonds and notes do not include unamortized premiums or deferred amounts on refinancing.

Moreno Valley Education Foundation

<u>Long-Term Notes Payable</u>	<u>Amount</u>	<u>Interest Rates</u>	<u>June 30, 2009</u>	<u>Within One Year</u>
Notes Payable	\$ 300,000	8.75%	\$ 209,579	\$ 41,747

Long-term Notes Payable – Construction loan taken out by Moreno Valley Education Foundation for the construction of the Moreno Valley High School campus. The construction loan converted to a 10-year variable interest rate loan on September 4, 2006 with monthly payments of \$3,400. In July 2008 the monthly principal payment changed to \$4,200 with a 4.54% interest rate.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Cimarron Municipal Schools:

<u>General Obligation Bonds</u>			
<u>Year Ending</u>			<u>Total</u>
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2010	\$ 600,000	\$ 61,625	\$ 661,625
2011	625,000	35,594	660,594
2012	<u>525,000</u>	<u>11,156</u>	<u>536,156</u>
Total	<u>\$ 1,750,000</u>	<u>\$ 115,750</u>	<u>\$ 1,865,750</u>

Moreno Valley Education Foundation:

<u>Long-term Notes Payable</u>			
<u>Year Ending</u>			<u>Total</u>
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2010	\$ 41,747	\$ 8,653	\$ 50,400
2011	43,682	6,718	50,400
2012	45,707	4,693	50,400
2013	47,826	2,574	50,400
2014	<u>30,617</u>	<u>357</u>	<u>30,974</u>
Total	<u>\$ 209,579</u>	<u>\$ 22,995</u>	<u>\$ 232,574</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

F. Long-Term Debt (continued)

Changes in long term debt – During the year ended June 30, 2009 the following changes occurred in liabilities:

	<u>Prior Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Current Balance</u>	<u>Amount Due Within One Year</u>
Bonds payable	\$ 2,335,000	\$ -	\$ (585,000)	\$ 1,750,000	\$ 600,000

	<u>Balance June 30, 2009</u>
Bonds payable	\$ 1,750,000
Current maturities	(600,000)
Unamortized:	
Bond premiums	9,525
Total non-current liabilities	\$ 1,159,525

The liability of compensated absences is liquidated with resources from the general fund and several special revenue funds. The liquidation of bonds payable is done with resources from the debt service fund.

V. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2009.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

V. OTHER INFORMATION (continued)

B. Contingent Liabilities

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

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the government.

C. Employee Retirement Plan

Plan Description - Substantially all of Cimarron Municipal School 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 the financial statements and required supplementary information for the plan. That report may be obtained by writing to:

ERB
P.O. Box 26129
Santa Fe, New Mexico 87502-6129
www.nmerb.org

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
 June 30, 2009

V. OTHER INFORMATION (continued)

C. Employee Retirement Plan (continued)

Funding Policy - Plan members are required to contribute 7.9% of their gross salary. Cimarron Municipal School District is required to contribute 11.65% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and Cimarron Municipal School District are established in Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of legislature. Cimarron Municipal School District's contributions to the ERB for the years ended June 30, 2009, 2008 and 2007 were \$365,083, \$348,374, and \$315,289 respectively, equal to the amount of the required contribution for the year. The contribution rates will increase each year as follows:

<u>Fiscal Year</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
2009-2010	12.460%	7.900%
2010-2011	13.150%	7.900%
2011-2012	13.900%	7.900%

D. Post-Employment Benefits – State Retiree Health Care Plan

Plan Description – Cimarron Municipal School District No. 3 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.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Notes to the Financial Statements
June 30, 2009

V. OTHER INFORMATION (continued)

D. Post-Retirement Health Care Benefits (continued)

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:

Retiree Health Care Authority
4308 Carlisle NE, Suite 104
Albuquerque, NM 87107

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

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. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after January 1, 1998 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.

Cimarron Municipal School District No. 3's contributions to the RHCA for the years ended June 30, 2009, 2008 and 2007 were \$41,109, \$41,593, and \$40,475, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

GENERAL FUNDS
June 30, 2009

OPERATING FUND

The government's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

TRANSPORTATION FUND

Accounts for all the Transportation funds received through the state that are used in the maintaining and operating vehicles used to transport students.

INSTRUCTIONAL MATERIALS FUND

Accounts for all the Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GENERAL FUND
Combining Balance Sheet
June 30, 2009

	General Funds			Total General
	Operational <u>Fund</u>	Transportation <u>Fund</u>	Instructional Materials <u>Fund</u>	
<u>ASSETS</u>				
Pooled cash and investments	\$ 172,627	\$ 63,556	\$ 52,297	\$ 288,480
Receivables:				
Delinquent property taxes	8,939	-	-	8,939
Due from other governments	3,065	-	-	3,065
Total assets	\$ 184,631	\$ 63,556	\$ 52,297	\$ 300,484
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Accounts payable	\$ 10,762	\$ -	\$ 2,322	\$ 13,084
Deferred revenue:				
Delinquent property taxes	6,186	-	-	6,186
Total liabilities	16,948	-	2,322	19,270
Fund balance:				
Unreserved and reported in:				
Undesignated	167,683	63,556	49,975	281,214
Total liabilities and fund balance	\$ 184,631	\$ 63,556	\$ 52,297	\$ 300,484

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

GENERAL FUND
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	General Funds			Total General Fund
	Operational Fund	Transportation Fund	Instructional Materials Fund	
Revenues:				
Federal sources:				
Forest reserve	\$ 11,951	\$ -	\$ -	\$ 11,951
State sources:				
State equalization guarantee	4,566,551	-	-	4,566,551
Transportation	-	412,830	-	412,830
State instructional material	-	-	38,704	38,704
State grant	18,618	14,618	2,685	35,921
Total state revenues	4,585,169	427,448	41,389	5,054,006
Local sources:				
District school tax levy	161,436	-	-	161,436
Fees and activities	5,412	-	-	5,412
Earnings from investments	6,347	-	-	6,347
Miscellaneous	2,763	-	-	2,763
Total local revenues	175,958	-	-	175,958
Total revenue	4,773,078	427,448	41,389	5,241,915
Expenditures:				
Current:				
Instruction	2,934,935	-	32,166	2,967,101
Support Services - Students	554,658	-	-	554,658
Support Services - Instruction	86,780	-	2,919	89,699
Support Services - General Administration	208,334	-	-	208,334
Support Services - School Administration	281,393	-	-	281,393
Central Services	109,573	-	-	109,573
Operations & Maintenance of Plant	591,882	-	-	591,882
Student Transportation	-	418,867	-	418,867
Food Services	20,000	-	-	20,000
Total expenditures	4,787,555	418,867	35,085	5,241,507
Excess of revenues over expenditures	(14,477)	8,581	6,304	408
Other financing uses:				
Transfers out	(25,867)	-	-	(25,867)
Net change in fund balance	(40,344)	8,581	6,304	(25,459)
Fund balance at beginning of the year	208,027	54,975	43,671	306,673
Fund balance at end of the year	\$ 167,683	\$ 63,556	\$ 49,975	\$ 281,214

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

OPERATIONAL FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Forest reserve	\$ 2,447	\$ 2,447	\$ 11,951	\$ 9,504
State sources:				
State equalization guarantee	4,592,580	4,576,027	4,566,551	(9,476)
State grant	18,319	18,319	18,618	299
Total state revenues	<u>4,610,899</u>	<u>4,594,346</u>	<u>4,585,169</u>	<u>(9,177)</u>
Local sources:				
District school tax levy	150,208	150,208	167,348	17,140
Fees and activities	6,500	6,500	5,412	(1,088)
Earnings from investments	25,000	25,000	6,347	(18,653)
Miscellaneous	-	2,763	2,763	-
Total local revenues	<u>181,708</u>	<u>184,471</u>	<u>181,870</u>	<u>(2,601)</u>
Total revenues	<u>4,795,054</u>	<u>4,781,264</u>	<u>4,778,990</u>	<u>(2,274)</u>
Expenditures:				
Current:				
Instruction	3,002,266	2,973,044	2,863,761	109,283
Support Services - Students	620,222	626,762	554,658	72,104
Support Services - Instruction	88,520	88,520	86,780	1,740
Support Services - General Administration	203,258	212,150	203,127	9,023
Support Services - School Administration	285,349	285,349	281,393	3,956
Central Services	110,392	110,392	109,573	819
Operation & Maintenance of Plant	696,029	676,029	594,394	81,635
Other Support Services	13,299	13,299	-	13,299
Food Services Operations	-	20,000	20,000	-
Total expenditures	<u>5,019,335</u>	<u>5,005,545</u>	<u>4,713,686</u>	<u>291,859</u>
Excess (deficiency) of revenues over expenditures	<u>(224,281)</u>	<u>(224,281)</u>	<u>65,304</u>	<u>289,585</u>
Other financing uses:				
Transfers out	-	-	(97,430)	(97,430)
Net change in fund balance	<u>(224,281)</u>	<u>(224,281)</u>	<u>(32,126)</u>	<u>192,155</u>
Beginning cash balance budgeted	<u>224,281</u>	<u>224,281</u>	<u>-</u>	<u>(224,281)</u>
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>208,027</u>	<u>208,027</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>175,901</u>	<u>\$ 175,901</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(3,511)	
Change in due from other governments			(2,882)	
Change in payables			(2,306)	
Change in deferred property taxes			<u>481</u>	
			<u>\$ 167,683</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TRANSPORTATION FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
Transportation	\$ 350,713	\$ 440,317	\$ 412,830	\$ (27,487)
State grant	<u> -</u>	<u> 14,618</u>	<u> 14,618</u>	<u> -</u>
Total revenues	350,713	454,935	427,448	(27,487)
Expenditures:				
Current:				
Student Transportation	<u> 350,713</u>	<u> 454,935</u>	<u> 418,867</u>	<u> 36,068</u>
Excess of revenues over expenditures	-	-	8,581	8,581
Fund balance at beginning of the year	<u> -</u>	<u> -</u>	<u> 54,975</u>	<u> 54,975</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	63,556	<u>\$ 63,556</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u> -</u>	
			<u>\$ 63,556</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

INSTRUCTIONAL MATERIALS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State instructional material	\$ 38,704	\$ 38,704	\$ 38,704	\$ -
State grant	<u>2,453</u>	<u>57,421</u>	<u>2,685</u>	<u>(54,736)</u>
Total revenues	<u>41,157</u>	<u>96,125</u>	<u>41,389</u>	<u>(54,736)</u>
 Expenditures:				
Current:				
Instruction	38,704	89,061	41,087	47,974
Support Services - Instruction	<u>2,453</u>	<u>7,064</u>	<u>2,919</u>	<u>4,145</u>
Total expenditures	<u>41,157</u>	<u>96,125</u>	<u>44,006</u>	<u>52,119</u>
Excess (deficiency) of revenues over expenditures	-	-	(2,617)	(2,617)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>43,671</u>	<u>43,671</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	41,054	<u>\$ 41,054</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>8,921</u>	
			<u>\$ 49,975</u>	

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2009

Special Revenue Funds

	Food Service Fund	Athletics Fund	Title I Fund	Entitlement IDEA-B Fund	Discretionary IDEA-B Fund	Preschool IDEA-B Fund	Title VI Fund	Title II Math/Science Fund	Enhancing Education Fund	Title V Fund
<u>ASSETS</u>										
Pooled cash and investments	\$ 4,303	\$ 2,453	\$ 26,300	\$ (25,708)	\$ 1,783	\$ -	\$ -	\$ 794	\$ -	\$ -
Receivables:										
Grant	-	-	-	25,708	-	-	-	-	-	-
Food inventory	327	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 4,630</u>	<u>\$ 2,453</u>	<u>\$ 26,300</u>	<u>\$ -</u>	<u>\$ 1,783</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 794</u>	<u>\$ -</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue:										
Federal, state, and local grants	-	-	26,300	-	1,783	-	-	794	-	-
Total liabilities	-	-	26,300	-	1,783	-	-	794	-	-
Fund balance:										
Reserved:										
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Inventories	327	-	-	-	-	-	-	-	-	-
Unreserved and reported in:										
Special revenues funds	4,303	2,453	-	-	-	-	-	-	-	-
Total fund balance	4,630	2,453	-	-	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ 4,630</u>	<u>\$ 2,453</u>	<u>\$ 26,300</u>	<u>\$ -</u>	<u>\$ 1,783</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 794</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2009

	<u>Special Revenue Funds</u>								
	Title II Teacher Quality Fund	Title IV Drug Free Schools Fund	Title I - Stimulus Fund	Entitlement IDEA-B - Stimulus Fund	Preschool IDEA-B - Stimulus Fund	Title XIX Medicaid Fund	Teacher Quality Enhancement Fund	Rural Education Fund	Jordan Fundamentals Grant Fund
<u>ASSETS</u>									
Pooled cash and investments	\$ (1,124)	\$ -	\$ (5,382)	\$ (66,440)	\$ -	\$ -	\$ 12,728	\$ -	\$ -
Receivables:									
Grant	1,124	-	5,382	66,440	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,728</u>	<u>\$ -</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue:									
Federal, state, and local grants	-	-	-	-	-	-	12,728	-	-
Total liabilities	-	-	-	-	-	-	12,728	-	-
Fund balance:									
Reserved:									
Capital projects funds	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-
Unreserved and reported in:									
Special revenues funds	-	-	-	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,728</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2009

	<u>Special Revenue Funds</u>								
	PNM Foundation Fund	Turner Foundation Fund	Microsoft Settlement Fund	A Plus for Energy Fund	Technology for Education Fund	Incentives for School Improvement Fund	State School Improvement Fund	Libraries GO Bond Fund	Tutoring & Student Enhancement Fund
<u>ASSETS</u>									
Pooled cash and investments	\$ 1	\$ 30,014	\$ 2	\$ 4,572	\$ 7,882	\$ 31,000	\$ 1,075	\$ -	\$ 5,996
Receivables:									
Grant	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1</u>	<u>\$ 30,014</u>	<u>\$ 2</u>	<u>\$ 4,572</u>	<u>\$ 7,882</u>	<u>\$ 31,000</u>	<u>\$ 1,075</u>	<u>\$ -</u>	<u>\$ 5,996</u>
<u>LIABILITIES AND FUND BALANCE</u>									
Liabilities:									
Accounts payable	\$ -	\$ 120	\$ -	\$ -	\$ 1,152	\$ 2,740	\$ -	\$ -	\$ -
Deferred revenue:									
Federal, state, and local grants	<u>1</u>	<u>29,894</u>	<u>2</u>	<u>4,572</u>	<u>6,730</u>	<u>28,260</u>	<u>1,075</u>	<u>-</u>	<u>5,996</u>
Total liabilities	<u>1</u>	<u>30,014</u>	<u>2</u>	<u>4,572</u>	<u>7,882</u>	<u>31,000</u>	<u>1,075</u>	<u>-</u>	<u>5,996</u>
Fund balance:									
Reserved:									
Capital projects funds	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-
Unreserved and reported in:									
Special revenues funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1</u>	<u>\$ 30,014</u>	<u>\$ 2</u>	<u>\$ 4,572</u>	<u>\$ 7,882</u>	<u>\$ 31,000</u>	<u>\$ 1,075</u>	<u>\$ -</u>	<u>\$ 5,996</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2009

	<u>Special Revenue Funds</u>								
	Beginning Teacher Mentoring Fund	Breakfast for Elementary Students Fund	Outdoor Classroom Initiative Fund	State Activities Fund	Rural Revitalization Fund	NM Outdoor Classroom Fund	Library Books Fund	NM Arts Fund	Center for Teaching Excellence Fund
<u>ASSETS</u>									
Pooled cash and investments	\$ 10,742	\$ -	\$ (1,596)	\$ -	\$ (10,000)	\$ (999)	\$ 1,508	\$ 895	\$ 10,454
Receivables:									
Grant	-	-	1,596	-	10,000	999	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 10,742</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,508</u>	<u>\$ 895</u>	<u>\$ 10,454</u>
<u>LIABILITIES AND FUND BALANCE</u>									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue:									
Federal, state, and local grants	10,742	-	-	-	-	-	1,508	895	10,454
Total liabilities	<u>10,742</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,508</u>	<u>895</u>	<u>10,454</u>
Fund balance:									
Reserved:									
Capital projects funds	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-
Unreserved and reported in:									
Special revenues funds	-	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 10,742</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,508</u>	<u>\$ 895</u>	<u>\$ 10,454</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds					Capital Projects Funds	
	Gear Up Fund	Kids 'N' Parks Fund	CS Grant Fund	McCune Foundation Fund	Total Nonmajor Special Revenue Funds	Public School Capital Outlay - 20% Fund	Total Nonmajor Governmental Funds
<u>ASSETS</u>							
Pooled cash and investments	\$ 1,643	\$ 525	\$ 4,042	\$ -	\$ 47,463	\$ 26,349	\$ 73,812
Receivables:							
Grant	-	-	-	-	111,249	-	111,249
Food inventory	-	-	-	-	327	-	327
	<u>1,643</u>	<u>525</u>	<u>4,042</u>	<u>-</u>	<u>159,039</u>	<u>26,349</u>	<u>185,388</u>
Total assets							
	<u>\$ 1,643</u>	<u>\$ 525</u>	<u>\$ 4,042</u>	<u>\$ -</u>	<u>\$ 159,039</u>	<u>\$ 26,349</u>	<u>\$ 185,388</u>
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 4,012	\$ -	\$ 4,012
Deferred revenue:							
Federal, state, and local grants	1,643	525	4,042	-	147,944	-	147,944
	<u>1,643</u>	<u>525</u>	<u>4,042</u>	<u>-</u>	<u>151,956</u>	<u>-</u>	<u>151,956</u>
Total liabilities							
	<u>1,643</u>	<u>525</u>	<u>4,042</u>	<u>-</u>	<u>151,956</u>	<u>-</u>	<u>151,956</u>
Fund balance:							
Reserved:							
Capital projects funds	-	-	-	-	-	26,349	26,349
Inventories	-	-	-	-	327	-	327
Unreserved and reported in:							
Special revenues funds	-	-	-	-	6,756	-	6,756
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,083</u>	<u>26,349</u>	<u>33,432</u>
Total fund balance							
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,083</u>	<u>26,349</u>	<u>33,432</u>
Total liabilities and fund balance	<u>\$ 1,643</u>	<u>\$ 525</u>	<u>\$ 4,042</u>	<u>\$ -</u>	<u>\$ 159,039</u>	<u>\$ 26,349</u>	<u>\$ 185,388</u>

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	Food Service	Athletics	Title I	Entitlement	Discretionary
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ -	\$ 77,864	\$ 101,753	\$ -
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	115,345	-	-	-	-
USDA Commodities	<u>10,596</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total federal revenues	<u>125,941</u>	<u>-</u>	<u>77,864</u>	<u>101,753</u>	<u>-</u>
State sources:					
State grant	<u>1,904</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Local sources:					
Grant	-	-	-	-	-
Fees and activities	46,126	18,618	-	-	-
Earnings from investments	<u>45</u>	<u>16</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total local revenues	<u>46,171</u>	<u>18,634</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>174,016</u>	<u>18,634</u>	<u>77,864</u>	<u>101,753</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	-	17,418	74,863	72,129	-
Support Services - Students	-	-	-	17,239	-
Support Services - School Administration	-	-	3,001	12,385	-
Food Services	172,741	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>172,741</u>	<u>17,418</u>	<u>77,864</u>	<u>101,753</u>	<u>-</u>
Excess (deficiency) of revenues					
Excess of revenues over expenditures	1,275	1,216	-	-	-
Other financing sources:					
Transfers in	<u>25,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	27,142	1,216	-	-	-
Fund balance (deficit) at beginning of the year	<u>(22,512)</u>	<u>1,237</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 4,630</u>	<u>\$ 2,453</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	Preschool IDEA-B <u>Fund</u>	Title VI <u>Fund</u>	Title II Math/Science <u>Fund</u>	Enhancing Education <u>Fund</u>	Title V <u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ 12,628	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
	12,628	-	-	-	-
Total federal revenues					
	12,628	-	-	-	-
State sources:					
State grant	-	-	-	-	-
	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
	-	-	-	-	-
Total local revenues					
	-	-	-	-	-
Total revenue					
	12,628	-	-	-	-
Expenditures:					
Current:					
Instruction	12,628	-	-	-	-
Support Services - Students	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Food Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	-	-	-	-	-
Total expenditures					
	12,628	-	-	-	-
Excess (deficiency) of revenues over expenditures					
	-	-	-	-	-
Other financing sources:					
Transfers in	-	-	-	-	-
	-	-	-	-	-
Net change in fund balance					
	-	-	-	-	-
Fund balance (deficit) at beginning of the year					
	-	-	-	-	-
Fund balance (deficit) at end of the year					
	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	Title II Teacher Quality Fund	Title IV Drug Free Schools Fund	Title I - Stimulus Fund	Entitlement IDEA-B - Stimulus Fund	Preschool IDEA-B - Stimulus Fund
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ 4,441	\$ 1,550	\$ 5,382	\$ 66,440	\$ -
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
Total federal revenues	4,441	1,550	5,382	66,440	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total local revenues	-	-	-	-	-
Total revenue	4,441	1,550	5,382	66,440	-
Expenditures:					
Current:					
Instruction	4,441	1,550	5,382	-	-
Support Services - Students	-	-	-	66,440	-
Support Services - School Administration	-	-	-	-	-
Food Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	4,441	1,550	5,382	66,440	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Transfers in	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	Title XIX Medicaid <u>Fund</u>	Teacher Quality Enhancement <u>Fund</u>	Rural Education <u>Fund</u>	Jordan Fundamentals Grant <u>Fund</u>	PNM Foundation <u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ 16,597	\$ -	\$ -	\$ -	\$ -
Federal direct grants	9,130	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
Total federal revenues	25,727	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	15
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	14	-
Total local revenues	-	-	-	14	15
Total revenue	25,727	-	-	14	15
Expenditures:					
Current:					
Instruction	14,265	-	-	14	15
Support Services - Students	11,462	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Food Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	25,727	-	-	14	15
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Transfers in	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	Turner Foundation <u>Fund</u>	Microsoft Settlement <u>Fund</u>	A Plus for Energy <u>Fund</u>	Technology for Education <u>Fund</u>	Incentives for School Improvement <u>Fund</u>
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
Total federal revenues	-	-	-	-	-
State sources:					
State grant	-	-	-	16,564	12,223
Total local revenues	-	-	-	16,564	12,223
Local sources:					
Grant	17,756	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	47	-	-	26	39
Total local revenues	17,803	-	-	26	39
Total revenue	17,803	-	-	16,590	12,262
Expenditures:					
Current:					
Instruction	17,803	-	-	-	12,262
Support Services - Students	-	-	-	16,590	-
Support Services - School Administration	-	-	-	-	-
Food Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	17,803	-	-	16,590	12,262
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Transfers in	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds				
	State School Improvement Fund	Libraries GO Bond Fund	Tutoring & Student Enhancement Fund	Beginning Teacher Mentoring Fund	Breakfast for Elementary Students Fund
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
	-	-	-	-	-
Total federal revenues	-	-	-	-	-
State sources:					
State grant	-	-	-	-	3,383
	-	-	-	-	3,383
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
	-	-	-	-	-
Total local revenues	-	-	-	-	-
Total revenue	-	-	-	-	3,383
Expenditures:					
Current:					
Instruction	-	-	-	-	-
Support Services - Students	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Food Services	-	-	-	-	3,383
Capital outlay	-	-	-	-	-
	-	-	-	-	3,383
Total expenditures	-	-	-	-	3,383
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Transfers in	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds			
	Outdoor Classroom Initiative <u>Fund</u>	State Activities <u>Fund</u>	Rural Revitalization <u>Fund</u>	NM Outdoor Classroom <u>Fund</u>
	Revenues:			
Federal sources:				
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-
Food and milk reimbursements	-	-	-	-
USDA Commodities	-	-	-	-
Total federal revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State sources:				
State grant	<u>1,596</u>	<u>18,748</u>	<u>10,000</u>	<u>999</u>
Local sources:				
Grant	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total local revenues	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>1,597</u>	<u>18,748</u>	<u>10,000</u>	<u>999</u>
Expenditures:				
Current:				
Instruction	1,597	18,748	-	999
Support Services - Students	-	-	-	-
Support Services - School Administration	-	-	-	-
Food Services	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>
Total expenditures	<u>1,597</u>	<u>18,748</u>	<u>10,000</u>	<u>999</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds			
	Library Books Fund	NM Arts Fund	Center for Teaching Excellence Fund	Gear Up Fund
Revenues:				
Federal sources:				
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-
Food and milk reimbursements	-	-	-	-
USDA Commodities	-	-	-	-
	-	-	-	-
Total federal revenues	-	-	-	-
State sources:				
State grant	-	-	-	-
	-	-	-	-
Local sources:				
Grant	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	-	-	-	-
	-	-	-	-
Total local revenues	-	-	-	-
Total revenue	-	-	-	-
Expenditures:				
Current:				
Instruction	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - School Administration	-	-	-	-
Food Services	-	-	-	-
Capital outlay	-	-	-	-
	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	-	-
	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Special Revenue Funds			
	Kids 'N' Parks	CS Grant	McCune	Total Nonmajor
	<u>Fund</u>	<u>Fund</u>	<u>Foundation</u>	<u>Special Revenue</u>
				<u>Funds</u>
Revenues:				
Federal sources:				
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ 286,655
Federal direct grants	-	-	-	9,130
Food and milk reimbursements	-	-	-	115,345
USDA Commodities	-	-	-	10,596
	-----	-----	-----	-----
Total federal revenues	-	-	-	421,726
State sources:				
State grant	-	-	-	65,417
	-----	-----	-----	-----
Local sources:				
Grant	-	-	-	17,771
Fees and activities	-	-	-	64,744
Earnings from investments	-	-	-	188
	-----	-----	-----	-----
Total local revenues	-	-	-	82,703
	-----	-----	-----	-----
Total revenue	-	-	-	569,846
	-----	-----	-----	-----
Expenditures:				
Current:				
Instruction	-	-	-	254,114
Support Services - Students	-	-	-	111,731
Support Services - School Administration	-	-	-	15,386
Food Services	-	-	-	176,124
Capital outlay	-	-	-	10,000
	-----	-----	-----	-----
Total expenditures	-	-	-	567,355
	-----	-----	-----	-----
Excess (deficiency) of revenues over expenditures	-	-	-	2,491
Other financing sources:				
Transfers in	-	-	-	25,867
	-----	-----	-----	-----
Net change in fund balance	-	-	-	28,358
Fund balance (deficit) at beginning of the year	-	-	-	(21,275)
	-----	-----	-----	-----
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ 7,083
	-----	-----	-----	-----

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2009

	Capital Projects Funds	
	<u>Public School Capital Outlay - 20% Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:		
Federal sources:		
Federal flowthrough grants	\$ -	\$ 286,655
Federal direct grants	-	9,130
Food and milk reimbursements	-	115,345
USDA Commodities	-	10,596
	<u>-</u>	<u>10,596</u>
Total federal revenues	<u>-</u>	<u>421,726</u>
State sources:		
State grant	-	65,417
	<u>-</u>	<u>65,417</u>
Local sources:		
Grant	-	17,771
Fees and activities	-	64,744
Earnings from investments	-	188
	<u>-</u>	<u>188</u>
Total local revenues	<u>-</u>	<u>82,703</u>
Total revenue	<u>-</u>	<u>569,846</u>
Expenditures:		
Current:		
Instruction	-	254,114
Support Services - Students	-	111,731
Support Services - School Administration	-	15,386
Food Services	-	176,124
Capital outlay	-	10,000
	<u>-</u>	<u>10,000</u>
Total expenditures	<u>-</u>	<u>567,355</u>
Excess (deficiency) of revenues over expenditures	-	2,491
Other financing sources:		
Transfers in	-	25,867
	<u>-</u>	<u>25,867</u>
Net change in fund balance	-	28,358
Fund balance (deficit) at beginning of the year	<u>26,349</u>	<u>5,074</u>
Fund balance (deficit) at end of the year	<u>\$ 26,349</u>	<u>\$ 33,432</u>

BUDGETARY PRESENTATION

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

FOOD SERVICES

This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-12, 60 Stat. 230, 42 U.S.C. 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 stat. 886, 889, 42 U.S.C. 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71, 101 stat. 430.

ATHLETICS

This fund provides financing for school athletic activities. Funding is provided by fees from patrons.

TITLE I

To help local education agencies (LEAs) and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards. Funding authorization: Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

ENTITLEMENT/DISCRETIONARY IDEA-B

The Entitlement/Discretionary IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

PRESCHOOL IDEA-B

The Preschool program is for the purpose of enhancing Special Education for handicapped children from ages 3 to 5. The program is funded by the United States government, under the Individuals With Disabilities Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, and 101-476.

TITLE VI

The Title VI project provides funds for the acquisition of audio-visual and computer materials use for the instruction of students in the School District. This project is funded by the Federal government through the State of New Mexico Department of Education, under the Elementary and Secondary Education Act of 1965, as amended, Title I, Chapter 2, Part A; Augustus F. Hawkins-Robert T. Stafford Elementary and Secondary School Improvements Amendments of 1988, Public Law 100-297, 20 U.S.C. 2911-2952, 2971-2976.

TITLE II MATH/SCIENCE

The Title II math, science and core academic areas project provides funds to carry out a math skills control system for grades kindergarten through eighth. The project is funded by the Federal Government through the State of New Mexico Department of Education, under the Elementary and Secondary Education Act of 1965, Title II, Part A, Public Law 100-297, as amended, Public Law 101-589.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

ENHANCING EDUCATION

The technology fund provides financing to purchase computers and software for a District-wide student information system and software licensing for computer labs within the District. The program is funded through the Office of Technology for the State of New Mexico. Authorized by the IASA Improving America School Act PL 103-382.

TITLE V

To assist State and Local educational agencies in the reform of elementary and secondary education. Authorized by the Elementary and Secondary Education Act of 1965, Title VI, as amended, 20 U.S.C. 7301-7373.

TITLE II TEACHER QUALITY

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 the academic achievement. Authorization is granted through the Elementary and Secondary Education Act of 1965, as amended, Title II, Part A, Public Law 107-110.

TITLE IV DRUG FREE SCHOOLS

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. Authorized by Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

TITLE I – STIMULUS

Use of funds varies, depending on whether a school is operating a schoolwide program under Title I, section 1114 of ESEA or a targeted assistance program under Section 1115 of the ESEA. A school with at least a 40 percent poverty rate may choose to operate a schoolwide program under Section 1114 that allows Title I funds to be combined with other Federal, State, and local funds to upgrade the school's overall instructional program. Schoolwide program schools must receive the amount of non-Federal resources they would have received in the absence of Title I funds. All other participating schools must operate targeted assistance programs that provide extra instruction to those children failings, or most at risk of failing, to meet State academic achievement standards. Targeted assistance programs must ensure that Title I services supplement, and do not supplant the regular education programs normally provided with non-Federal funds by local educational agencies. This program is subject to non-supplanting requirements and must use a restricted indirect cost rate, which is referenced under 34 CFR 76.564-76.569. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), Title I, Part A, 20 U.S.C. 6301 et seq. and the American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

ENTITLEMENT IDEA-B – STIMULUS

Used in accordance with the IDEA, to help provide the special education and related services needed to make a free appropriate public education available to all eligible children and, in some cases, early intervening services. Authorization: Individuals with Disabilities Education (IDEA), as amended, Part B, Section 611-618, 20 U.S.C 1411-1418; American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

PRESCHOOL IDEA-B – STIMULUS

Funds are used: (1) to provide a free appropriate public education (FAPE) to preschool children with disabilities ages 3 through 5, and at the State's discretion, to 2-year-old children with disabilities who will reach age 3 during the next school year; (2) to administer section 619; and (3) for support services, direct services, activities to meet the State's performance goals, to supplement other funds used for a Statewide coordinated service system designed to improve results for children and families, to provide early intervention services in accordance with Part C to children ages 3 through 5 who would otherwise be eligible under the Preschool Grants program, and to continue service coordination or case management for families who receive services under Part C. Authorization: Individuals with Disabilities Education Act (IDEA), as amended, , Part B, Section 619, 20 U.S.C 1419; American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

TITLE XIX MEDICAID

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-112, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

TEACHER QUALITY ENHANCEMENT

To improve student achievement; improve the quality of the current and future teaching force by improving the preparation of prospective teachers and enhancing professional development activities; hold institutions of higher education accountable for preparing teachers who have the necessary teaching skills and are highly competent in the academic content areas in which the teachers plan to teach, such as mathematics, science, English, foreign language, history, economics, art, civics, Government, and geography, including training in the effective uses of technology in the classroom; and recruit highly qualified individuals, including individuals from other occupations, into the teaching force. Authorization granted under Higher Education Act of 1965, Title II, Part A, Public Law 105-244.

RURAL EDUCATION ACHIEVEMENT

To account for funds received under the Small Rural School Achievement Program to enhance education.

JORDAN FUNDAMENTALS GRANT

To help students in learning through the application and design.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

PNM FOUNDATION

Classroom innovation grant for the purpose of "Books 'N More." Authority for creation is a grant from PNM.

TURNER FOUNDATION

To enhance the curriculum by utilizing nontraditional teaching methods (real life learning).

MICROSOFT SETTLEMENT

For qualifying schools to purchase computer hardware, software and professional development services.

A PLUS FOR ENERGY

To assist high school lab based science courses in the study of energy resources.

TECHNOLOGY FOR EDUCATION

State funding to provide financial assistance to school districts to improve educational opportunities for all students to close the technology gap between schools and the workplace through enhancement of computer education. The funding is provided by state resources and supplements the federal funding for the Technology Literacy Challenge grant. The creation of the fund is authorized by NMSA 1978 22-15A-1 TO 22-15A-10.

INCENTIVE FOR SCHOOL IMPROVEMENTS

These funds are used for school improvements, from lighting to encyclopedias. Funding is provided by the State of New Mexico. The creation of the fund is authorized by NMSA 1978 22-13A-5.

STATE SCHOOL IMPROVEMENT

State grant used to enhance the quality of education.

LIBRARIES GO BOND

Funding made available to update and expand library collections.

TUTORING & STUDENT ENHANCEMENT

To assist in the success rate of students by providing after-school tutoring.

BEGINNING TEACHER MENTORING

Funds to assist school districts in the design, implementation, and evaluation of beginning teacher mentoring programs. Funding is provided through the 2000 legislative session, with appropriated funds from the General Appropriations Act.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

BREAKFAST FOR ELEMENTARY STUDENTS

To provide elementary students with the nutrition necessary to facilitate learning.

OUTDOOR CLASSROOM INITIATIVE

For curriculum-based or service-learning outdoor educational programming and projects

STATE DIRECTED ACTIVITIES

To support the improvement of educational results and functional outcomes for all children with disabilities.

RURAL REVITALIZATION

To assist the “Barn” project at Eagle Nest Elementary/Middle School.

NM OUTDOOR CLASSROOM

To provide curriculum-based or service-learning outdoor educational programming, transportation of students to outdoor education sites, and teacher professional development at Eagle Nest Elementary/Middle School.

LIBRARY BOOKS

To support the purchase of library books. Authorized through New Mexico Senate Bill 471.

NM ARTS

To account for the grants reserved from the NM Arts.

CENTER FOR TEACHING EXCELLENCE

To promote collaboration between public school teachers and university faculty.

GEAR UP

To encourage eligible entities to provide supportive services to elementary and middle schools, and secondary school students who are at risk of dropping out of school; and information to students and their parents about the advantages of obtaining a postsecondary education and the college financing options for the students and their parents. Authorization granted through Higher Education Act, Title IV, Part A, Subpart 2, Chapter 2, 20 U.S.C. 1070a-21-1070a-28.

KIDS ‘N’ PARKS

To complete a rigorous academic-based outdoor classroom learning experience that is directly related to classroom study.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009

CS FOUNDATION

To assist the school in providing educational services.

MCCUNE FOUNDATION

A local grant provided by the McCune Foundation to teach communication, self-esteem and problem solving skills.

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

FOOD SERVICE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Federal sources:				
Food and milk reimbursements	\$ 114,636	\$ 114,636	\$ 115,345	\$ 709
USDA Commodities	-	10,596	10,596	-
Total federal revenues	<u>114,636</u>	<u>125,232</u>	<u>125,941</u>	<u>709</u>
State sources:				
State grant	<u>1,780</u>	<u>1,780</u>	<u>1,904</u>	<u>124</u>
Local sources:				
Fees and activities	63,000	63,000	46,126	(16,874)
Earnings from investments	<u>500</u>	<u>500</u>	<u>45</u>	<u>(455)</u>
Total local revenues	<u>63,500</u>	<u>63,500</u>	<u>46,171</u>	<u>(17,329)</u>
Total revenues	179,916	190,512	174,016	(16,496)
Expenditures:				
Current:				
Food Services Operations	<u>179,916</u>	<u>190,512</u>	<u>172,304</u>	<u>18,208</u>
Excess of revenues over expenditures	-	-	1,712	1,712
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>25,867</u>	<u>25,867</u>
Net change in fund balance	-	-	27,579	27,579
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(22,512)</u>	<u>(22,512)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	5,067	<u>\$ 5,067</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			<u>(437)</u>	
			<u>\$ 4,630</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ATHLETICS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Local sources:				
Fees and activities	\$ 10,200	\$ 17,831	\$ 18,618	\$ 787
Earnings from investments	<u>300</u>	<u>300</u>	<u>16</u>	<u>(284)</u>
Total revenues	10,500	18,131	18,634	503
Expenditures:				
Current:				
Instruction	<u>10,500</u>	<u>18,131</u>	<u>17,418</u>	<u>713</u>
Excess of revenues over expenditures	-	-	1,216	1,216
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,237</u>	<u>1,237</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,453	<u>\$ 2,453</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 2,453</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE I SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 84,830	\$ 84,830	\$ 72,824	\$ (12,006)
Expenditures:				
Current:				
Instruction	84,830	81,813	74,863	6,950
Support Services - School Administration	-	3,017	3,001	16
Total expenditures	<u>84,830</u>	<u>84,830</u>	<u>77,864</u>	<u>6,966</u>
Excess (deficiency) of revenues over expenditures	-	-	(5,040)	(5,040)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(5,040)	<u>\$ (5,040)</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>5,040</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 132,682	\$ 153,367	\$ 91,628	\$ (61,739)
Expenditures:				
Current:				
Instruction	94,158	80,093	72,129	7,964
Support Services - Students	17,428	60,673	17,239	43,434
Support Services - School Administration	21,096	12,601	12,385	216
Total expenditures	<u>132,682</u>	<u>153,367</u>	<u>101,753</u>	<u>51,614</u>
Excess (deficiency) of revenues over expenditures	-	-	(10,125)	(10,125)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(10,125)	<u>\$ (10,125)</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>10,125</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

DISCRETIONARY IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 6,168	\$ 6,168
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	6,168	6,168
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	6,168	<u>\$ 6,168</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(4,385)	
Change in deferred revenue			<u>(1,783)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

PRESCHOOL IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 12,691	\$ 12,765	\$ 14,796	\$ 2,031
 Expenditures:				
Current:				
Instruction	<u>12,691</u>	<u>12,765</u>	<u>12,628</u>	<u>137</u>
Excess of revenues over expenditures	-	-	2,168	2,168
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>4,047</u>	<u>4,047</u>
Net change in fund balance	-	-	6,215	6,215
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	6,215	<u>\$ 6,215</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(6,215)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE VI SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	2,371	2,371
Net change in fund balance	-	-	2,371	2,371
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,371	<u>\$ 2,371</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(2,371)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ENHANCING EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 968	\$ -	\$ (968)
 Expenditures:				
Current:				
Instruction	-	968	-	968
Excess of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	3,299	3,299
Net change in fund balance	-	-	3,299	3,299
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,299	<u>\$ 3,299</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(3,299)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE V SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Federal sources:				
Federal grant	\$ 100	\$ 100	\$ 886	\$ 786
 Expenditures:				
Current:				
Instruction	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
Excess of revenues over expenditures	-	-	886	886
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>9,172</u>	<u>9,172</u>
Net change in fund balance	-	-	10,058	10,058
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	10,058	<u>\$ 10,058</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(10,058)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE II TEACHER QUALITY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 23,414	\$ 28,150	\$ 9,438	\$ (18,712)
Expenditures:				
Current:				
Instruction	4,486	9,222	4,689	4,533
Support Services - Students	<u>18,928</u>	<u>18,928</u>	<u>-</u>	<u>18,928</u>
Total expenditures	<u>23,414</u>	<u>28,150</u>	<u>4,689</u>	<u>23,461</u>
Excess of revenues over expenditures	-	-	4,749	4,749
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>8,870</u>	<u>8,870</u>
Net change in fund balance	-	-	13,619	13,619
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	13,619	<u>\$ 13,619</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(13,867)	
Change in payables			<u>248</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
 CIMARRON SCHOOL DISTRICT NO. 3

TITLE IV DRUG FREE SCHOOLS SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 1,813	\$ 1,813	\$ 1,550	\$ (263)
 Expenditures:				
Current:				
Instruction	1,813	1,813	1,550	263
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE I - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 21,737	\$ -	\$ (21,737)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>21,737</u>	<u>5,382</u>	<u>16,355</u>
Excess (deficiency) of revenues over expenditures	-	-	(5,382)	(5,382)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(5,382)	<u>\$ (5,382)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>5,382</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ENTITLEMENT IDEA-B - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 66,440	\$ -	\$ (66,440)
 Expenditures:				
Current:				
Support Services - Students	-	66,440	66,440	-
Excess (deficiency) of revenues over expenditures	-	-	(66,440)	(66,440)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(66,440)	<u>\$ (66,440)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>66,440</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

PRESCHOOL IDEA-B - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 2,488	\$ -	\$ (2,488)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>2,488</u>	<u>-</u>	<u>2,488</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

RURAL EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 30,865	\$ -	\$ (30,865)
Expenditures:				
Current:				
Support Services - School Administration	-	30,865	-	30,865
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TITLE XIX MEDICAID SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 11,651	\$ 29,845	\$ 25,727	\$ (4,118)
Expenditures:				
Current:				
Instruction	-	18,194	14,265	3,929
Support Services - Students	11,651	11,651	11,462	189
Total expenditures	11,651	29,845	25,727	4,118
Excess of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	9,130	9,130
Net change in fund balance	-	-	9,130	9,130
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	9,130	<u>\$ 9,130</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(9,130)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

JORDAN FUNDAMENTALS GRANT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ 14	\$ -	\$ (14)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>14</u>	<u>14</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(14)	(14)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(14)	<u>\$ (14)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>14</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

PNM FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>15</u>	<u>15</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	(15)	(15)	-
Beginning cash balance budgeted	-	15	-	(15)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(15)	<u>\$ (15)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>15</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TURNER FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ 15,000	\$ 15,000	\$ -
Earnings from investments	<u>-</u>	<u>-</u>	<u>47</u>	<u>47</u>
Total revenues	-	15,000	15,047	47
Expenditures:				
Current:				
Instruction	<u>-</u>	<u>29,100</u>	<u>17,776</u>	<u>11,324</u>
Excess (deficiency) of revenues over expenditures	-	(14,100)	(2,729)	11,371
Beginning cash balance budgeted	-	14,100	-	(14,100)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(2,729)	<u>\$ (2,729)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(27)	
Change in deferred revenue			<u>2,756</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

MICROSOFT SETTLEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ 1,439	\$ -	\$ (1,439)
Earnings from investments	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Total revenues	-	1,439	2	(1,437)
Expenditures:				
Current:				
Instruction	<u>-</u>	<u>1,439</u>	<u>-</u>	<u>1,439</u>
Excess of revenues over expenditures	-	-	2	2
Other financing sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>26,518</u>	<u>26,518</u>
Net change in fund balance	-	-	26,520	26,520
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	26,520	<u>\$ 26,520</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(26,518)	
Change in deferred revenue			<u>(2)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

A PLUS FOR ENERGY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ 17	\$ 17
Expenditures:				
Current:				
Instruction	-	4,524	-	4,524
Excess (deficiency) of revenues over expenditures	-	(4,524)	17	4,541
Beginning cash balance budgeted	-	4,524	-	(4,524)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	17	<u>\$ 17</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(17)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive <u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ 36,039	\$ 8,909	\$ (27,130)
Local sources:				
Earnings from investments	<u>-</u>	<u>-</u>	<u>26</u>	<u>26</u>
Total revenues	-	36,039	8,935	(27,104)
Expenditures:				
Current:				
Support Services - Students	<u>-</u>	<u>36,039</u>	<u>15,438</u>	<u>20,601</u>
Excess (deficiency) of revenues over expenditures	-	-	(6,503)	(6,503)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(6,503)	<u>\$ (6,503)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(1,152)	
Change in deferred revenue			<u>7,655</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

INCENTIVES FOR SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 21,588	\$ -	\$ (21,588)
Local sources:				
Earnings from investments	<u>-</u>	<u>-</u>	<u>39</u>	<u>39</u>
Total revenues	-	21,588	39	(21,549)
Expenditures:				
Current:				
Instruction	<u>-</u>	<u>21,588</u>	<u>9,522</u>	<u>12,066</u>
Excess (deficiency) of revenues over expenditures	-	-	(9,483)	(9,483)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(9,483)	<u>\$ (9,483)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(2,740)	
Change in deferred revenue			<u>12,223</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

LIBRARIES GO BOND SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 155	\$ 155
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	155	155
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	155	<u>\$ 155</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(154)	
Change in deferred revenue			<u>(1)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ 4,941	\$ 7,022	\$ 2,081
Local sources:				
Earnings from investments	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
Total revenues	-	4,941	7,026	2,085
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>4,941</u>	<u>-</u>	<u>4,941</u>
Excess of revenues over expenditures	-	-	7,026	7,026
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	7,026	<u>\$ 7,026</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(7,026)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 3,383	\$ 3,383	\$ -
Expenditures:				
Current:				
Food Services Operations	-	3,383	3,383	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

OUTDOOR CLASSROOM INITIATIVE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 1,597	\$ 903	\$ (694)
Local sources:				
Earnings from investments	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Total revenues	-	1,597	904	(693)
Expenditures:				
Current:				
Instruction	<u>-</u>	<u>1,597</u>	<u>1,597</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(693)	(693)
Beginning cash balance budgeted	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(693)	<u>\$ (693)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>693</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

STATE ACTIVITIES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 18,750	\$ 15,748	\$ (3,002)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>18,750</u>	<u>15,748</u>	<u>3,002</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

RURAL REVITALIZATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ 10,000	\$ -	\$ (10,000)
Expenditures:				
Capital outlay:				
Construction in progress	-	10,000	10,000	-
Excess (deficiency) of revenues				
over expenditures	-	-	(10,000)	(10,000)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(10,000)	<u>\$ (10,000)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			10,000	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NM OUTDOOR CLASSROOM SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 1,000	\$ -	\$ (1,000)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>1,000</u>	<u>999</u>	<u>1</u>
Excess (deficiency) of revenues over expenditures	-	-	(999)	(999)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(999)	<u>\$ (999)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>999</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

LIBRARY BOOKS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ 1,256	\$ 1,508	\$ 252
 Expenditures:				
Current:				
Support Services - Instruction	<u>-</u>	<u>1,256</u>	<u>-</u>	<u>1,256</u>
Excess of revenues over expenditures	-	-	1,508	1,508
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,508	<u>\$ 1,508</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(1,508)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

NM ARTS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ 7	\$ 7
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	7	7
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	7	<u>\$ 7</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(7)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

KIDS 'N' PARKS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 525	\$ 525	\$ -
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>525</u>	<u>-</u>	<u>525</u>
Excess of revenues over expenditures	-	-	525	525
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	525	<u>\$ 525</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(525)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

CS GRANT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Local sources:				
Grant	\$ -	\$ 2,500	\$ 2,500	\$ -
Earnings from investments	-	-	4	4
	-	-	4	4
Total revenues	-	2,500	2,504	4
Expenditures:				
Current:				
Instruction	-	4,212	-	4,212
	-	4,212	-	4,212
Excess (deficiency) of revenues over expenditures	-	(1,712)	2,504	4,216
Beginning cash balance budgeted	-	1,712	-	(1,712)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	2,504	\$ 2,504
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(2,504)	
			\$ -	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

MCCUNE FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	8,156	8,156
Net change in fund balance	-	-	8,156	8,156
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	8,156	<u>\$ 8,156</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(8,156)	
			<u>\$ -</u>	

**STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3**

**CAPITAL PROJECTS FUNDS
June 30, 2009**

CAPITAL IMPROVEMENTS HB – 33

This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 5 mill property tax levy and interest earned on investments, under House Bill 33.

CAPITAL IMPROVEMENTS SB – 9

This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

ED TECHNOLOGY EQUIPMENT ACT

This fund is used to account for the revenues and expenditures associated with Education Technology Bonds in the purchasing of equipment used in the educational process.

PUBLIC SCHOOL CAPITAL OUTLAY - 20%

A capital projects fund to capture the 20% of eligible federal (Forest Reserve and Impact Aid) and local revenue (local taxes) that must be budgeted in Capital Outlay. Provides financing for the construction and improvement of buildings and land, and the purchase of equipment.

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

CAPITAL IMPROVEMENTS HB-33 CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
District school tax levy	\$ 1,192,457	\$ 1,192,457	\$ 1,106,679	\$ (85,778)
Earnings from investments	<u>30,000</u>	<u>30,000</u>	<u>13,106</u>	<u>(16,894)</u>
Total revenues	<u>1,222,457</u>	<u>1,222,457</u>	<u>1,119,785</u>	<u>(102,672)</u>
Expenditures:				
Current:				
Support Services - General Administration	11,925	11,925	8,299	3,626
Operation & Maintenance of Plant	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Total current expenses	<u>111,925</u>	<u>111,925</u>	<u>8,299</u>	<u>103,626</u>
Capital outlay:				
Land and improvements	2,549,965	-	-	-
Buildings and improvements	100,000	100,000	-	100,000
Construction in progress	<u>-</u>	<u>2,549,965</u>	<u>1,408,288</u>	<u>1,141,677</u>
Total capital outlay	<u>2,649,965</u>	<u>2,649,965</u>	<u>1,408,288</u>	<u>1,241,677</u>
Total expenditures	<u>2,761,890</u>	<u>2,761,890</u>	<u>1,416,587</u>	<u>1,345,303</u>
Excess (deficiency) of revenues over expenditures	(1,539,433)	(1,539,433)	(296,802)	1,242,631
Beginning cash balance budgeted	1,539,433	1,539,433	-	(1,539,433)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,808,897</u>	<u>1,808,897</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,512,095	<u>\$ 1,512,095</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(21,320)	
Change in due from other governments			(16,962)	
Change in deferred property taxes			<u>2,823</u>	
			<u>\$ 1,476,636</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ -	\$ 14,905	\$ -	\$ (14,905)
Local sources:				
District school tax levy	794,919	794,919	950,546	155,627
Earnings from investments	-	-	6,739	6,739
Total local revenues	794,919	794,919	957,285	162,366
Total revenues	794,919	809,824	957,285	147,461
Expenditures:				
Current:				
Support Services - General Administration	7,950	7,950	6,768	1,182
Operation & Maintenance of Plant	495,000	509,905	208,361	301,544
Total current expenses	502,950	517,855	215,129	302,726
Capital outlay:				
Equipment	300,000	300,000	109,665	190,335
Construction in progress	1,594,248	1,594,248	213,090	1,381,158
Total capital outlay	1,894,248	1,894,248	322,755	1,571,493
Total expenditures	2,397,198	2,412,103	537,884	1,874,219
Excess (deficiency) of revenues over expenditures	(1,602,279)	(1,602,279)	419,401	2,021,680
Beginning cash balance budgeted	1,602,279	1,602,279	-	(1,602,279)
Fund balance at beginning of the year	-	-	1,716,548	1,716,548
Fund balance at end of the year	\$ -	\$ -	2,135,949	\$ 2,135,949
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(1,962)	
Change in property tax receivable			(16,803)	
Change in due from other governments			(17,283)	
Change in payables			2,320	
Change in deferred property taxes			4,281	
			\$ 2,106,502	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ED TECHNOLOGY EQUIPMENT ACT CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ 5,362	\$ 5,362
 Expenditures:				
Current:				
Operation & Maintenance of Plant	502,883	502,883	189,728	313,155
Capital outlay:				
Equipment	<u>200,000</u>	<u>200,000</u>	<u>10,065</u>	<u>189,935</u>
Total expenditures	<u>702,883</u>	<u>702,883</u>	<u>199,793</u>	<u>503,090</u>
Excess (deficiency) of revenues over expenditures	(702,883)	(702,883)	(194,431)	508,452
Beginning cash balance budgeted	702,883	702,883	-	(702,883)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>769,109</u>	<u>769,109</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	574,678	<u>\$ 574,678</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(1,982)</u>	
			<u>\$ 572,696</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

PUBLIC SCHOOL CAPITAL OUTLAY - 20% CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>26,349</u>	<u>-</u>	<u>26,349</u>
Excess (deficiency) of revenues over expenditures	-	(26,349)	-	26,349
Beginning cash balance budgeted	-	26,349	-	(26,349)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>26,349</u>	<u>26,349</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	26,349	<u>\$ 26,349</u>
 RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>-</u>	
			<u>\$ 26,349</u>	

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STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

DEBT SERVICE FUNDS
June 30, 2009

DEBT SERVICE FUND

Used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest, and related costs associated with general obligation bonds.

EDUCATION TECHNOLOGY DEBT SERVICE FUND

Used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest, and related costs associated with the Education Technology bond issues.

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

DEBT SERVICES FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues:				
Local sources:				
District school tax levy	\$ -	\$ 672	\$ 1,121	\$ 449
Earnings from investments	<u>-</u>	<u>-</u>	<u>363</u>	<u>363</u>
Total revenues	<u>-</u>	<u>672</u>	<u>1,484</u>	<u>812</u>
 Expenditures:				
Current:				
Support Services - General Administration	-	672	11	661
 Debt service:				
Bond interest paid	<u>15,976</u>	<u>15,976</u>	<u>-</u>	<u>15,976</u>
Total expenditures	<u>15,976</u>	<u>16,648</u>	<u>11</u>	<u>16,637</u>
 Excess (deficiency) of revenues over expenditures	(15,976)	(15,976)	1,473	17,449
 Beginning cash balance budgeted	15,976	15,976	-	(15,976)
 Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>185,412</u>	<u>185,412</u>
 Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	186,885	<u>\$ 186,885</u>
 RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(3,932)	
Change in due from other governments			(18)	
Change in deferred property taxes			<u>4,242</u>	
			<u>\$ 187,177</u>	

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

ED TECH DEBT SERVICE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Local sources:				
District school tax levy	\$ 74,375	\$ 410,377	\$ 524,664	\$ 114,287
Expenditures:				
Current:				
Support Services - General Administration	744	4,237	4,236	1
Debt service:				
Principal retirement	146,450	478,959	-	478,959
Bond interest paid	74,375	74,375	74,375	-
Total debt service	220,825	553,334	74,375	478,959
Total expenditures	221,569	557,571	78,611	478,960
Excess (deficiency) of revenues over expenditures	(147,194)	(147,194)	446,053	593,247
Beginning cash balance budgeted	147,194	147,194	-	(147,194)
Fund balance (deficit) at beginning of the year	-	-	(184,076)	(184,076)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	261,977	<u>\$ 261,977</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(366,220)	
Change in due from other governments			(6,606)	
Change in deferred property taxes			<u>358,724</u>	
			<u>\$ 247,875</u>	

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COMPONENT UNIT
MORENO VALLEY HIGH SCHOOL

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STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

COMPONENT UNIT
MORENO VALLEY HIGH SCHOOL

June 30, 2009

GENERAL FUNDS:

Operating Fund

The government's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Instructional Materials Fund

Accounts for all the Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

SPECIAL REVENUE FUNDS:

Entitlement/Discretionary IDEA-B

The Entitlement/Discretionary IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

Libraries GO Bond

Funding made available to update and expand library collections.

Beginning Teacher Mentoring

Funds to assist school districts in the design, implementation, and evaluation of beginning teacher mentoring programs. Funding is provided through the 2000 legislative session, with appropriated funds from the General Appropriations Act.

Schools On The Rise

To provide schools with addition funds for education materials.

Gear Up

To encourage eligible entities to provide supportive services to elementary and middle schools, and secondary school students who are at risk of dropping out of school; and information to students and their parents about the advantages of obtaining a postsecondary education and the college financing options for the students and their parents. Authorization granted through Higher Education Act, Title IV, Part A, Subpart 2, Chapter 2, 20 U.S.C. 1070a-21-1070a-28.

CAPITAL PROJECTS FUNDS:

Public School Capital Outlay

This fund provides financing from Public Schools Critical Capital Outlay committee under chapter and laws of the New Mexico Lottery Receipts Act.

Ed Technology Equipment Act

This fund is used to account for the revenues and expenditures associated with Education Technology Bonds in the purchasing of equipment used in the educational process.

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 GOVERNMENTAL FUNDS
 Combining Balance Sheets
 June 30, 2009
 With Comparative Totals For June 30, 2008

	General Fund	Entitlement IDEA-B Fund	Libraries GO Bond Fund	Beginning Teacher Mentoring Fund	Schools on the Rise Fund	Gear Up Fund	Public School Capital Outlay Fund	Ed Technology Equipment Act Fund	Total Governmental Funds	Component Unit	Total Funds
<u>ASSETS</u>											
Pooled cash and investments	\$ 206,837	\$ -	\$ -	\$ -	\$ -	\$ 1,391	\$ -	\$ -	\$ 208,228	\$ 31,972	\$ 240,200
Receivables:											
Grant	-	-	-	2,787	6,883	-	-	-	9,670	-	9,670
Due from other funds	9,670	-	-	-	-	-	-	-	9,670	-	9,670
Restricted cash for notes payable	-	-	-	-	-	-	-	-	-	28,161	28,161
Total assets	\$ 216,507	\$ -	\$ -	\$ 2,787	\$ 6,883	\$ 1,391	\$ -	\$ -	\$ 227,568	\$ 60,133	\$ 287,701
<u>LIABILITIES AND FUND BALANCE</u>											
Liabilities:											
Accounts payable	\$ 874	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 874	\$ -	\$ 874
Accrued salaries	26,050	-	-	-	-	-	-	-	26,050	-	-
Due to other funds	-	-	-	2,787	6,883	-	-	-	9,670	-	9,670
Due within one year	-	-	-	-	-	-	-	-	-	41,747	41,747
General obligation bonds payable	-	-	-	-	-	-	-	-	-	167,832	167,832
Deferred revenue:											
Federal, state, and local grants	-	-	-	-	-	1,391	-	-	1,391	-	1,391
Total liabilities	26,924	-	-	2,787	6,883	1,391	-	-	37,985	209,579	221,514
Fund balance:											
Unreserved reported in:											
General fund	189,583	-	-	-	-	-	-	-	189,583	(149,446)	40,137
Total liabilities and fund balance	\$ 216,507	\$ -	\$ -	\$ 2,787	\$ 6,883	\$ 1,391	\$ -	\$ -	\$ 227,568	\$ 60,133	\$ 261,651

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2009

Amounts reported for governmental activities in the statement of net assets are different because:

Fund balances - total governmental funds	\$ 189,583
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>259,614</u>
Net assets of governmental activities	<u>\$ 449,197</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
GOVERNMENTAL FUNDS
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Years Ended June 30, 2009 and 2008

	General Fund	Entitlement IDEA-B Fund	Libraries GO Bond Fund	Beginning Teacher Mentoring Fund	Schools on the Rise Fund	Public School Capital Outlay Fund	Ed Technology Equipment Act Fund	Total Governmental Funds	Component Unit	Total Funds
Revenues:										
Federal sources:										
Federal flowthrough grants	\$ -	\$ 12,195	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,195	\$ -	\$ 12,195
State sources:										
State equalization guarantee	912,295	-	-	-	-	-	-	912,295	-	912,295
State flow through grants	-	-	350	2,787	6,883	57,400	-	67,420	-	67,420
State instructional material	7,567	-	-	-	-	-	-	7,567	-	7,567
Total state revenues	919,862	-	350	2,787	6,883	57,400	-	987,282	-	987,282
Local sources:										
Grant	-	-	-	-	-	-	-	-	-	-
District school tax levy	-	-	-	-	-	-	-	-	-	-
Fees and activities	44,960	-	-	-	-	-	-	44,960	-	44,960
Earnings from investments	-	-	-	-	-	-	-	-	352	352
Miscellaneous	18,252	-	-	-	-	-	-	18,252	102,352	120,604
Total local revenues	63,212	-	-	-	-	-	-	63,212	102,704	165,916
Total revenue	983,074	12,195	350	2,787	6,883	57,400	-	1,062,689	102,704	1,165,393
Expenditures:										
Current:										
Instruction	625,106	-	-	-	6,883	-	-	631,989	-	631,989
Support Services - Students	54	-	-	-	-	-	-	54	-	54
Support Services - Instruction	6,404	-	350	-	-	-	-	6,754	-	6,754
Support Services - General Administration	69,908	-	-	-	-	-	-	69,908	15,092	85,000
Support Services - School Administration	146,391	-	-	2,787	-	-	-	149,178	19,951	169,129
Central Services	43,146	-	-	-	-	-	-	43,146	330	43,476
Operations & Maintenance of Plant	78,503	-	-	-	-	57,400	1,520	137,423	4,281	141,704
Capital outlay	15,157	-	-	-	-	-	-	15,157	29,014	44,171
Debt service:										
Bond interest paid	-	-	-	-	-	-	-	-	12,823	12,823
Total expenditures	984,669	-	350	2,787	6,883	57,400	1,520	1,053,609	81,491	1,135,100
Excess (deficiency) of revenues over expenditures	(1,595)	12,195	-	-	-	-	(1,520)	9,080	21,213	30,293
Other sources and uses:										
Transfers in	12,195	-	-	-	-	-	-	12,195	-	12,195
Transfers out	-	(12,195)	-	-	-	-	-	(12,195)	-	(12,195)
Total other sources and uses	12,195	(12,195)	-	-	-	-	-	-	-	-
Net change in fund balance	10,600	-	-	-	-	-	(1,520)	9,080	21,213	30,293
Fund balance at beginning of the year	178,983	-	-	-	-	-	1,520	180,503	(170,659)	9,844
Fund balance at end of the year	\$ 189,583	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 189,583	\$ (149,446)	\$ 40,137

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2009

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

Net change in fund balance - total governmental funds	\$ 9,080
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year	<u>(10,189)</u>
Change in net assets of governmental activities	<u>\$ (1,109)</u>

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 GENERAL FUND

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive
	<u>Original</u>	<u>Final</u>		(Negative)
Revenues:				
State sources:				
State equalization guarantee	\$ 897,649	\$ 897,649	\$ 912,295	\$ 14,646
State instructional material	7,116	8,259	7,567	(692)
Total state revenues	<u>905,216</u>	<u>906,359</u>	<u>919,862</u>	<u>13,503</u>
Local sources:				
Fees and activities	2,002	2,002	44,960	42,958
Miscellaneous	-	-	17,385	17,385
Total local revenues	<u>2,002</u>	<u>2,002</u>	<u>62,345</u>	<u>60,343</u>
Total revenues	<u>907,218</u>	<u>908,361</u>	<u>982,207</u>	<u>73,846</u>
Expenditures:				
Current:				
Instruction	633,555	643,100	636,672	6,428
Support Services - Students	9,500	9,500	53	9,447
Support Services - Instruction	10,451	11,041	6,404	4,637
Support Services - General Administration	47,500	67,772	71,955	(4,183)
Support Services - School Administration	138,235	155,950	146,391	9,559
Central Services	48,536	49,662	43,146	6,516
Operation & Maintenance of Plant	191,790	145,677	78,503	67,174
Total expenditures	<u>1,079,567</u>	<u>1,082,702</u>	<u>983,124</u>	<u>99,578</u>
Excess (deficiency) of revenues over expenditures	(172,349)	(174,341)	(917)	173,424
Beginning cash balance budgeted	172,349	174,341	-	(174,341)
Fund balance at beginning of the year	-	-	178,983	178,983
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	178,066	<u>\$ 178,066</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(678)	
Change in transfers			12,195	
			<u>\$ 189,583</u>	

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
AGENCY FUNDS
Schedule of Fiduciary Assets and Liabilities
June 30, 2009

ASSETS

Pooled cash and investments	\$ <u>8,110</u>
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LIABILITIES

Deposits held for others	\$ <u>8,110</u>
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STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 GENERAL FUND
 Combining Balance Sheet
 June 30, 2009

	General Funds		
	Operational Fund	Instructional Materials Fund	Total General Fund
<u>ASSETS</u>			
Pooled cash and investments	\$ 203,576	\$ 3,261	\$ 206,837
Due from other funds	9,670	-	9,670
Total assets	\$ 213,246	\$ 3,261	\$ 216,507
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable	\$ 874	\$ -	\$ 874
Accrued salaries	26,050	-	26,050
Total liabilities	26,924	-	26,924
Fund balance:			
Unreserved and reported in:			
Undesignated	186,322	3,261	189,583
Total liabilities and fund balance	\$ 213,246	\$ 3,261	\$ 216,507

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 GENERAL FUND

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2009

	<u>General Funds</u>		
	Operational	Instructional	Total General
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Revenues:			
State sources:			
State equalization guarantee	\$ 912,295	\$ -	\$ 912,295
State instructional material	<u>-</u>	<u>7,567</u>	<u>7,567</u>
 Total state revenues	 912,295	 7,567	 919,862
Local sources:			
Fees and activities	44,960	-	44,960
Miscellaneous	<u>18,252</u>	<u>-</u>	<u>18,252</u>
 Total local revenues	 <u>63,212</u>	 <u>-</u>	 <u>63,212</u>
 Total revenue	 <u>975,507</u>	 <u>7,567</u>	 <u>983,074</u>
Expenditures:			
Current:			
Instruction	618,809	6,297	625,106
Support Services - Students	54	-	54
Support Services - Instruction	6,404	-	6,404
Support Services - General Administration	69,908	-	69,908
Support Services - School Administration	146,391	-	146,391
Central Services	43,146	-	43,146
Operations & Maintenance of Plant	78,503	-	78,503
Capital outlay	<u>15,157</u>	<u>-</u>	<u>15,157</u>
 Total expenditures	 <u>978,372</u>	 <u>6,297</u>	 <u>984,669</u>
 Excess of revenues over expenditures	 (2,865)	 1,270	 (1,595)
Other sources:			
Transfers in	<u>12,195</u>	<u>-</u>	<u>12,195</u>
 Net change in fund balance	 9,330	 1,270	 10,600
 Fund balance at beginning of the year	 <u>176,992</u>	 <u>1,991</u>	 <u>178,983</u>
 Fund balance at end of the year	 <u>\$ 186,322</u>	 <u>\$ 3,261</u>	 <u>\$ 189,583</u>

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 OPERATIONAL FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State equalization guarantee	\$ 897,649	\$ 897,649	\$ 912,295	\$ 14,646
Local sources:				
Fees and activities	2,002	2,002	44,960	42,958
Miscellaneous	-	-	17,385	17,385
Total local revenues	2,002	2,002	62,345	60,343
Total revenues	899,651	899,651	974,640	74,989
Expenditures:				
Current:				
Instruction	626,439	633,439	630,375	3,064
Support Services - Students	9,500	9,500	53	9,447
Support Services - Instruction	10,000	10,000	6,404	3,596
Support Services - General Administration	47,500	67,772	71,955	(4,183)
Support Services - School Administration	138,235	155,950	146,391	9,559
Central Services	48,536	49,662	43,146	6,516
Operation & Maintenance of Plant	191,790	145,677	78,503	67,174
Total expenditures	1,072,000	1,072,000	976,827	95,173
Excess (deficiency) of revenues over expenditures	(172,349)	(172,349)	(2,187)	170,162
Beginning cash balance budgeted	172,349	172,349	-	(172,349)
Fund balance at beginning of the year	-	-	176,992	176,992
Fund balance at end of the year	\$ -	\$ -	174,805	\$ 174,805
RECONCILIATION TO GAAP BASIS:				
Change in payables			(678)	
Change in transfers			12,195	
			\$ 186,322	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 INSTRUCTIONAL MATERIALS FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State instructional material	\$ 7,116	\$ 8,259	\$ 7,567	\$ (692)
 Expenditures:				
Current:				
Instruction	7,116	9,661	6,297	3,364
Support Services - Instruction	<u>451</u>	<u>1,041</u>	<u>-</u>	<u>1,041</u>
Total expenditures	<u>7,567</u>	<u>10,702</u>	<u>6,297</u>	<u>4,405</u>
Excess (deficiency) of revenues over expenditures	-	(1,992)	1,270	3,262
Beginning cash balance budgeted	-	1,992	-	(1,992)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,991</u>	<u>1,991</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,261	<u>\$ 3,261</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>-</u>	
			<u>\$ 3,261</u>	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	12,196	-	12,196
Excess (deficiency) of revenues over expenditures	-	(12,196)	-	12,196
Other uses:				
Transfers out	-	-	(12,196)	(12,196)
Net change in fund balance	-	(12,196)	(12,196)	-
Beginning cash balance budgeted	-	12,196	-	(12,196)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(12,196)	<u>\$ (12,196)</u>
RECONCILIATION TO GAAP BASIS:				
Change in transfers			12,196	
			<u>\$ -</u>	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 LIBRARIES GO BOND SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support Services - Instruction	-	350	350	-
Excess (deficiency) of revenues over expenditures	-	(350)	(350)	-
Beginning cash balance budgeted	-	350	-	(350)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(350)	<u>\$ (350)</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			350	
			<u>\$ -</u>	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
State sources:				
State flowthrough grant	\$ -	\$ 5,796	\$ -	\$ (5,796)
Expenditures:				
Current:				
Support Services - School Administration	-	5,796	2,787	3,009
Excess (deficiency) of revenues				
over expenditures	-	-	(2,787)	(2,787)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(2,787)	\$ (2,787)
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			2,787	
			\$ -	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECTS FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 58,170	\$ 57,400	\$ (770)
 Expenditures:				
Current:				
Operation & Maintenance of Plant	-	58,170	57,400	770
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 ED TECHNOLOGY EQUIPMENT ACT CAPITAL PROJECTS FUND
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Operation & Maintenance of Plant	-	1,521	1,520	1
Excess (deficiency) of revenues over expenditures	-	(1,521)	(1,520)	1
Beginning cash balance budgeted	-	1,521	-	(1,521)
Fund balance at beginning of the year	-	-	1,520	1,520
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			-	
			<u>\$ -</u>	

**MORENO VALLEY HIGH SCHOOL
COMPONENT UNIT**

MORENO VALLEY EDUCATION FOUNDATION

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY EDUCATION FOUNDATION
GOVERNMENTAL FUNDS

Balance Sheet
June 30, 2009

ASSETS

Pooled cash and investments	\$ 31,972
Restricted cash for notes payable	<u>28,161</u>
Total assets	<u>\$ 60,133</u>

LIABILITIES AND FUND BALANCE

Liabilities:

Due within one year	\$ 41,747
Notes payable	<u>167,832</u>
Total liabilities	<u>209,579</u>

Fund balance:

Reserved:

Retirement of long-term debt	(167,832)
Unreserved reported in:	
General fund	<u>18,386</u>

Total fund balance	<u>(149,446)</u>
Total liabilities and fund balance	<u>\$ 60,133</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY EDUCATION FOUNDATION
RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2009

Amounts reported for governmental activities in the statement of net assets are different because:

Fund balances - total governmental funds	\$ (149,446)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>780,846</u>
Net assets of governmental activities	<u>\$ 631,400</u>

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY EDUCATION FOUNDATION
 GOVERNMENTAL FUNDS

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2009

Revenues:	
Local sources:	
Rent income	\$ 57,400
Donated	43,252
Earnings from investments	352
Miscellaneous	<u>1,700</u>
Total revenue	<u>102,704</u>
Expenditures:	
Current:	
Support Services - General Administration	15,092
Support Services - School Administration	19,951
Central Services	330
Operations & Maintenance of Plant	4,281
Capital outlay	29,014
Debt service:	
Interest paid	<u>12,823</u>
Total expenditures	<u>81,491</u>
Net change in fund balance	<u>21,213</u>
Fund balance (deficit) at beginning of the year	(170,659)
Fund balance (deficit) at end of the year	<u>\$ (149,446)</u>

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
COMPONENT UNIT

MORENO VALLEY EDUCATION FOUNDATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2009

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

Net change in fund balance - total governmental funds	\$ 21,213
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year	<u>2,182</u>
Change in net assets of governmental activities	<u>\$ 8,238</u>

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OTHER SUPPLEMENTAL INFORMATION

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**STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3**

SCHEDULE OF CAPITAL ASSETS - BY SOURCE

June 30, 2009

Capital assets:

Land and improvements	\$	1,201,603
Buildings and improvements		16,953,529
Equipment (software)		3,074,537
Construction in progress		<u>100,188</u>
 Total Capital assets	 \$	 <u><u>21,329,857</u></u>

Investment in Capital assets from:

General Fund	\$	13,001,030
Special revenue funds:		
State Projects		10,000

Capital projects funds:

Bond Building		3,000,000
Special Capital Outlay - State		437,633
Capital Improvements HB-33		1,617,372
Capital Improvements SB-9		1,100,993
Ed Technology Equipment Act		2,149,199
Public School Capital Outlay - 20%		<u>13,630</u>

Total investment in Capital assets	\$	<u><u>21,329,857</u></u>
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STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2009

Activity		Balance			Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2008</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2009</u>
000	Activities	\$ 836	\$ 547	\$ 1,350	\$ 33
100	Pay Pal E-Store	-	219	-	219
400	Annual Yearbook	5,726	3,552	1,888	7,390
401	Administration	87	-	87	-
402	High School Art	-	1,248	271	977
403	Booster Club	1,232	15,702	14,964	1,970
405	Juan Martinez Scholarship	18,600	132	1,000	17,732
406	CHS Cheerleaders	1,739	2,467	2,861	1,345
407	High School Photography	3	201	-	204
408	Elementary MOP	5,547	1,874	1,862	5,559
409	Elementary Yearbook	646	1,305	1,111	840
410	Elementary Principal	1,448	4,720	5,463	705
411	Elementary Art	63	1,906	990	979
412	PeeWee Basketball	3,710	1,222	1,012	3,920
413	Elementary Athletics	11	1	-	12
414	Elementary Reading	323	3	-	326
415	Class of 2006	-	5,292	4,209	1,083
416	Class of 2009	2,968	1,064	3,860	172
417	Class of 2010	677	8,738	6,540	2,875
418	Class of 2007	2	-	2	-
419	Class of 2011	886	1,531	73	2,344
420	Class of 2008	108	2	110	-
424	CMS Student Council	-	201	-	201
426	ENEMS Principal	7,137	10,809	14,012	3,934
427	MS Admin	-	194	194	-
428	MS Barn Fund	6,089	3,341	3,464	5,966
429	Universal Classroom	621	4	-	625
430	MS Art	248	1	-	249
431	MS Yearbook	2,458	3,298	2,772	2,984
433	ENEMS Student Barn	-	700	-	700
434	MS Student Council	165	251	72	344
436	Foreign Language Club	273	2	275	-
437	Spanish Club	107	-	107	-
438	MS Spanish Club	138	1	-	139
440	HS Prinicpal	762	5,796	5,655	903
442	HS Student Council	27	2,297	2,241	83
446	Band-Music	4,987	12,150	13,262	3,875
448	News 101	4	-	4	-
449	HS Exploratory	311	3	-	314
450	HS National Honor Society	\$ 440	\$ 421	\$ 247	\$ 614

(continued)

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2009

Activity		Balance				Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2008</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2009</u>
451	Ram's Horn	\$ 3,890	\$ 79	\$ -		\$ 3,969
452	RHOR	636	4	-		640
454	HS Shop	206	328	397		137
455	HS Laser Shop/Business	1,400	1,607	1,674		1,333
457	TSA-2	146	-	146		-
458	Elementary VIPs	3,821	1,676	2,377		3,120
460	Zane Scholarship	272	12,686	1,000		11,958
461	Schnieder	11,520	-	11,520		-
463	ENEMS Library	-	657	185		472
464	ENEMS K-2 Teachers	-	1,374	481		893
465	ENEMS 3-4 Teachers	-	1,335	1,152		183
470	MS FCA	978	55	195		838
474	HS Drama	145	1	146		-
476	HS FCA	365	2	-		367
478	HS Childrens' Theatre	623	4	627		-
479	HS Graphic Art	2,225	292	991		1,526
481	CHS Creations	46	1,261	427		880
482	CHS Broadcast	-	1,010	-		1,010
483	Culinary Arts	-	221	-		221
485	ENMS Beta Club	374	3	-		377
487	WERC Environmental Design	480	33	75		438
	Pooled cash and investments	<u>\$ 95,506</u>	<u>\$ 113,823</u>	<u>\$ 111,351</u>		<u>\$ 97,978</u>
	<u>LIABILITIES</u>					
	Deposits held for others	<u>\$ 95,506</u>	<u>\$ 113,823</u>	<u>\$ 111,351</u>		<u>\$ 97,978</u>

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 FIDUCIARY FUNDS

Schedule of Changes in Assets and Liabilities - All Agency Funds
 Year Ended June 30, 2009

Activity		Balance			Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2008</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2009</u>
000	Drama	\$ 166	\$ -	\$ -	\$ 166
001	UAV	203	-	202	1
002	Booster Club	1,257	-	447	810
003	BPA	8	1,645	1,653	-
004	Fundraisers	482	341	594	229
005	Recycling/Green	11	40	47	4
006	Variety Show	621	-	-	621
007	Yearbook	1,474	2,405	1,905	1,974
008	Ski/Snowboard	285	-	-	285
011	Art	175	-	-	175
012	Math	39	-	7	32
013	BUEF	6,593	5,711	8,626	3,678
015	PE	500	-	465	35
016	Class of 2009	200	4,320	4,520	-
017	Class of 2012	-	100	-	100
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
	Pooled cash and investments	\$ 12,014	\$ 14,562	\$ 18,466	\$ 8,110
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
	LIABILITIES				
	<u>Deposits held for others</u>	<u>\$ 12,014</u>	<u>\$ 14,562</u>	<u>\$ 18,466</u>	<u>\$ 8,110</u>

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

SCHEDULE OF PLEDGED COLLATERAL
June 30, 2009

	<u>International Bank</u>
Cash on deposit at June 30, 2009	\$ 5,334,060
Less FDIC coverage	<u>250,000</u>
Uninsured funds	<u>\$ 5,084,060</u>
Amount requiring pledged collateral	2,542,030
Pledged collateral	<u>2,831,852</u>
Excess of pledged collateral	<u>\$ 289,822</u>

Pledged collateral of financial institutions consists of the following at June 30, 2009

	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
International Bank:			
FHLB	11/13/2009		\$ 50,426
FHLB	8/16/2010		104,575
FHLB	8/16/2010		26,143
FHLB	9/17/2010		389,363
FHLB	9/9/2011		376,189
West Las Vegas SD #1	12/1/2011		94,657
Questa SD #9	7/15/2012		214,826
West Las Vegas SD #1	12/1/2012		101,176
FHLB	12/14/2012		681,612
FFCB	12/12/2013		738,427
FHLB	6/13/2014		<u>54,458</u>
			<u>\$ 2,831,852</u>

The above securities are held at Federal Reserve Bank in Denver, CO

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNITS

SCHEDULE OF PLEDGED COLLATERAL
 June 30, 2009

Moreno Valley High School

	<u>Bank of America</u>	<u>International Bank</u>
Cash on deposit at June 30, 2009	\$ 8,260	\$ 212,445
Less FDIC coverage	<u>8,260</u>	<u>212,445</u>
Uninsured funds	<u>\$ -</u>	<u>\$ -</u>
50% collateral requirement	\$ -	\$ -
Pledged collateral	<u>-</u>	<u>-</u>
Excess of pledged collateral	<u>\$ -</u>	<u>\$ -</u>

Pledged collateral of financial institutions consists of the following at June 30, 2009

Moreno Valley Education Foundation

	<u>International Bank</u>
Cash on deposit at	\$ 60,133
Less FDIC coverage	<u>60,133</u>
Uninsured funds	<u>\$ -</u>

STATE OF NEW MEXICO
CIMARRON SCHOOL DISTRICT NO. 3

CASH RECONCILIATION
June 30, 2009

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 124,885	\$ 4,778,991	\$ (4,713,686)	\$ (43,563)	\$ 146,627	\$ 26,000	\$ 172,627
Transportation	54,975	427,448	(418,867)	-	63,556	-	63,556
Instructional Materials	54,914	41,389	(44,006)	-	52,297	-	52,297
Food Services	91	163,420	(161,708)	2,500	4,303	-	4,303
Athletics	1,237	18,634	(17,418)	-	2,453	-	2,453
Federal Flowthrough Funds	1,480	197,291	(270,307)	27,759	(43,777)	(26,000)	(69,777)
Federal Direct Funds	3,598	25,727	(25,727)	9,130	12,728	-	12,728
Local Grants	10,809	15,067	(17,805)	26,518	34,589	-	34,589
State Flowthrough Funds	64,598	40,698	(59,688)	-	45,608	-	45,608
State Direct Funds	12,985	532	-	-	13,517	-	13,517
Local/State	(6,618)	2,504	-	8,156	4,042	-	4,042
Capital Improvements HB-33	1,735,354	1,119,786	(1,416,588)	-	1,438,552	-	1,438,552
Capital Improvements SB-9	1,543,855	957,285	(537,884)	-	1,963,256	123,040	2,086,296
Ed Technology Equipment Act	771,570	5,362	(199,793)	-	577,139	-	577,139
Public School Capital Outlay - 20%	26,349	-	-	-	26,349	-	26,349
Debt Services	185,274	1,483	(11)	-	186,746	-	186,746
Ed Tech Debt Service	(185,147)	524,664	(78,612)	(30,500)	230,405	-	230,405
Agency Funds	-	-	-	-	-	97,978	97,978
Total	\$ 4,400,209	\$ 8,320,281	\$ (7,962,100)	\$ -	\$ 4,758,390	\$ 221,018	\$ 4,979,408

Account Name	Account Type	Bank Name	Bank Amount	Adjustments to report:	
Operational	Checking	International Bank	\$ 73,751	Unassigned loans	\$ 26,000
Cafeteria	Checking	International Bank	4,319	Unassigned loans	(26,000)
Athletics	Checking	International Bank	2,507	Certificates of deposit	123,040
Activities	Checking	International Bank	87,770	Agency funds	97,978
Activities	Checking	International Bank	219	Total adjustment to the report	\$ 221,018
Activities	CD	International Bank	11,736		
Federal funds	Checking	International Bank	35,623	Adjustments to cash:	
State and local	Checking	International Bank	39,534	Bank Balance	\$ 5,334,060
HB-33	Checking	International Bank	1,462,847	Outstanding deposits	24,813
SB-9	Checking	International Bank	1,966,068	Outstanding checks	(379,465)
SB-9	CD	International Bank	132,631	Total adjustment to cash	\$ 4,979,408
Ed Tech	Checking	International Bank	584,925		
Debt service	Checking	International Bank	417,151		
Special investments	Checking	International Bank	514,979		
Payroll clearing	Checking	International Bank	-		
Total			\$ 5,334,060		

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNIT

MORENO VALLEY HIGH SCHOOL
 CASH RECONCILIATION
 June 30, 2009

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 195,074	\$ 982,705	\$ (986,498)	\$ 12,195	\$ 203,476	\$ 100	\$ 203,576
Instructional Materials	1,991	7,567	(6,297)	-	3,261	-	3,261
Federal Flowthrough Funds	12,195	-	-	(12,195)	-	-	-
State Flowthrough Funds	350	9,670	(10,020)	-	-	-	-
State Direct Funds	1,391	-	-	-	1,391	-	1,391
Public School Capital Outlay	-	57,400	(57,400)	-	-	-	-
Ed Technology Equipment Act	1,520	-	(1,520)	-	-	-	-
Agency Funds	-	-	-	-	-	8,110	8,110
Total	\$ 212,521	\$ 1,057,342	\$ (1,061,735)	\$ -	\$ 208,128	\$ 8,210	\$ 216,338

Adjustments to report:

Petty cash	\$ 100
Agency funds	8,110
Total adjustment to the report	\$ 8,210

STATE OF NEW MEXICO
 CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
 COMPONENT UNITS

SCHEDULE OF DEPOSIT ACCOUNTS
 June 30, 2009

Moreno Valley High School

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	<u>Outstanding Deposits</u>	<u>Outstanding Checks</u>	<u>Reconciled Balance</u>
Operational	Checking	International Bank	\$ 212,445	\$ -	\$ (4,316)	\$ 208,129
Activities	Checking	Bank of America	<u>8,260</u>	<u>-</u>	<u>(150)</u>	<u>8,110</u>
Total			<u>\$ 220,705</u>	<u>\$ -</u>	<u>\$ (4,466)</u>	<u>\$ 216,239</u>
Less activities cash						(8,110)
Cash on hand						<u>100</u>
Balance per financial statement						<u>\$ 208,229</u>

Moreno Valley Education Foundation

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	<u>Outstanding Deposits</u>	<u>Outstanding Checks</u>	<u>Reconciled Balance</u>
Operational	Checking	International Bank	\$ 31,972	\$ -	\$ -	\$ 31,972
Operational	CD	International Bank	<u>28,161</u>	<u>-</u>	<u>-</u>	<u>28,161</u>
Total			<u>\$ 60,133</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,133</u>

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**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**

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CERTIFIED PUBLIC ACCOUNTANTS

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

Hector H. Balderas, State Auditor
and the Board of Education
Cimarron Municipal School District No. 3

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund, and the combining and individual funds presented as supplemental information of Cimarron Municipal School District No. 3 as of and for the year ended June 30, 2009, and have issued our report thereon dated October 27, 2009. 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 Cimarron Municipal School District No. 3's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cimarron Municipal School District No. 3's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Cimarron Municipal School District No. 3's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A *control deficiency* 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 misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by Cimarron Municipal School District No. 3's internal control. We consider the deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies in internal control over financial reporting. Findings C2009 – 1, C2009 – 2, and F2009 – 1 through F2009 – 5.

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Hector H. Balderas, State Auditor
and the Board of Education
Cimarron Municipal School District No. 3

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Cimarron Municipal School District No. 3's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items findings C2009 – 2, F2009 – 2, and F2009 – 5 to be material weaknesses.

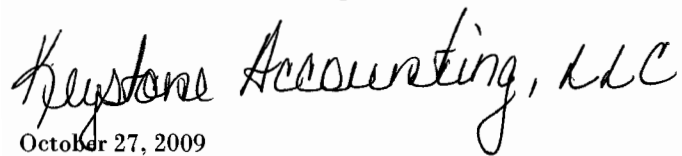
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cimarron Municipal School District No. 3's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and responses as items Findings C2009 – 1, C2009 – 2, F2009 – 1, F2009 – 2, and F2009 – 5.

We noted certain matters that are required to be reported under Government Auditing Standards January 2007 Revision paragraphs 5.14 and 5.16, which are described in the accompanying schedule of findings and responses as Finding C2009 – 2.

Cimarron Municipal School District No. 3's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit Cimarron Municipal School District No. 3's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, others within Cimarron Municipal School District No. 3, the audit committee, the State Auditor, the New Mexico Public Education Department, the New Mexico Legislature, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.


October 27, 2009

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2009

A. PRIOR YEAR AUDIT FINDINGS

CIMARRON MUNICIPAL SCHOOLS

2007 – 8 PREPARATION OF FINANCIAL STATEMENTS

Current Status: Resolved – Not repeated in the current year.

2008 – 2 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

Current Status: Resolved – Not repeated in the current year.

MORENO VALLEY HIGH SCHOOL

C2007 – 3 IMPROPER GOVERNMENTAL ACCOUNTING

Current Status: Resolved – Not repeated in the current year.

C2008 – 2 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

Current Status: Not Resolved – Repeated in the current year as Finding C2009 – 1.

C2008 – 3 DISBURSEMENTS MADE WITHOUT AUTHORIZATION

Current Status: Resolved – Not repeated in the current year.

C2008 – 4 TRAVEL REQUEST APPROVED BY REQUESTEE

Current Status: Resolved – Not repeated in the current year.

MORENO VALLEY EDUCATION FOUNDATION

F2007 – 2 DISBURSEMENTS TESTED WERE MISSING ADEQUATE DOCUMENTATION.

Current Status: Resolved – Not repeated in the current year.

F2007 – 3 UNTIMELY DEPOSITS

Current Status: Not Resolved – Repeated in the current year as Finding F2009 – 3.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

CIMARRON MUNICIPAL SCHOOLS

No audit findings to report.

MORENO VALLEY HIGH SCHOOL

C2009 – 1 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS
(Repeat of prior year finding C2008-2)

Condition: There were unfavorable variances between actual and budgeted line item expenditures. The following funds had unfavorable variances between budgeted amounts at fiscal yearend:

Operating Fund	Support Services - General Administration	\$	4,183
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Criteria: According to NMSA 1978 Section 22-8-11 B all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines.

Effect of Condition: Violation of NMSA 1978 Section 22-8-11 B, over spending of public monies. Improper monitoring could lead to expenditures being paid in excess of total budgeted amounts.

Cause: Improper monitoring of line item expenditures by comparing budgeted amounts and actual amounts spent allowed unfavorable (negative) variances, overspending of line item budgets, to occur.

Recommendation: Management should implement immediate steps to provide adequate financial reports to allow for proper and timely monitoring of line item expenditures. Budget adjustment requests should be approved by the Board of Education and State Department of Education (when required) to receive approval to make necessary changes to the records prior to being presented for audit.

Management Response: Moreno Valley High School will take immediate steps to allow for proper and timely monitoring of line item expenditures.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY HIGH SCHOOL (continued)

C2009 – 2 UNAUTHORIZED TRANSFER OF CASH

Condition: The charter school transferred \$12,196 from the special revenue fund to the general fund. There was not any authorization from the New Mexico Public Education Department for the transfer.

Criteria: New Mexico Public Education Department requires the schools to obtain approval for all transfers and loans.

Effect of the Condition: The circumventing of controls over cash opens the charter school to the potential for misappropriation of monies. The controls are necessary to ensure the safekeeping of public monies.

Cause: The charter school did not follow the proper procedures for transferring monies from the funds.

Recommendation: The charter school needs to ensure that all authorizations have been requested and received before transferring monies from any funds.

Management's Response: Moreno Valley High School will institute policies to ensure that all authorizations have been requested and received before transferring monies from any funds.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY EDUCATION FOUNDATION

F2009 – 1 FORM 1099s WERE NOT ISSUED

Condition: The foundation issued bonus checks to the employees of the charter school, and no 1099 were issued.

Criteria: The IRS requires all disbursements made to nonemployee who are not a corporation must be reported on a 1099 to allow tracking and proper reporting in income and payment of taxes by the IRS.

Effect of condition: The foundation is out of compliance with the IRS tax code, and could be required to pay the taxes on the \$15,000 worth of income that was not reported by the employees at the highest tax rate, or forced to issue the 1099 as required.

Recommendation: Issue the 1099s as required by the IRS.

Management Response: The MVEF will submit 1099 forms to the recipients of the bonuses for the 2008 tax year and file the corrected tax return accordingly.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY EDUCATION FOUNDATION (continued)

F2009 – 2 PAYMENTS TO LOBBYIST

Condition: The foundation paid \$12,930 to a lobbyist for the legislature session. The Charter School paid the Foundation \$57,400 in rent income from PSCOC funds to pay the loan for infrastructure. The foundation paid out \$50,400 in principal and interest on the loan, leaving an income of \$7,000 of funds for other costs.

Criteria: In accordance with the IRS tax code 4945 the foundation could lose its tax exempt status by paying for lobby costs.

Effect of condition: The foundation could lose its tax exempt status, and the foundation and its managers both could be taxed on taxable expenditures.

Recommendation: The foundation needs to take care to insure that it does not incur any taxable expenditures.

Management Response: The auditor is drawing a conclusion with the two items noted in the condition statement. Although duly noted, the statement presents an untoward conclusion. We firmly reject the implication and request that the auditor strike the last two sentences of the condition noted above from the final audit report.

Issue 1: Payments to Lobbyist

The consulting services of this lobbyist were not any of the activities covered in the list of taxable expenditures noted by the IRS code for non-profit entities, nor were they a significant portion of the Foundation's activities. The Foundation believes that this expenditure falls within the exception for private foundations, however now understands the IRS ruling better and will be careful not to engage lobbyists in the future.

Issue 2: Rental Income to the Foundation / Loan Payments

As stated by the auditor during the audit review, it is not an issue for PSCOC funds used by MVHS for rent payment, not be applied in total to the infrastructure loan executed by the MVEF. Using these funds for other expenditures is not a violation. The source of these funds was not disclosed to the Foundation.

Auditor's Rebuttal: The expenditures paid to lobbyists amounted to 16% of total expenditures and 13% of total revenues. This would constitute a significant portion of activities. Additionally, to have someone "advocate on [the Foundation's] behalf with the education of policy makers regarding charter schools and setting up networking meetings with State Representatives" is to be construed as "attempting to influence legislation." Therefore these expenditures would qualify as taxable.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY EDUCATION FOUNDATION (continued)

F2009 – 3 UNTIMELY DEPOSITS
(Repeated of prior year finding F2007 – 3)

Condition: Revenue collected was not deposited within one banking day..

Criteria: NMAC 6.20.2.14(c) states that money received and receipted shall be deposited in the bank within 24 hours or one banking day.

Effect of the Condition: The foundation is in violation of NMAC 6.20.2.14(c). Cash retained by board members for extended periods of time are susceptible to misuse or fraud.

Cause: Deposits at times were taking over a month to be deposited in the bank.

Recommendation: Receipts should be deposited within one banking day.

Management's Response: In the future, funds received will be issued a receipt to the source, or a notation made of the actual date received. Deposits of those funds will be made within the one-banking day window.

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY EDUCATION FOUNDATION (continued)

F2009 – 4 BANK ACCOUNT RECONCILIATIONS WERE MISREPRESENTED

Condition: Reconciliation of bank balances were misrepresented by having 3 electronic transfers for loan payments in the outstanding check list.

Criteria: Reconciliation of bank statements to general ledger cash balances should be performed monthly, and reviewed by management to maintain fiscal responsibility and safeguard the assets.

Effect of condition: Undervaluation of the cash account, and undervaluation of the loan balance and interest expense.

Cause: Three electronic payments for the loan were recorded which never happened.

Recommendation: Review of reconciliation of bank accounts to insure accuracy.

Management's Response: The bank records submitted correctly show the loan payments. We will consult with our bookkeeper to correct this error for the FY2009 records and going forward. We will monitor the recording of electronic payments more closely to verify their work. .

STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2009

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

MORENO VALLEY EDUCATION FOUNDATION (continued)

F2007 – 5 UNTIMELY CAPITAL ASSETS SCHEDULE

Condition: The Capital Asset Schedule was not complete and accurate at the time of the audit. The schedule of capital asset and depreciation could not be reconciled to the prior year capital asset schedule.

Criteria: Section 12-6-10 NMSA 1978 requires each agency to have a complete and accurate capital asset listing.

Effect of the Condition: The Foundation is in violation of 12-6-10 NMSA 1978 and without proper record keeping and monitoring the Foundation could be at risk of misappropriation of capital assets.

Cause: The Foundation does not have an updated inventory of capital assets and depreciation.

Recommendation: The Foundation should update the capital assets and take a physical inventory every two years.

Management's Response: A current depreciation schedule was provided during the audit, however was not done in the method that the auditor requested. It was a Tax base, instead of a GAAP. We are having our bookkeeper prepare a new GAAP based schedule, however it could not be completed in the time allotted by the auditor. We will maintain the GAAP based depreciation schedule going forward. Please note that the Foundation presented a current asset inventory for FY2009; however the depreciation prepared was in an alternate format. Request that the statements above are edited to reflect the proper condition; the condition is that the depreciation schedule was not in the requested format, not that the Complete Asset Schedule /depreciation was not provided.

Auditor's Rebuttal: The beginning capital assets listed on the depreciation schedule did not match the ending capital assets from the prior year. An explanation for the difference could not be obtained from the Foundation. Therefore it was determined that the capital assets schedule was not complete and accurate.

REQUIRED DISCLOSURE

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STATE OF NEW MEXICO
CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

REQUIRED DISCLOSURES
Year Ended June 30, 2009

REQUIRED DISCLOSURE

The financial statements were prepared by the independent public accountants.

An exit conference was held in an advertised executive session October 27, 2009, during which the audit findings were discussed. The exit conference was attended by the following individuals:

CIMARRON MUNICIPAL SCHOOL DISTRICT NO. 3

Sally Torres	President
Mark Anderson	Vice-President
Amy Kepfer	Board Secretary
Annette Johnson	Board Member
James Gallegos	Superintendent
Lita Sanchez	Business Manager

MORENO VALLEY HIGH SCHOOL

Pauline Hardsteen	Vice-President
Jacque Boyd	Director
Joyce Boyle	Business Manger

MORENO VALLEY EDUCATION FOUNDATION

Carrie Belichick	Treasurer
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KEYSTONE ACCOUNTING, LLC

Terry Ogle, CPA	Partner
Melba Wilcox	Staff