

STATE OF NEW MEXICO
 CLOVIS MUNICIPAL SCHOOLS
 JUNE 30, 2008

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STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

OFFICIAL ROSTER

June 30, 2008

BOARD OF EDUCATION

Lola Bryant	President
Terry Martin	Vice President
Mark Lansford	Secretary
Lora Harlan	Member
Max Best	Member

SCHOOL OFFICIALS

Dr. Rhonda Seidenwurm	Superintendent
Ladona Clayton	Deputy Superintendent of Instruction
Joel Shirley	Deputy Superintendent of Operations
Jose Cano	Chief Financial Officer

INDEPENDENT AUDITOR'S REPORT

Mr. Hector Balderas
New Mexico State Auditor
The Board of Directors
Clovis Municipal Schools

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Clovis Municipal Schools, as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of Clovis Municipal Schools' 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, 2008, as listed in the table of contents. These financial statements are the responsibility of Clovis Municipal Schools' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of Clovis Municipal Schools, as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Senate Bill Nine, and Technology Equity, 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 non major governmental fund of Clovis Municipal Schools as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparisons for the non major governmental funds and Bond Building and Debt Service for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 14, 2008, on our consideration of Clovis Municipal Schools' internal control over financial reporting and 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.

Clovis Municipal Schools has not presented the managements discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be 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 the budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. of Management and Budget Circular A-133, Audits of State, Local Government, and Non-Profit Organizations. The other supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of Clovis Municipal Schools. This information and the statement of expenditures of federal awards are not a required part of the basic financial statements of Clovis Municipal Schools. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects, in relation to the financial statements taken as a whole.

Ray Woodard & Associates

Portales, New Mexico
November 14, 2008

FINANCIAL SECTION

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF NET ASSETS

June 30, 2008

<u>ASSETS</u>	<u>Governmental Activities Primary Government</u>
Current:	
Cash	\$ 14,548,879
Due from other governments	2,604,760
Property Taxes Receivable	308,431
Inventory	322,106
Non-current:	
Capital assets, net	68,226,230
Deferred Charges	19,844
Total assets	<u>\$ 86,030,250</u>
 <u>LIABILITIES</u>	
Current:	
Accrued Wages Payable	\$ 1,650,595
Deferred Revenue	781,140
Due To External Parties	5,000
Accrued Interest Payable	286,530
Debt due within one year	1,400,000
Capital Leases Payable	153,388
Non-current:	
Compensated Absences	216,857
Debt due in more than one year	18,250,000
Capital Leases Payable more than one Year	332,550
Total liabilities	<u>23,076,060</u>
 <u>NET ASSETS</u>	
Invested in capital assets, net of related debt	48,090,292
Restricted for:	
Debt Service	1,642,949
Bond Building	6,530,697
Senate Bill Nine	1,154,599
Unrestricted	5,535,653
Total net assets	<u>\$ 62,954,190</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue & Changes in Net Assets
Primary government:	\$	\$	\$	\$	\$
Governmental Activities:					
Instruction	36,842,787	292,804	3,548,361	-	(33,001,622)
Support Services-Students	6,924,343	-	1,645,016	-	(5,279,327)
Support Services-Instruction	1,834,800	-	455,824	-	(1,378,976)
Support Services-General Administration	1,083,465	-	268,709	-	(814,756)
Support Services-School Administration	4,244,405	-	529,325	-	(3,715,080)
Central Services	1,403,821	-	176,159	-	(1,227,662)
Operation & Maintenance of Plant	7,340,272	-	3,535	-	(7,336,737)
Student Transportation	1,326,722	-	1,326,720	-	(2)
Other Support Services	-	-	-	-	-
Food Services-Operations	3,012,984	527,762	2,918,858	-	433,636
Community Services-Operations	174,111	-	174,111	-	-
Acquisition & Construction	-	-	14,000	-	14,000
Bond Interest Paid	670,245	-	-	-	(670,245)
Depreciation-Unallocated	2,924,344	-	-	-	(2,924,344)
Amortization-Unallocated	1,958	-	-	-	(1,958)
Unallocated	-	94,034	1,555,083	384,235	2,033,352
Total governmental activities	\$ 67,784,257	\$ 914,600	\$ 12,615,701	\$ 384,235	\$ (53,869,721)

General Revenues:

Property Taxes:

Levied for General Purposes	232,975
Levied for Debt Service	1,987,734
Levied for Capital Projects	931,912
State Equalization Guarantee	50,669,674
Bond Premium -Amortization	-
Interest Earnings	268,251
Rent	10,329
Donations	252,834
Miscellaneous	53,823
Total general revenues	54,447,532

Change in net assets	577,811
Net assets - beginning	63,075,414
Restatement	(699,035)
Restated Balance	62,376,379
Net assets - ending	\$ 62,954,190

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

BALANCE SHEET- GOVERNMENTAL FUNDS

June 30, 2008

	GENERAL	TITLE I	BOND BUILDING	DEBT SERVICE
ASSETS				
Cash on Deposit	\$ 3,470,659	\$ 16,996	\$ 6,455,697	\$ 1,889,736
Due from Other Funds	2,583,100	-	75,000	-
Due from Other Agencies	11,978	883,004	-	-
Property Tax Receivable	4,620	-	-	39,743
Inventory	310,170	-	-	-
TOTAL ASSETS	\$ 6,380,527	\$ 900,000	\$ 6,530,697	\$ 1,929,479
LIABILITIES AND FUND BALANCE				
Accrued Salaries Payable	\$ 1,650,595	-	-	-
Accrued Interest Payable	-	-	-	286,530
Deferred Revenue	-	-	-	-
Due to External Parties	-	-	-	-
Due to Other Funds	20,000	900,000	-	-
TOTAL LIABILITIES	1,670,595	900,000	-	286,530
FUND BALANCE				
Reserved for Inventory	310,170	-	-	-
Reserved for Debt Service	-	-	-	1,642,949
Unreserved, Reported In: Designated for				
Subsequent Years Expenditures	4,399,762	-	-	-
Capital projects Funds	-	-	6,530,697	-
Special Revenue Funds	-	-	-	-
TOTAL FUND BALANCE	4,709,932	-	6,530,697	1,642,949
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,380,527	\$ 900,000	\$ 6,530,697	\$ 1,929,479

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

BALANCE SHEET-- GOVERNMENTAL FUNDS

June 30, 2008

	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
	<u> </u>	<u> </u>
ASSETS		
Cash on Deposit	\$ 2,715,791	\$ 14,548,879
Due from Other Funds	-	2,658,100
Due from Other Agencies	1,709,778	2,604,760
Property Tax Receivable	18,482	62,845
Inventory	11,936	322,106
TOTAL ASSETS	<u>\$ 4,455,987</u>	<u>\$ 20,196,690</u>
LIABILITIES AND FUND BALANCE		
Accrued Salaries Payable	\$ -	1,650,595
Accrued Interest Payable	-	286,530
Deferred Revenue	535,554	535,554
Due to External Parties	5,000	5,000
Due to Other Funds	1,738,100	2,658,100
TOTAL LIABILITIES	<u>2,278,654</u>	<u>5,135,779</u>
FUND BALANCE		
Reserved for Inventory	11,936	322,106
Reserved for Debt Service	-	1,642,949
Unreserved, Reported In: Designated for Subsequent Years Expenditures	-	4,399,762
Capital projects Funds	1,154,599	7,685,296
Special Revenue Funds	1,010,798	1,010,798
TOTAL FUND BALANCE	<u>2,177,333</u>	<u>15,060,911</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 4,455,987</u>	<u>\$ 20,196,690</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

RECONCILIATION OF THE BALANCE SHEET
ALL GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET ASSETS

June 30, 2008

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

Fund balances - total governmental funds	\$ 15,060,911
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	68,226,230
Compensated absences	(216,857)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(19,650,000)
Capital Leases payable	(485,938)
Bond Issuance Costs	<u>19,844</u>
Net assets of governmental activities	<u>\$ 62,954,190</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE-- GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	GENERAL	TITLE I	BOND BUILDING
REVENUE			
Federal Programs	\$ 633,171	\$ 2,710,317	\$ -
State Programs	2,201,779	-	-
Local Sources			
State Equalization	50,689,674		
Interest Earnings	176,025	-	28,274
Charges for Services	75,917		
Rent	10,329		
Fees	18,117		
Donations	252,834		
Miscellaneous	22,825	-	901
Sale of Bond Proceeds			6,000,000
Local Property Taxes	230,958	-	-
TOTAL REVENUES	<u>54,311,629</u>	<u>2,710,317</u>	<u>6,029,175</u>
EXPENDITURES			
Current			
Instruction	33,198,712	1,823,559	-
Support Services-Students	5,279,328	287,872	-
Support Services-Instruction	1,378,481	133,368	-
Support Services-General Administration	785,272	174,092	-
Support Services-School Administration	3,715,079	226,808	-
Central Services	1,222,573	-	-
Operation & Maintenance of Plant	6,488,944	1,957	-
Student Transportation	1,326,722	-	-
Food Services-Operations	-	-	-
Community Services-Operations	-	62,661	-
Acquisition & Construction	74,324	-	555,936
Debt Service			
Principal			
Interest			
TOTAL EXPENDITURES	<u>53,469,435</u>	<u>2,710,317</u>	<u>555,936</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	842,194	-	5,473,239
Other Financing Sources (uses)			
Transfers In/Out	(506)	-	-
Total Other Financial Sources	<u>(506)</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	841,688	-	5,473,239
FUND BALANCE			
June 30, 2007	3,868,244	104,933	1,057,458
Restatement	-	(104,933)	-
Restated Balance	<u>3,868,244</u>	<u>-</u>	<u>1,057,458</u>
FUND BALANCE			
June 30, 2008	<u>\$ 4,709,932</u>	<u>\$ -</u>	<u>\$ 6,530,697</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE-- GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	DEBT SERVICE	Other Governmental Funds	Total Governmental
REVENUE			
Federal Programs	\$ -	\$ 6,386,030	\$ 9,729,518
State Programs	-	792,774	2,994,553
Local Sources		275,864	275,864
State Equalization			50,689,674
Interest Earnings	33,846	50,107	288,252
Charges for Services		527,762	603,679
Rent			10,329
Fees		292,804	310,921
Donations			252,834
Miscellaneous		30,097	53,823
Sale of Bond Proceeds			6,000,000
Local Property Taxes	1,973,573	923,836	3,128,367
TOTAL REVENUES	<u>2,007,419</u>	<u>9,279,274</u>	<u>74,337,814</u>
EXPENDITURES			
Current			
Instruction	-	2,020,351	37,042,622
Support Services-Students	-	1,357,143	6,924,343
Support Services-Instruction	-	322,951	1,834,800
Support Services-General Administration	20,096	104,005	1,083,465
Support Services-School Administration	-	302,518	4,244,405
Central Services	-	181,248	1,403,821
Operation & Maintenance of Plant	-	849,371	7,340,272
Student Transportation	-	-	1,326,722
Food Services-Operations	-	3,012,984	3,012,984
Community Services-Operations	-	111,450	174,111
Acquisition & Construction		1,111,342	1,741,602
Debt Service	-	-	-
Principal	1,275,000	-	1,275,000
Interest	635,522	-	635,522
TOTAL EXPENDITURES	<u>1,930,618</u>	<u>9,373,363</u>	<u>68,039,669</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	76,801	(94,089)	6,298,145
Other Financing Sources (uses)			
Transfers In/Out	-	506	-
Total Other Financial Sources	<u>-</u>	<u>506</u>	<u>-</u>
Net Change In Fund Balance	<u>76,801</u>	<u>(93,583)</u>	<u>6,298,145</u>
FUND BALANCE			
June 30, 2007	1,879,762	2,460,066	9,370,463
Restatement	(313,614)	(189,150)	(607,697)
Restated Balance	1,566,148	2,270,916	8,762,766
FUND BALANCE June 30, 2008	<u>\$ 1,642,949</u>	<u>\$ 2,177,333</u>	<u>\$ 15,060,911</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

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

Year Ended June 30, 2008

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

Net change in fund balance - total governmental funds \$ 6,298,145

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 depreciation exceeded capital outlay in the current year. (1,182,742)

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities. 24,254

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds

Bond issuance proceeds (6,000,000)

Expenses in the statement of activities which do not require use of current financial resources

Decrease in compensated absences	19,720
Bond Principal	1,275,000
Capital Lease Payments	145,392
Issuance cost Amortization	(1,958)

Change in Net Assets \$ 577,811

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS
COMBINED STATEMENT OF REVENUE AND EXPENDITURES--BUDGET
(NON-GAAP) AND ACTUAL-GENERAL FUND
Year Ended June 30, 2008

	General Fund			VARIANCE
	ORIGINAL BUDGET	BUDGET	ACTUAL	Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 217,806	\$ 217,806	\$ 234,277	\$ 16,471
Fees - Educational	-	-	50	50
Rent and Leases	11,000	11,000	10,329	(671)
Fees-Users	3,500	3,500	12,217	8,717
Fees-Summer School	6,000	6,000	5,850	(150)
Fees - Governmental Agencies	-	-	6,422	6,422
Donations and Gifts	100,000	100,000	252,834	152,834
Interest Income	225,000	225,000	176,025	(48,975)
State Equalization	50,211,078	50,211,078	50,689,674	478,596
State Flow Through Grants	2,061,171	2,253,557	2,438,658	185,101
Impact Aid	427,278	427,278	565,522	138,244
Royalties	-	-	2,112	2,112
Access Board	-	-	565,522	565,522
Refunds	-	-	2,112	2,112
Indirect Cost - (DFG)	2,500	2,500	67,649	65,149
Indirect Cost - (Flow Through Grants)	150,000	150,000	2,304	(147,696)
Insurance Recoveries	5,000	5,000	-	(5,000)
Bond Proceeds	-	-	1,691	1,691
Federal Revenue	-	-	67,337	67,337
Forest Reserve	-	-	21,458	21,458
TOTAL REVENUE	<u>53,420,333</u>	<u>53,612,719</u>	<u>\$ 55,122,044</u>	<u>\$ 1,509,325</u>
Cash Balance Budgeted	<u>2,280,962</u>	<u>2,659,957</u>		
TOTAL REVENUE & CASH	<u>\$ 55,701,295</u>	<u>\$ 56,272,676</u>		
EXPENDITURES				
Current				
Instruction	\$ 34,323,050	\$ 35,066,595	\$ 33,194,985	\$ 1,871,610
Support Services	-	-	-	-
Support Services-Students	5,077,235	5,495,078	5,279,328	215,750
Support Services-Instruction	1,300,722	1,592,339	1,378,481	213,859
Support Services-General Administration	791,682	933,182	785,272	147,910
Support Services-School Administration	3,469,779	3,792,279	3,715,079	77,200
Central Services	1,398,733	1,317,233	1,222,573	94,660
Operation & Maintenance of Plant	7,745,587	7,360,387	6,488,944	871,443
Student Transportation	1,286,253	1,326,724	1,326,722	2
Other Support Services	308,254	308,254	-	308,254
Acquisition & Construction	-	75,000	74,324	676
TOTAL EXPENDITURES	<u>\$ 55,701,295</u>	<u>\$ 57,267,072</u>	<u>\$ 53,465,709</u>	<u>\$ 3,801,363</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 55,122,044	
Differences-Budget to GAAP				
Property tax Receivable			4,620	
Prior Year Tax Receivables			(7,939)	
Current Year Receivable			11,978	
Prior Year Receivable			(251,438)	
Total Revenues (GAAP Basis)			<u>\$ 55,130,703</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 53,465,709	
Differences-budget to GAAP				
Cost of Inventory Used			(74,611)	
Inventory Adjustment			78,338	
Total Expenditures (GAAP Basis)			<u>\$ 53,469,436</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--TITLE I

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Refunds	\$ -	\$ -	\$ 649	\$ 649
Federal Revenue	2,600,375	2,932,319	2,105,418	(826,901)
TOTAL REVENUE	<u>2,600,375</u>	<u>2,932,319</u>	<u>\$ 2,106,067</u>	<u>\$ (826,252)</u>
 Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 2,600,375</u>	<u>\$ 2,932,319</u>		
 EXPENDITURES				
Current				
Instruction	\$ 1,554,962	\$ 2,445,006	\$ 1,832,748	\$ 612,258
Support Services-Students	576,671	196,135	287,872	(91,737)
Support Services-Instruction	138,685	138,685	133,368	5,317
Support Services-General Administration	232,085	270,059	174,092	95,967
Support Services-School Administration	194,462	220,897	226,808	(5,911)
Operation & Maintenance of Plant	5,994	6,794	1,957	4,837
Community Services-operations	26,201	66,787	62,661	4,126
TOTAL EXPENDITURES	<u>\$ 2,729,060</u>	<u>\$ 3,344,363</u>	<u>\$ 2,719,506</u>	<u>\$ 624,857</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 2,106,067
Differences-Budget to GAAP	
Property tax Receivable	
Prior Year Tax Receivables	
Current Year Receivable	883,004
Prior Year Receivable	(469,573)
Prior Year Deferral	190,819
Total Revenues (GAAP Basis)	<u>\$ 2,710,317</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 2,719,506
Differences-budget to GAAP	
Prior Year payable	(9,189)
Total Expenditures (GAAP Basis)	<u>\$ 2,710,317</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

SCHEDULE OF FIDUCIARY ASSETS & LIABILITIES--AGENCY FUND

June 30, 2008

ASSETS	
Cash on Deposit	\$ 948,779
Due From External Parties	5,000
TOTAL ASSETS	<u>\$ 953,779</u>
LIABILITIES	
Due to Student Groups	\$ 953,779
TOTAL LIABILITIES	<u>\$ 953,779</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District's operation is in the primary and secondary education of school-age children within its state designated boundaries. The District operates under a school board form of government and provides services traditionally provided by public schools through the twelfth grade.

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and the notes are the representation of the District's management who is responsible for their integrity and objectivity.

The accounting and reporting policies of the District reflected in the accompanying financial statements conform to accounting principles generally acceptable in the *United States of America* applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

Financial Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units as required by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* — an amendment of GASB Statement No. 14. A legally separate, tax-exempt organization should be reported as a component unit of the reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. The District has assessed legally separate, tax-exempt organizations and determined, based on the above criteria, that the District does not have any component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities and changes in net assets) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District has no business-type activities that rely on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

State of New Mexico
Clovis Municipal School District
Notes to Financial Statements

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide and Fund Financial Statements (continued)

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

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues, net of estimated refunds and estimated uncollectible 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, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State of New Mexico are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amounts.

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The District reports the following major governmental funds:

General Fund – The general fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Title I – IASA – to provide supplemental educational opportunity for academically disadvantaged children in the area of residence. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the district through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Title I of the Elementary and Secondary Education Act (ESEA) of 1965 as amended and was reauthorized by the Improving American Schools Act of 1994.

Bond Building — proceeds from the sale of general obligation bond issues for the purpose of erecting, remodeling, making additions to and furnishing schools buildings, purchasing or improving school grounds, or purchase computer equipment and software for student use in public school classrooms.

Debt Service Fund – Debt Service Fund is used to account for financial resources accumulated and payments made for principal and interest on long-term bonds of governmental funds.

The District reports the following fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources, other than major capital projects, that 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, construction, or renovation of major capital facilities, as well as for maintenance of facilities.

Additionally, the District reports the following fiduciary fund:

Agency Funds - Agency Funds are used to account for assets held by the District in a capacity as an agent for various student organizations and other outside parties. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities and Net Assets or Equity

Cash and Temporary Investments: The District's cash and temporary investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of one year or less from date of acquisition.

Receivables and Payables: Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due 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/due from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable financial resources.

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

The District receives monthly income from a tax levy in Curry County. The funds are collected by the County Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount collected by the Curry County Treasurer in June and July 2008 but not received by the District is considered "measurable and available" and, accordingly, is recorded as income.

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

Prepaid Expenses: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Instructional Materials: The New Mexico State Public Education Department receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of material listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash draw-downs, or transfer to the seventy percent account for requisition of material from the adopted list. The school districts are allowed to carry forward unused textbook credits from year to year.

Inventory: Inventory is valued at cost utilizing the purchase basis of accounting. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year end by the District. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenue. Non-commodity inventories are equally offset by a fund balance reserve, which indicated that they do not constitute "available spendable resources" even though they are a component of net current assets. No deferred revenue was recorded for unused commodity inventory as of June 30, 2008.

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the governmental-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of governmental capital assets reported in the government wide statements. However, the District does not construct or maintain infrastructure assets, and accordingly, the District is not subject to this provision of GASB Statement No. 34.

Donated capital assets are recorded at estimated fair market value at the date of donation. Information technology equipment, including software, is being capitalized in accordance with NMAC 2.20.1.9 C (5).

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

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

Assets	Years
Buildings	50
Building & Land Improvements	50
Vehicles	7
Telecommunications & Computer Equipment	5-20
Office Equipment	5-20
Other School Equipment	10-15
Library Books	10

Deferred Revenues: The District recognizes grant revenue at the time the related expenses are made if the expenditure of funds is the prime factor for determining eligibility for reimbursements; therefore, amounts received and not expended in the Special Revenue funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be "available" under the current financial resources measurement focus are reported as deferred revenues in the governmental funds financial statements.

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Compensated Absences: The District permits administrative employees to accumulate a limited amount of earned, but unused vacation, to be paid if not used upon termination from the District. In the government-wide statements, the total amount of earned and unused vacation is recorded as a liability. Vacation pay that is expected to be liquidated within the next twelve months is reported as a current liability on the government-wide statements and in the governmental fund which will pay it. In the governmental funds, the cost of compensated absences is recognized when payments are made to employees. No liability is reported in the financial statements for unpaid accumulated sick leave as no payment is required upon employee termination. During the fiscal year ended June 30, 2008, compensated absences decreased by \$19,700 to \$216,857 from the prior year balance.

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 straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the 15 year term of the related debt. The *deferred charges* as of June 30, 2008 were \$19,844, net of \$8,316 in accumulated amortization.

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

Fund Equity: Fund equity is presented as invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Net assets Invested in capital assets, net of related debt consist of 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. Restricted net assets have constraints placed on net asset use that are either externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. Unrestricted net assets consist of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt." In the fund financial statements, governmental funds report reservations of fund balance that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balances represent tentative management plans that are subject to change.

Reclassifications: Certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

Estimates: In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period. Actual results could differ from those estimates.

June 30, 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Revenues

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

A school district's program costs are determined through the use of various formulas using "program units" which take into consideration 1) *early childhood education*; 2) *basic education*; 3) *special education*; 4) *bilingual-multicultural education*; 5) *size, etc.* Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$50,689,674 in state equalization guarantee distributions during the year ended June 30, 2008.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent thirty days thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered to be "measurable" and "available" in the governmental fund financial statements. The District recognized \$3,128,367 in tax revenues during the year ended June 30, 2008. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Federal Impact Aid: The District also receives Federal Impact Aid in lieu of property taxes for the presumed loss of property taxes that results from the federally owned lands of the Cannon Air Force Base that lie within the District's boundaries but are not subject to property taxes. During the year ended June 30, 2008, the District received Federal Impact Aid in the amount of \$565,522.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K – 12 attending public school within the school district. The District received \$1,514,852 in transportation distributions during the year ended June 30, 2008.

Instructional Materials: The District had textbook credits allowed by the State to carry over from the prior year of \$378,995 and received credit for the current year of \$921,833 for a total of \$1,300,828. The full amount of credits used to purchase textbooks during the year was \$1,000,012. Credits received and used are reflected in revenue and expenditures of the General Fund.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets and Budgetary Accounting

Budgets for the General, Special Revenue, Capital Projects and Debt Service Funds are prepared by management and approved by the local school board and the School Budget and Planning Unit of the Public Education Department. Auxiliary student activity accounts are not budgeted. GASB Statement No. 34 requires the District to include budgetary comparisons for the general fund and all major special revenue funds that have legally adopted budgets as part of the basic financial statements or as required supplementary information (RSI). The New Mexico State Auditor requires presentation of budgetary comparison schedules for all funds with legally adopted budgets.

June 30, 2008

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

Budgets and Budgetary Accounting (continued)

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Because 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. However, it is not management's intended use for all of the resources as they consistently maintain carryover cash balances from year to year. These carryover cash balances are required to be budgeted, but may or may not be spent on subsequent year's expenditures and are therefore presented as unreserved fund balances.

Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a "function", this may be accomplished with only local Board of Education approval. If a transfer between "function" or a budget increase is required, approval must also be obtained from New Mexico Public Education Department.

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

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

- In April or May, the superintendent submits to the school board a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Public Education Department.
- In May or June, the budget is approved by the school board.
- There are two formal school board meetings for the review of the budget. In the first meeting it is a "discussion item" and in the second a "proposed item" for approval. During workshops and the formal meetings that the board holds, we encourage the public to share their thoughts about the budget.
- The superintendent is authorized to transfer budgeted amounts between departments within any funds' function; however, any revisions that alter the total budget of any fund must be approved by the school board and the Public Education Department.
- Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Capital Projects and Debt Service Funds.

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

State of New Mexico
 Clovis Municipal School District
 Notes to Financial Statements

June 30, 2008

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

Budgets and Budgetary Accounting (continued)

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 expenditure budget for the year ended June 30, 2008 was properly amended by the Board throughout the year. These amendments resulted in the following changes:

	Original Budget	Final Budget
General Fund	\$ 55,701,295	\$ 57,267,072
Special Revenue Fund	13,171,496	16,280,670
Capital Projects Fund	1,673,597	6,990,837
Debt Service	4,517,097	10,788,189
Totals	<u>\$ 75,063,485</u>	<u>\$ 91,326,768</u>

Reconciliations between the budgetary (cash) basis amounts and the financial statements on the GAAP basis are located on the individual Statements and Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis).

NOTE 3: DEPOSITS AND INVESTMENTS

Custodial Credit Risk

Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. 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 \$100,000 in aggregate and separate from the \$100,000 coverage for public unit's demand deposits at that same institution.

At June 30, 2008, \$2,051,757 of the District's bank balances of \$19,047,108 was exposed to custodial credit risk as follows:

Collateralized by securities held by the pledging institution or by its trust department or agent in other than the District's name	\$ 16,695,351
Uninsured and uncollateralized	<u>2,051,757</u>
Total	<u>\$ 18,747,108</u>

State of New Mexico
 Clovis Municipal School District
 Notes to Financial Statements

June 30, 2008

NOTE 3: DEPOSITS AND INVESTMENTS (continued)

Custodial Credit Risk (continued)

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.

	Bank of Clovis	Citizens Bank	NM Bank and Trust	New Mexico State Treasurer	Total
Total Amount of Deposits	\$ 3,247,655	\$ 5,326,783	\$ 1,755,819	\$ 8,716,851	\$ 19,047,108
FDIC Coverage	(100,000)	(100,000)	(100,000)	-	(300,000)
Total insured public funds	<u>\$ 3,147,655</u>	<u>\$ 5,226,783</u>	<u>\$ 1,655,819</u>	<u>\$ 8,716,851</u>	<u>\$ 18,747,108</u>
Collateral requirement (50%) of uninsured public funds	\$ 1,573,828	\$ 2,613,392	\$ 827,910	\$ 8,716,851	\$ 13,731,981
Pledged security	<u>4,351,089</u>	<u>3,175,026</u>	<u>8,158,471</u>	<u>8,716,851</u>	<u>24,401,437</u>
Over (under) collateralization	<u>\$ 2,777,261</u>	<u>\$ 561,634</u>	<u>\$ 7,330,561</u>	<u>\$ -</u>	<u>\$ 10,669,456</u>

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

Interest Rate Risk

The District had the following temporary Investments at June 30, 2008:

Investments	Maturities	Fair Value
State Treasurer Local Government Investment Pool	< 306 days	\$ 8,716,851

The District's investment policy does not specifically limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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 agency of the United States or by collateral deposited as security or by bond given by the financial institution.

June 30, 2008

NOTE 3: DEPOSITS AND INVESTMENTS (continued)

Interest Rate Risk (continued)

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.

Credit Risk

State statutes authorize the investment of school district 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. The District's investment policy does not further its investment choices. As of June 30, 2008, the District's investment in the State Treasurer Local Government Investment Pool was rated as follows:

Investment Type	Rating
U S Government Obligations	no rating
Commercial Paper	A-1, P-1 by 2 national rating services
Corporate Bonds	BBB+ or Baa1
Asset-Backed Obligations	AAA
Repurchase Agreements	no rating
Bank, Savings and Loan Association or Credit Union	no rating
Securities Lending	no rating
Variable Rate Notes	no rating
Tax Exempt Securities	A
Mutual Funds	no rating

The State Treasurer Local Government Investment Pool is not registered with the SEC. Section 6-10-10 1, NSMA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment funds in securities that are issued by the United States government or by its departments or agencies and are either backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares; at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts of the fund were invested. Any unrealized gain or loss on the portfolio is distributed through the investment yield on distribution dates. The carrying amount or fair market value of these investments approximates cost. The State of New Mexico is the regulatory oversight entity and participation in the pool is voluntary. The State Treasurer Local Government investment is rated AAAM by Standard and Poor's; its WAM is 46 days as of June 30, 2008.

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NOTE 4: RECEIVABLES AND PAYABLES

Receivables at June 30, 2008, consist of the following:

	General Fund	Capital Improvements	Debt Service	Other Governmental Funds	Total
Curry County Treasurer	\$ 4,620	\$ 18,482	\$ 39,743	\$ -	\$ 62,845
Property taxes receivable					
Total	<u>\$ 4,620</u>	<u>\$ 18,482</u>	<u>\$ 39,743</u>	<u>\$ -</u>	<u>\$ 62,845</u>
Due from other governments					
Public Education Department	\$ 11,978	\$ 69,172	\$ -	\$ 2,523,610	\$ 2,604,760
Total	<u>\$ 11,978</u>	<u>\$ 69,172</u>	<u>\$ -</u>	<u>\$ 2,523,610</u>	<u>\$ 2,604,760</u>

Accounts payables as of June 30, 2008, are as follows:

Payable to and on behalf of employees	1,650,595
Payable for interest	286,530
Total accounts payable and accrued expenses	<u>\$ 1,937,125</u>

NOTE 5: CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2008, are as follows:

	Beginning Balance	Adjustments	Increases	Decreases	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 660,432	\$ -	\$ -	\$ -	\$ 660,432
Construction In Progress	5,993,542	-	2,577,083	7,357,088	1,213,537
Total Capital assets, not being depreciated	6,653,974	-	2,577,083	7,357,088	1,873,969
Capital assets, being depreciated:					
Land Improvements	8,283,287	-	246,298	-	8,529,585
Building & Improvements	76,291,282	(1,363,546)	7,165,375	-	82,093,111
Furniture, Equipment, & Fixtures	18,518,052	-	473,480	902,840	18,088,692
Total Capital Assets being depreciated	103,092,621	(1,363,546)	7,885,153	902,840	108,711,388
Less accumulated depreciation for:					
Land Improvements	2,749,820	-	1,489,862	-	4,239,682
Building & Improvements	25,947,862	-	394,953	-	26,342,815
Furniture, Equipment, & Fixtures	11,639,941	-	1,039,529	902,840	11,776,630
Total accumulated depreciation	40,337,623	-	2,924,344	902,840	42,359,127
Total Capital assets, being depreciated, net	62,754,998	(1,363,546)	4,960,809	-	66,352,261
Governmental activities capital assets, net	<u>\$ 69,408,972</u>	<u>\$ (1,363,546)</u>	<u>\$ 7,537,892</u>	<u>\$ 7,357,088</u>	<u>\$ 68,226,230</u>

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June 30, 2008

NOTE 5: CAPITAL ASSETS (continued)

The Schedule of Capital Assets by Function and Activity, and the Schedule of Changes in Capital Assets by Function and Activity have not been prepared because the detailed information is not available

Likewise, depreciation expense was not charged to function/programs of the District because the detail information was not available.

The Adjustments column on the preceding page represents retirements previously unrecorded to the capital asset detail.

NOTE 6: LONG-TERM LIABILITIES

Changes in bond activity for the year ended June 30, 2008, were as follows:

Series	Original Amount	Interest Rate	Balance 6/30/07	Additions	Retirements	Balance 6/30/08
1996	\$ 9,700,000	4.70%-6.00%	\$ 2,975,000	\$ -	\$ 975,000	\$ 2,000,000
2000	8,000,000	5.125%-6.625%	7,100,000	-	200,000	6,900,000
2004	5,000,000	2.90%-4.00%	4,850,000	-	100,000	4,750,000
2008	6,000,000	2.85%-4.00%	-	6,000,000	-	6,000,000
Total	<u>\$ 28,700,000</u>		<u>\$ 14,925,000</u>	<u>\$ 6,000,000</u>	<u>\$ 1,275,000</u>	<u>\$ 19,650,000</u>

Annual debt service requirements:

Fiscal Year	Principal	Interest	Total
2009	\$ 1,400,000	\$ 822,067	\$ 2,222,067
2010	1,625,000	831,238	2,456,238
2011	1,850,000	755,176	2,605,176
2012	1,600,000	626,501	2,226,501
2013	1,750,000	547,600	2,297,600
2014-2024	<u>11,425,000</u>	<u>2,072,756</u>	<u>13,497,756</u>
	\$ 19,650,000	\$ 5,655,338	\$ 25,305,338

Other long-term liability activity for the year ended June 30, 2008, were as follows:

Description	Balance 6/30/07	Additions	Deletions	Balance 6/30/08	Due within one year
Compensated Absenses	\$ 236,577	\$ 109,455	\$ 129,175	\$ 216,857	17,178
Municipal Lease-Purchase Agreement	631,330	-	145,392	485,938	153,388
	<u>\$ 867,907</u>	<u>\$ 109,455</u>	<u>\$ 274,567</u>	<u>\$ 702,795</u>	<u>\$ 170,566</u>

General obligation bonds are secured by and payable solely from the Debt Service Fund.

June 30, 2008

NOTE 6: LONG-TERM LIABILITIES (continued)

Compensated absences are payable solely from the General Fund.

The current portion of compensated absences is calculated based on estimated termination percentage and does not take into account inflows and outflows of vacation and sick time.

General Obligation School Building Bonds Series 1996 — The District issued General Obligation School Building Bonds on May 1, 1996 with staggered maturity dates. The last maturity date is August 1, 2009. The District was authorized to issue the bonds for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public school classrooms or any combination of these purposes.

General Obligation School Building Bonds Series 2000 — The District issued General Obligation School Building Bonds on April 1, 2000 with staggered maturity dates. The last maturity date is August 1, 2014. Bonds maturing on or after July 1, 2012 are callable July 1, 2011 or anytime thereafter at par. The District was authorized to issue the bonds for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public school classrooms or any combination of these purposes.

General Obligation School Building Bonds Series 2004 – The District issued General Obligation School Building Bonds on May 18, 2004 with staggered maturity dates. The last maturity date is August 1, 2018. Bonds maturing on or after July 1, 2012 are callable July 1, 2011 or anytime thereafter at par. The District was authorized to issue the bonds for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public school classrooms or any combination of these purposes.

General Obligation School Building Bonds Series 2008 – The District issued General Obligation School Building Bonds on June 17, 2008 with staggered maturity dates. The last maturity date is August 1, 2023. The District was authorized to issue the bonds for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public school classrooms or any combination of these purposes.

Municipal Lease-Purchase Agreement — The District entered into a lease-purchase agreement during the current year to acquire educational software. The lease-purchase agreement is for a five year period.

Annual debt service requirements of the lease-purchase agreement are as follows:

Fiscal Year	Principal	Interest	Total
2009	\$ 153,388	\$ 26,727	\$ 180,115
2010	161,825	18,290	180,115
2011	170,725	9,390	180,115
	<u>\$ 485,938</u>	<u>\$ 54,407</u>	<u>\$ 540,345</u>

Legal Debt Margin

The legal debt margin is specified by Article IX Section 11 of the Constitution of the State of New Mexico as not greater than 6% of the assessed value of the taxable property within the District. For the 2008 fiscal year the total assessed value for the District was \$482,273,491. Based on these criteria, the maximum general obligation debt permissible is \$28,936,409, including the \$20,190,345 bonds and leases outstanding.

June 30, 2008

NOTE 7: RISK MANAGEMENT

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

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

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2008, there have been no claims that have exceeded insurance coverage.

NOTE 8: ERA PENSION PLAN

Plan Description

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

Funding Policy: Plan members are required to contribute 7.42% of their gross salary to the plan. The District is required to contribute 10.9% 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 the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2008, 2007, and 2006, were \$4,058,233, \$3,723,866, and \$3,570,339, respectively, which equal the amount of the required contributions for each fiscal year.

June 30, 2008

NOTE 9: POST-EMPLOYMENT BENEFITS

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

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

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

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 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The District's contributions to the RHCA for the years ended June 30, 2008, 2007 and 2006 were \$496,748, \$476,950 and \$461,670, respectively, which equal the required contributions for each year.

June 30, 2008

NOTE 10: JOINT POWERS AGREEMENTS

City of Clovis

The District has entered into two joint powers agreements with the City of Clovis: 1) the District entered into a joint powers agreement with the City of Clovis on October 29, 1998 to establish and continue the School Resource Officer project of the Clovis Municipal Schools. The School Resource Officer is a uniformed police officer at the Junior High Schools and Clovis High who assists school personnel in enforcing rules of conduct, dress codes, and other enforceable items. This project is estimated at \$60,000 per year. And 2) the District entered into a joint powers agreement with the City of Clovis on August 1, 1997 to provide the services of School Crossing Guards. This project is estimated at \$25,000 to \$30,000 per year. Both of these agreements shall terminate upon agreement of the parties.

NOTE 11: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables consist of monies transferred between funds as needed to support federal and state programs funded by reimbursement grants. All interfund balances are expected to be repaid within one year.

<u>Due to Operational</u>		<u>Due to Bond Building</u>	
Title I	\$ 900,000	Special Capital Outlay State	\$ 20,000
JAVITS	1,000	Public School Capital Outlay	55,000
Migrant	130,000		
Entitlement	540,000		
Preschool	80,000		
Partnership in Character Education	20,000		
Title V	10,000		
English Language	60,000		
Teacher/Principal Training	200,000		
Safe & Drug Free School	40,000		
21st Century Community Living Centers	200,000		
Carl Perkins	90,000		
ROTC	2,000		
Enlance	100,000		
Family Youth Resource	45,000		
Beginning Teachers	30,000		
Kindergarten	15,000		
21 Century	50,000		
After School	15,000		
Libraries SB301	35,000		
Catch Program	100		
Transportation	20,000		
	<hr/>		<hr/>
Totals	<u>\$ 2,583,100</u>		<u>\$ 75,000</u>

NOTE 12: RELATED PARTIES

The District has made purchases from McDaniel's Inc., a company in which an Assistant Superintendent has part ownership and from Foxy's, owned by the family of a board member, and Osburn Tire, operated by the husband of the Director of Special Education. As of June 30, 2008, the District made immaterial purchases of \$3,715, \$1,197, and \$177 from the entities, respectively.

June 30, 2008

NOTE 13: CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the State and Federal government. Any disallowed claims, including amounts already collected, and unspent funds may constitute a liability of the applicable funds. The amounts, if any, which may be disallowed or unspent, are not determinable at this time; however, the District expects such amounts, if any, to be immaterial.

The District is involved in various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits may not be determinable, it is the opinion of the District's legal counsel that resolution of these matters is not likely to result in a judgment over and beyond general insurance policy limits and will not have a material adverse effect of the financial condition of the District.

NOTE 14: RESTATEMENT OF NET ASSETS

The Net Assets of the District were restated to reflect the prior year's deferred revenue in the Special Revenue funds. The restatement is summarized as follows:

Net Assets July 1, 2007	\$63,075,414
Adjustment to Prior Year Deferred Revenue	<u>(699,035)</u>
Restated July 1, 2007 Balance	<u>\$62,376,379</u>

NOTE 15: ACCOUNTING STANDARDS

In November 2003, the Governmental Accounting Standards Board (GASB.) issued GASB Statement No. 42, Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries, which is effective for financial statements for periods beginning after December 15, 2004. This Statement requires governments to report the effects of capital asset impairments in their financial statements when they occur rather than as part of the ongoing depreciation expense for the capital asset or upon disposal of the capital asset. The Statement also requires all governments to account for insurance recoveries in the same manner. The District is analyzing the effect that this standard will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

In November 2004, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 46, Net Assets Restricted by Enabling Legislation — an amendment of GASB Statement No. 34, which is effective for financial statements for periods beginning after June 15, 2005. GASB Statement No. 34 requires that limitations on the use of net assets imposed by enabling legislation be reported as restricted net assets. This Statement clarifies that a legally enforceable enabling legislation restriction is one that a party external to a government — such as citizens, public interest groups, or the judiciary — can compel a government to honor. This Statement also specifies the accounting and financial reporting requirements if new enabling legislation replaces existing enabling legislation or if legal enforceability is reevaluated. Finally, the Statement requires the government to disclose the portion of total net assets that is restricted by enabling legislation. The District is analyzing the effect that this standard will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

The District has the option to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The District has elected not to apply FASB pronouncements issued after the applicable date.

NON-MAJOR FUNDS

June 30, 2008

Capital Projects Funds

SB 9 — To account for 2 mill levy restricted by board resolution for erecting, remodeling, making additions to, providing equipment for, furnishing school buildings, and improving school grounds and maintenance of school buildings and grounds exclusive of salary expense of employees. Authority for the creation of this fund is NMSA 1978, 22-25-1 to 22-25-10.

Special Capital Outlay - State — to account for money received from the state for the purposes of parking lot paving and library needs.

Public School Capital Outlay - This fund is used to account for resources received from the Public Education Department State Equalization Guarantee for use in remodeling and equipping classroom facilities.

Special Revenue Funds

Food Services – to account for federal and local sources of income relating to the food services programs. The Food Services Fund is segregated into two categories, the federal funds category and the non- federal funds category. Federal funds consist of the National School Lunch Program which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. The non-federal funds consist of income derived from the snack-bar facilities located throughout the District. Authority for creation of this fund is NMSA 22-13-13.

Athletics – to account for fees generated at athletic activities throughout the District. The gate receipts are obtained from the general public and are expended in this fund. Authority for creation of this fund is 6.20.2 NMAC

Javits Gifted & Talented Students - to stimulate research, development, training, and similar activities designed to build a nationwide capability in elementary and secondary schools to meet the special educational needs of gifted and talented students. Authority for creations of this fund is Elementary and Secondary Education Act of 1965, as amended, Title V, Part D, Subpart 61, 108 Stat. 3820; 20 U.S.C. 8031.

Migrant Children Education - The purpose of this program is to assist the District in providing a summer school program for migrant students. Federal revenues accounted for in this fund are administered by the New Mexico Public Education Department. Authority for creation of this fund is Chapter I of Title I of the Elementary and Secondary Education Act (ESEA) of 1965 as amended, Public Law 103-382.

IDEA-B Entitlement - This fund is used to account for revenues used to help maximize the resources in meeting the objectives of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Public Education Department. Authority for the creation of this fund is Part B of the Handicapped Act, Public Law 105-17.

IDEA-B Preschool - to assist states in providing free, appropriate public education to all handicapped children from ages 3 to 5. The program is funded by the United States Government. Authority for creation of this fund is Part Public Law 105-17.

Fresh Fruits & Vegetables – to provide all children in participating schools with a variety of free fresh fruits and vegetables throughout the school day. It is an effective and creative way of introducing fresh fruits and vegetables as healthy snack options. Authority for creation of the fund is the United States Department of Agriculture.

June 30, 2008

Special Revenue Funds (continued)

Partnerships in Character Education --- to provide federal funds to improve character development in the schools and community. This grant is to serve the purpose of advancing character education through community-sponsored athletic events, service learning ethics elective courses, and other character resources to reflect our responsibility to promote character education as a means to achieve student success as responsible, productive, and caring citizens and creating safe and respectful learning environments.

Enhancing Education through Technology - to provide federal funds to: improve student academic achievement through the use of technology in schools, assist all students in becoming technologically literate by the end of eighth grade, and encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. Federal revenues of this fund are allocated through the New Mexico Public Education Department for the purposes specified above. Authority for creation of this fund is Title II, Part D, Subparts 1 and 2, as amended of the Elementary and Secondary Education Act of 1965.

Comprehensive School Reform - to provide financial incentives for schools that need to substantially improve student achievement, particularly Title I schools, to implement comprehensive school reform programs that are based on reliable research and effective practices, and include an emphasis on basic academics and parental involvement. Authority for creation of this fund is the Elementary and Secondary Education Act of 1965, as amended, Title I, Part F and Title V, Part D.

ELL Title III -- Incentive Awards -- The objective of this award was to recognize sites throughout New Mexico who had achieved AYP status and who through the application process exhibited an outstanding implementation of a bilingual instructional program at their site. Authority for creation of this fund is NCLB.

Title V (Part A) Innovative Ed Program Strategies - to assist state and local educational agencies in the reform of elementary and secondary education by: acquiring and use of instructional materials, providing technology and training in technology related to the implementation of school-based reform, promising educational reform projects, improving educational services for disadvantaged students, reforming activities associated with Goals 2000, providing for the education needs of gifted and talented children, combating illiteracy among children and adults, and implementing school improvement and parental involvement activities under ESEA, Title 1. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title VI, as amended, 20 U.S.C. 7301-7373.

English Language Acquisition - to ensure that limited English proficient children and youth, including immigrant children and youth, attain English proficiency and meet the same challenging state academic content and student academic achievement standards as all children and youth are expected to meet. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title III, Part A, Sections 3101 and 3129.

Teacher/Principal Training & Recruiting - to provide federal funds to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title II, Part A, PL 107-110.

June 30, 2008

Special Revenue Funds (continued)

Safe and Drug Free Schools & Communities - 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 federal, state, and community efforts and resources. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title 1V, Part A, Subpart 1, as amended, 20 U.S.C. 7111-7118.

21st Century Community Living Centers- to provide after-school tutoring designed to help students with their studies. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Title I School improvement Grant - to help local education agencies and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging state academic standards. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

Immigrant Funding-Title III - to ensure that limited English proficient children and youth, including immigrant children and youth, attain English proficiency and meet the same challenging state academic content and student academic achievement standards as all children and youth are expected to meet. Authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title I11, Part A, Sections 3101 and 3129.

Cadre-Reading First - to ensure that every student can read at grade level or above by the end of the third grade. Authority for creation of this fund is the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

Carl Perkins -- to provide federal funds to expand and improve vocational education programs and to provide equal access in vocational education to special needs populations. Authority for creation to this fund is Title 1, Parts B and C and Sections 115 and 116; Workforce investment Act, Section,503.

Violence Prevention DemonstrationIUSDE - to study the effect of teaching students cognitive and social skills as a violence prevention method. Funding is provided by the Center for Civic Education through a grant from the United States Department of Education. Authority for creation of this fund is in the New Mexico Public Education Department School District Policies and Procedures Manual.

Impact Aid Special Education - to account for federal funds designed for special education students residing on federal lands and is restricted to expenditure by the federal government. Authority for creation of this fund is Public Law 103-382, Title VIII.

Title XIX Medicaid - to provide federal funds for reimbursement of expenses incurred for health care for Medicaid eligible students. Authority for creation of this fund is in the New Mexico State Public Education Department School District Policies and Procedures Manual.

Child & Adult Food Program - to provide federal funds to provide food to the extended day care program. Authority for creation of this fund is Public Law 105-336.

R.O.T.C. - to provide federal funds for the implementation of ROTC programs. Authority for creation of this fund is in the New Mexico Public Education Department School District Policies and Procedures Manual.

June 30, 2008

Special Revenue Funds (continued)

GEAR-UP — is a grant program designed to increase the number of low-income students who are prepared to enter and succeed in postsecondary education. The program also provides services at high-poverty middle and high schools to strengthen their academic services to promote school achievement and college attendance.

Enlace — UNM — The program (Engaging Latino Communities for Education) initiative is to provide a path of education to pursue a higher education by collaborating with parents & families, communities, school districts, colleges, and universities, professional and community organizations; to identify and nurture leaders and teachers to keep kids in school and prepare them for college.

PNM Foundation Inc. - The grants are provided through the PNM Foundation for the purpose of providing assistance to creative teachers across New Mexico. The money is used for special innovative projects. The authority for the creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

HUBBARD FOUNDATION – To account for funds awarded by the Hubbard Foundation, a private foundation (to non-profit organizations), to assist in a district wide educational reading initiative named Reading Recovery.

Technology in Education SDE - to assist the District to develop and implement a strategic, longterm plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 22-1 5A-1 to 22-15A-10.

Incentives for School Improvement Act SDE - a state grant to provide funds for use in providing student educational trips, automation of the District's libraries, and other educational materials. Authority for creation of this fund is Laws of 1997, Chapter 32.

Family and Youth Resource Program - state grant to provide support and funding to our young people and families as well as to test new approaches to helping youth get better education and more stable lives. Authority for creation of this fund is Legislative Appropriation Laws of New Mexico 2005.

Libraries -- GO Bonds — Laws of 2004 — to update and expand library collections in order to circulate and provide access of materials to students and teachers. The funds must be used to acquire library books and resources to support the library program. This will ensure that every student will have a greater access to reading and reference materials. Authority for creation of this fund is State of New Mexico, Laws 2004, Chapter 117.

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

Breakfast for Elementary Students — to continue in helping students develop lifelong healthy eating habits, while ensuring each one is prepared for the learning process. Authority for creation of this fund is the United States Department of Agriculture.

Kindergarten Three Plus – The purpose of this program is to provide increased time in kindergarten to increase cognitive skills for disadvantaged and other students. Funding and authority provided by House Bill 198.

June 30, 2008

Special Revenue Funds (continued)

21st CENTURY COMMUNITY LEARNING CENTERS — To account for state funds used to establish or expand *community learning centers* that provide academic enrichment opportunities for children, particularly those attending high-poverty and low-performing schools, to meet state and local standards in core academic subjects. This fund is funded by the State of New Mexico through the Title I program.

After School Enrichment – To provide healthy after school snacks to provide a health foundation for healthy eating habits. *Provided for by the Department of Health.*

LIBRARIES SB301 G.O. BONDS — To account for funds received to update and to expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by election of SB301.

ASSIST Tobacco DOH - to account for state funds utilized to enhance tobacco education in the District's students. Authority for creation of this fund is in the New Mexico Public Education Department School District Policies and Procedures Manual.

CATCH – to fund research-based *physical activity and nutrition diabetes prevention* program for elementary school children. This involves components of nutrition, physical activity, family involvement and school food service. The authority for the creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Private Direct Grants – To account for grants received from outside private and corporate sources. Funding provided by grant contract in which sources will vary from year to year. Expenditures in this fund are stipulated by individual grant contract. All private grants are subject to board approval.

School Based Health Center — to provide quality direct care through integrated primary care and behavioral health services, as well as coordination for these services, through a Level Two School-Based Health Center (SBHC) at Parkview Elementary to students, children of students, and school staff. This program is to improve access to health care and human services for our school-age children and youth. Authority of creation of this fund is the New Mexico Department of Health.

School Improvement Framework – To account for funds provided to fund a data project that will bridge the PED/District data needs until STARS has completed their work assessment data formats.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET -- CAPITAL PROJECTS FUND
AND OTHER NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008

	<u>SB-9 CAPITAL IMPROVEMENTS</u>	<u>SPECIAL CAPITAL OUTLAY STATE</u>	<u>PUBLIC SCHOOL CAPITAL OUTLAY</u>
ASSETS			
Cash on Deposit	\$ 1,136,117	\$ 1,513	\$ 4,315
Property Taxes Receivable	18,482	-	-
Due From Other Agencies		18,487	50,685
Due From Other Funds			
Inventory			
TOTAL ASSETS	<u>\$ 1,154,599</u>	<u>\$ 20,000</u>	<u>\$ 55,000</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$	\$	\$
Deferred Revenue			
Due From External Parties			
Due to Other Funds	-	20,000	55,000
TOTAL LIABILITIES	<u>-</u>	<u>20,000</u>	<u>55,000</u>
FUND BALANCE			
Reserved for Inventory			
Reserved for Debt Service			
Unreserved-Designated for Subsequent Years Expenditures	1,154,599		
TOTAL FUND BALANCE	<u>1,154,599</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 1,154,599</u>	<u>\$ 20,000</u>	<u>\$ 55,000</u>

The accompanying notes are an integral part of these financial statements.

TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ 1,141,945	\$ 1,573,846	\$ 2,715,791
18,482	-	18,482
69,172	1,640,606	1,709,778
-	-	-
-	11,936	11,936
<u>\$ 1,229,599</u>	<u>\$ 3,226,388</u>	<u>\$ 4,455,987</u>
\$ -	\$ -	\$ -
-	535,554	535,554
-	5,000	5,000
<u>75,000</u>	<u>1,663,100</u>	<u>1,738,100</u>
75,000	2,203,654	2,278,654
-	-	-
-	11,936	11,936
-	-	-
<u>1,154,599</u>	<u>1,010,798</u>	<u>2,165,397</u>
<u>1,154,599</u>	<u>1,022,734</u>	<u>2,177,333</u>
<u>\$ 1,229,599</u>	<u>\$ 3,226,388</u>	<u>\$ 4,455,987</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE--CAPITAL PROJECTS FUND AND OTHER NONMAJOR FUNDS

Year Ended June 30, 2008

	SB-9 CAPITAL IMPROVEMENTS	SPECIAL CAPITAL OUTLAY STATE	PUBLIC SCHOOL CAPITAL OUTLAY
REVENUE			
Federal Programs	\$	\$	\$
State Programs	27,000	241,497	115,738
Local Sources			
Charges for services			
Fees			
Interest Income	38,414		
Miscellaneous	30,097		
Local Property Taxes	923,836		
TOTAL REVENUES	<u>1,019,347</u>	<u>241,497</u>	<u>115,738</u>
EXPENDITURES			
Current			
Instruction	-	-	-
Support Services-Students	-	-	-
Support Services-Instruction	-	-	-
Support Services-General Administration	9,388	-	-
Support Services-School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Food Services-Operations	-	-	-
Community Services-Operations	-	-	-
Acquisition & Construction	1,587,900	241,497	115,738
TOTAL EXPENDITURES	<u>1,597,288</u>	<u>241,497</u>	<u>115,738</u>
EXCESS (DEFICIENCY) OF			
REVENUE OVER EXPENDITURES	(577,941)	-	-
Other Financing Sources (uses)			
Transfer In/Out	-	-	-
Total Other Financial Sources	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(577,941)	-	-
FUND BALANCE			
June 30, 2007	1,732,540	(12,645)	-
Restatement	-	12,645	-
Restated Balance	<u>1,732,540</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
June 30, 2008	<u>\$ 1,154,599</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ -	\$ 6,386,030	\$ 6,386,030
384,235	408,539	792,774
-	275,864	275,864
-	527,762	527,762
-	292,804	292,804
38,414	11,693	50,107
30,097	-	30,097
923,836	-	923,836
<u>1,376,582</u>	<u>7,902,692</u>	<u>9,279,274</u>
-	2,020,351	2,020,351
-	1,357,143	1,357,143
-	322,951	322,951
9,388	94,617	104,005
-	302,518	302,518
-	181,248	181,248
-	1,578	1,578
-	3,012,984	3,012,984
-	111,450	111,450
1,945,135	14,000	1,959,135
<u>1,954,523</u>	<u>7,418,840</u>	<u>9,373,363</u>
(577,941)	483,852	(94,089)
-	506	506
-	506	506
(577,941)	484,358	(93,583)
1,719,895	740,171	2,460,066
12,645	(201,795)	(189,150)
<u>1,732,540</u>	<u>538,376</u>	<u>2,270,916</u>
\$ <u>1,154,599</u>	\$ <u>1,022,734</u>	\$ <u>2,177,333</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET--SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	FOOD SERVICES	ATHLETICS	JAVITS
ASSETS			
Cash on Deposit	\$ 837,502	\$ 105,803	\$ 971
Due From Other Agencies	-	-	29
Inventory	11,936	-	-
TOTAL ASSETS	\$ 849,438	\$ 105,803	\$ 1,000
LIABILITIES AND FUND BALANCE			
Deferred Revenue	\$ -	\$ -	\$ -
Due To External Parties	-	-	1,000
Due to Other Funds	-	-	-
TOTAL LIABILITIES	-	-	1,000
FUND BALANCE			
Reserved for Inventory	11,936	-	-
Unreserved-Designated for Subsequent Years Expenditures	837,502	105,803	-
TOTAL FUND BALANCE	849,438	105,803	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 849,438	\$ 105,803	\$ 1,000

The accompanying notes are an integral part of these financial statements.

<u>MIGRANT CHILDREN EDUCATION</u>	<u>ENTITLEMENT</u>	<u>PRESCHOOL</u>	<u>FRESH FRUITS AND VEGETABLES</u>	<u>PARTNERSHIP IN CHARACTER EDUCATION</u>
\$ 6,781	\$ 5,424	\$ 4,359	\$ -	\$ 5,813
123,219	534,576	75,641	-	14,187
-	-	-	-	-
<u>\$ 130,000</u>	<u>\$ 540,000</u>	<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>
\$ -	\$ -	\$ -	\$ -	\$ -
130,000	540,000	80,000	-	20,000
<u>130,000</u>	<u>540,000</u>	<u>80,000</u>	<u>-</u>	<u>20,000</u>
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 130,000</u>	<u>\$ 540,000</u>	<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET—SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	ENHANCING EDUCATION THROUGH TECHNOLOGY	COMPREHENSIVE SCHOOL REFORM	ELL TITLE III INCENTIVE AWARD	TITLE V INNOVATIVE ED PROGRAM
ASSETS				
Cash on Deposit	\$ -	\$ 2,050	\$ -	\$ 2,880
Due From Other Agencies	-	-	-	7,120
Inventory	-	-	-	-
TOTAL ASSETS	\$ -	\$ 2,050	\$ -	\$ 10,000
LIABILITIES AND FUND BALANCE				
Deferred Revenue	\$ -	\$ 2,050	\$ -	\$ -
Due To External Parties	-	-	-	10,000
Due to Other Funds	-	-	-	-
TOTAL LIABILITIES	-	2,050	-	10,000
FUND BALANCE				
Reserved for Inventory	-	-	-	-
Unreserved-Designated for Subsequent Years Expenditures	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 2,050	\$ -	\$ 10,000

The accompanying notes are an integral part of these financial statements.

ENGLISH LANGUAGE ACQUISITION	TEACHER PRINCIPAL TRAINING	SAFE & DRUG FREE SCHOOLS & COMMUNITIES	21ST CENTURY COMMUNITY LIVING CENTERS	TITLE I SCHOOL IMPROVEMENT	IMIGRANT FUNDING TITLE III
\$ 1,172	\$ 8,962	\$ 4,827	\$ 2,378	\$ 1	\$ -
58,828	191,038	35,173	197,622	-	-
-	-	-	-	-	-
<u>\$ 60,000</u>	<u>\$ 200,000</u>	<u>\$ 40,000</u>	<u>\$ 200,000</u>	<u>\$ 1</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
60,000	200,000	40,000	200,000	-	-
<u>60,000</u>	<u>200,000</u>	<u>40,000</u>	<u>200,000</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	1	-
-	-	-	-	<u>1</u>	-
<u>\$ 60,000</u>	<u>\$ 200,000</u>	<u>\$ 40,000</u>	<u>\$ 200,000</u>	<u>\$ 1</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET--SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	READING FIRST	CARL PERKINS SECONDARY CURRENT	CARL PERKINS SECONDARY CARRYOVER	CARL PERKINS SECONDARY REDISTRIBUTION
ASSETS				
Cash on Deposit	\$ -	\$ 9,320	\$ -	\$ 8,400
Due From Other Agencies	-	30,680	-	41,600
Inventory				
TOTAL ASSETS	\$ -	\$ 40,000	\$ -	\$ 50,000
LIABILITIES AND FUND BALANCE				
Deferred Revenue	\$ -	\$ -	\$ -	\$ -
Due To External Parties				
Due to Other Funds	-	40,000	-	50,000
TOTAL LIABILITIES	-	40,000	-	50,000
FUND BALANCE				
Reserved for Inventory				
Unreserved-Designated for Subsequent Years Expenditures				
TOTAL FUND BALANCE	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 40,000	\$ -	\$ 50,000

The accompanying notes are an integral part of these financial statements.

VIOLENCE PREVENTION DEMONSTRATION USDE	IMPACT AID SPECIAL EDUCATION	TITLE XIX MEDICAID	CHILD & ADULT FOOD PROGRAM	ROTC	GEAR UP GRANT
\$ - 1,074	\$ 198,535 -	\$ 178,290	\$ - -	\$ 32,871 -	\$ 29 -
<u>\$ 1,074</u>	<u>\$ 198,535</u>	<u>\$ 178,290</u>	<u>\$ -</u>	<u>\$ 32,871</u>	<u>\$ 29</u>
\$ 1,074	\$ 198,535	\$ 178,290	\$ -	\$ 30,871	\$ 29
-	-	-	-	2,000	-
<u>1,074</u>	<u>198,535</u>	<u>178,290</u>	<u>-</u>	<u>32,871</u>	<u>29</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,074</u>	<u>\$ 198,535</u>	<u>\$ 178,290</u>	<u>\$ -</u>	<u>\$ 32,871</u>	<u>\$ 29</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET—SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	ENLACE-UNM	PNM FOUNDATION	HUBBARD FOUNDATION	RURAL HEALTHY SCHOOLS
ASSETS				
Cash on Deposit	\$ 7,945	\$ 1,136	\$	\$ 9,911
Due From Other Agencies	92,055			
Inventory				
TOTAL ASSETS	\$ 100,000	\$ 1,136	\$ -	\$ 9,911
LIABILITIES AND FUND BALANCE				
Deferred Revenue	\$ -	\$	\$	\$
Due To External Parties				
Due to Other Funds	100,000			
TOTAL LIABILITIES	100,000	-	-	-
FUND BALANCE				
Reserved for Inventory				
Unreserved-Designated for				
Subsequent Years Expenditures		1,136		9,911
TOTAL FUND BALANCE	-	1,136	-	9,911
TOTAL LIABILITIES AND FUND BALANCE	\$ 100,000	\$ 1,136	\$ -	\$ 9,911

The accompanying notes are an integral part of these financial statements.

TECHNOLOGY IN EDUCATION	INCENTIVES FOR SCHOOL IMPROVEMENT	FAMILY & YOUTH RESOURCE PROGRAM	LIBRARIES-GO BONDS-LAWS OF 2004	BEGINNING TEACHER MENTORING	BREAKFAST FOR ELEMENTARY STUDENTS
\$ 13,562	\$ 97,304	\$ 3,841 41,159	\$ 13,839	\$ 2,767 27,233	\$ -
<u>\$ 13,562</u>	<u>\$ 97,304</u>	<u>\$ 45,000</u>	<u>\$ 13,839</u>	<u>\$ 30,000</u>	<u>\$ -</u>
\$ 13,562	\$ 97,304	\$	\$ 13,839	\$	\$ -
<u>13,562</u>	<u>97,304</u>	<u>45,000</u> <u>45,000</u>	<u>13,839</u>	<u>30,000</u> <u>30,000</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 13,562</u>	<u>\$ 97,304</u>	<u>\$ 45,000</u>	<u>\$ 13,839</u>	<u>\$ 30,000</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING BALANCE SHEET--SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	KINDERGARTEN THREE PLUS	21st CENTURY	AFTER SCHOOL ENRICHMENT	LIBRARIES SB301 GO BONDS
ASSETS				
Cash on Deposit	\$ 1,777	\$ 1,398	\$ 813	\$ 3,154
Due From Other Agencies	13,223	48,602	14,187	31,846
Inventory				
TOTAL ASSETS	15,000	50,000	15,000	35,000
LIABILITIES AND FUND BALANCE				
Deferred Revenue	\$ -	\$ -	\$ -	\$ -
Due To External Parties				
Due to Other Funds	15,000	50,000	15,000	35,000
TOTAL LIABILITIES	15,000	50,000	15,000	35,000
FUND BALANCE				
Reserved for Inventory				
Unreserved-Designated for Subsequent Years Expenditures				
TOTAL FUND BALANCE				
TOTAL LIABILITIES AND FUND BALANCE	\$ 15,000	\$ 50,000	\$ 15,000	\$ 35,000

The accompanying notes are an integral part of these financial statements.

ASSIST TOBACCO DOH	CATCH PROGRAM	PRIVATE GRANTS	SCHOOL BASED HEALTH CENTER	SCHOOL IMPROVEMENT FRAMEWORK	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
\$ -	\$ 31	\$ -	\$ -	\$ -	\$ 1,573,846
-	69	5,000	56,445	-	1,640,606
<hr/>					
-	100	5,000	56,445	-	11,936
<hr/>					
-	100	5,000	56,445	-	3,226,388
<hr/>					
\$ -	\$ -	\$ 5,000	\$ -	\$ -	\$ 535,554
-	100	-	-	-	5,000
<hr/>					
-	100	5,000	-	-	1,663,100
<hr/>					
-	100	5,000	-	-	2,203,654
<hr/>					
					11,936
			56,445		-
<hr/>					
			56,445		1,010,798
<hr/>					
			56,445		1,022,734
<hr/>					
\$ -	\$ 100	\$ 5,000	\$ 56,445	\$ -	\$ 3,226,388
<hr/>					

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	FOOD SERVICES	ATHLETICS	JAVITS
REVENUE			
Federal Programs	\$ 2,868,581	\$ -	\$ 379
State Programs	-	-	-
Local Sources			
Interest Earnings	11,693		
Charges For Services	527,762		
Fees	-	292,804	
TOTAL REVENUES	<u>3,408,036</u>	<u>292,804</u>	<u>379</u>
EXPENDITURES			
Current			
Instruction	-	262,134	350
Support Services-Students	-	-	-
Support Services-Instruction	-	-	-
Support Services-General Administration	-	-	29
Support Services-School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Food Services-Operations	2,962,707		
Community Services-Operations			
Acquisition & Construction		-	
TOTAL EXPENDITURES	<u>2,962,707</u>	<u>262,134</u>	<u>379</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	445,329	30,670	-
Other Financing Sources (uses)			
Transfer/Refunds			
Total Other Financial Sources	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	445,329	30,670	-
FUND BALANCE			
June 30, 2007	404,109	75,133	-
Restatement			
Restated Balance	<u>404,109</u>	<u>75,133</u>	<u>-</u>
FUND BALANCE			
June 30, 2008	<u>\$ 849,438</u>	<u>\$ 105,803</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

<u>MIGRANT CHILDREN EDUCATION</u>	<u>ENTITLEMENT</u>	<u>PRESCHOOL</u>	<u>FRESH FRUITS AND VEGETABLES</u>	<u>PARTNERSHIP IN CHARACTER EDUCATION</u>
\$ 90,233	\$ 1,928,523	\$ 130,380	\$ 374	\$ 13,883
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>90,233</u>	<u>1,928,523</u>	<u>130,380</u>	<u>374</u>	<u>13,883</u>
52,000	806,653	21,488	-	10,830
36,896	844,474	105,106	-	-
-	14,792	-	-	-
1,327	30,402	1,495	-	420
-	158,668	-	-	2,633
-	35,157	-	-	-
10	1,568	-	-	-
-	36,809	2,291	374	-
-	-	-	-	-
<u>90,233</u>	<u>1,928,523</u>	<u>130,380</u>	<u>374</u>	<u>13,883</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,568	72,153	5,540	-	4,168
(1,568)	(72,153)	(5,540)	-	(4,168)
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	ENHANCING EDUCATION THROUGH TECHNOLOGY	COMPREHENSIVE SCHOOL REFORM	ELL TITLE III INCENTIVE AWARD	TITLE V INNOVATIVE ED PROGRAM
REVENUE				
Federal Programs	\$ -	\$ -	\$ -	\$ 11,384
State Programs	-	-	-	-
Local Sources	-	-	-	-
Interest Earnings	-	-	-	-
Charges For Services	-	-	-	-
Fees	-	-	-	-
TOTAL REVENUES	-	-	-	11,384
EXPENDITURES				
Current				
Instruction	-	-	-	11,231
Support Services-Students	-	-	-	-
Support Services-Instruction	-	-	-	-
Support Services-General Administration	-	-	-	153
Support Services-School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services-Operations	-	-	-	-
Community Services-Operations	-	-	-	-
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	-	-	-	11,384
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	-	-	-
Other Financing Sources (uses)				
Transfer/Refunds	-	-	-	-
Total Other Financial Sources	-	-	-	-
Net Change In Fund Balance	-	-	-	-
FUND BALANCE				
June 30, 2007	(10,234)	-	-	1,619
Restatement	10,234	-	-	(1,619)
Restated Balance	-	-	-	-
FUND BALANCE June 30, 2008	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

ENGLISH LANGUAGE ACQUISITION	TEACHER PRINCIPAL TRAINING	SAFE & DRUG FREE SCHOOLS & COMMUNITIES	21ST CENTURY COMMUNITY LIVING CENTERS	TITLE I SCHOOL IMPROVEMENT	IMIGRANT FUNDING TITLE III
\$ 73,582	\$ 441,436	\$ 41,476	\$ 349,437	\$ -	\$ -
-	-	-	-	-	-
<u>73,582</u>	<u>441,436</u>	<u>41,476</u>	<u>349,437</u>	<u>-</u>	<u>-</u>
72,745	59,748	5,418	286,985	-	-
-	4	34,677	-	-	-
-	204,248	-	-	-	-
837	45,872	1,381	3,973	-	-
-	79,275	-	58,479	-	-
-	52,289	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>73,582</u>	<u>441,436</u>	<u>41,476</u>	<u>349,437</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	26,247	(4,077)	8,821	1	-
-	(26,247)	4,077	(8,821)	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>1</u>	\$ <u>-</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	READING FIRST	CARL PERKINS SECONDARY CURRENT	CARL PERKINS SECONDARY CARRYOVER	CARL PERKINS SECONDARY REDISTRIBUTION
REVENUE				
Federal Programs	\$ -	\$ 92,359	\$ 2,223	\$ 41,600
State Programs	-			
Local Source				
Interest Earnings				
Charges For Services				
Fees				
TOTAL REVENUES	<u>-</u>	<u>92,359</u>	<u>2,223</u>	<u>41,600</u>
EXPENDITURES				
Current				
Instruction	-	91,637	2,198	29,855
Support Services-Students	-	-	-	2,935
Support Services-Instruction	-	-	-	-
Support Services-General Administration	-	722	25	5,647
Support Services-School Administration	-	-	-	3,163
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services-Operations				
Community Services-Operations				
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>92,359</u>	<u>2,223</u>	<u>41,600</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	-	-	-
Other Financing Sources (uses)				
Transfer/Refunds				
Total Other Financial Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	-	-	-	-
FUND BALANCE				
June 30, 2007	525	44,552	74,546	-
Restatement	(525)	(44,552)	(74,546)	-
Restated Balance	-	-	-	-
FUND BALANCE				
June 30, 2008	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

VIOLENCE PREVENTION DEMONSTRATION USDE	IMPACT AID SPECIAL EDUCATION	TITLE XIX MEDICAID	CHILD & ADULT FOOD PROGRAM	ROTC	GEAR UP GRANT
\$ 10,422	\$ 98,158	\$ 30,577	\$ 11,132	\$ 58,385	\$ 91,506
-	-	-	-	-	-
<u>10,422</u>	<u>98,158</u>	<u>30,577</u>	<u>11,132</u>	<u>58,385</u>	<u>91,506</u>
10,422				58,385	68,123
-	96,835	30,334	-	-	-
-	-	-	-	-	23,383
-	1,323	243	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	11,132	-	-
-	-	-	-	-	-
<u>10,422</u>	<u>98,158</u>	<u>30,577</u>	<u>11,132</u>	<u>58,385</u>	<u>91,506</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(1,747)	1,630	(33,287)	9,046	1	46,826
<u>1,747</u>	<u>(1,630)</u>	<u>33,287</u>	<u>(9,046)</u>	<u>(1)</u>	<u>(46,826)</u>
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	ENLACE-UNM	PNM FOUNDATION	HUBBARD FOUNDATION	RURAL HEALTHY SCHOOLS
REVENUE				
Federal Programs	\$ -	\$ -	\$ -	\$ -
State Programs	-	-	-	-
Local Sources	249,413	100	9,000	12,351
Interest Earnings	-	-	-	-
Charges For Services	-	-	-	-
Fees	-	-	-	-
TOTAL REVENUES	<u>249,413</u>	<u>100</u>	<u>9,000</u>	<u>12,351</u>
EXPENDITURES				
Current				
Instruction	237	1,652	-	2,440
Support Services-Students	176,226	-	-	-
Support Services-Instruction	-	-	-	-
Support Services-General Administration	300	-	-	-
Support Services-School Administration	300	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services-Operations	-	-	-	-
Community Services-Operations	72,350	-	-	-
Acquisition & Construction	-	-	9,000	-
TOTAL EXPENDITURES	<u>249,413</u>	<u>1,652</u>	<u>9,000</u>	<u>2,440</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	(1,552)	-	9,911
Other Financing Sources (uses)				
Transfer/Refunds	-	-	-	-
Total Other Financial Sources	-	-	-	-
Net Change In Fund Balance	-	(1,552)	-	9,911
FUND BALANCE				
June 30, 2007	-	2,688	-	-
Restatement	-	-	-	-
Restated Balance	-	2,688	-	-
FUND BALANCE June 30, 2008	<u>\$ -</u>	<u>\$ 1,136</u>	<u>\$ -</u>	<u>\$ 9,911</u>

The accompanying notes are an integral part of these financial statements.

TECHNOLOGY IN EDUCATION	INCENTIVES FOR SCHOOL IMPROVEMENT	FAMILY & YOUTH RESOURCE PROGRAM	LIBRARIES-GO BONDS-LAWS OF 2004	BEGINNING TEACHER MENTORING	BREAKFAST FOR ELEMENTARY STUDENTS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
136,899	1,175	41,157	-	34,401	38,771
-	-	-	-	-	-
<u>136,899</u>	<u>1,175</u>	<u>41,157</u>	<u>-</u>	<u>34,401</u>	<u>38,771</u>
-	1,175	11,033	-	29,322	-
48,187	-	29,656	-	495	-
-	-	468	-	-	-
-	-	-	-	-	-
88,712	-	-	-	5,090	-
-	-	-	-	-	-
-	-	-	-	-	38,771
-	-	-	-	-	-
<u>136,899</u>	<u>1,175</u>	<u>41,157</u>	<u>-</u>	<u>34,907</u>	<u>38,771</u>
-	-	-	-	(506)	-
-	-	-	-	506	-
-	-	-	-	506	-
-	-	-	-	-	-
3,761	(6,190)	(12,926)	49,171	(56,282)	-
<u>(3,761)</u>	<u>6,190</u>	<u>12,926</u>	<u>(49,171)</u>	<u>56,282</u>	<u>-</u>
-	-	-	-	-	-
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUNDS
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008

	KINDERGARTEN THREE PLUS	21st CENTURY	AFTER SCHOOL ENRICHMENT	LIBRARIES SB301 GO BONDS
REVENUE				
Federal Programs	\$ -	\$ -	\$ -	\$ -
State Programs	13,223	88,040	20,000	31,846
Local Sources	-	-	-	-
Interest Earnings	-	-	-	-
Charges For Services	-	-	-	-
Fees	-	-	-	-
TOTAL REVENUES	<u>13,223</u>	<u>88,040</u>	<u>20,000</u>	<u>31,846</u>
EXPENDITURES				
Current				
Instruction	13,223	88,040	20,000	-
Support Services-Students	-	-	-	-
Support Services-Instruction	-	-	-	31,846
Support Services-General Administration	-	-	-	-
Support Services-School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services-Operations	-	-	-	-
Community Services-Operations	-	-	-	-
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	<u>13,223</u>	<u>88,040</u>	<u>20,000</u>	<u>31,846</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	-	-	-
Other Financing Sources (uses)				
Transfer/Refunds	-	-	-	-
Total Other Financial Sources	-	-	-	-
Net Change In Fund Balance	-	-	-	-
FUND BALANCE				
June 30, 2007	-	-	-	-
Restatement	-	-	-	-
Restated Balance	-	-	-	-
FUND BALANCE	-	-	-	-
June 30, 2008	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

ASSIST TOBACCO DOH	CATCH PROGRAM	PRIVATE GRANTS	SCHOOL BASED HEALTH CENTER	SCHOOL IMPROVEMENT FRAMEWORK	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
\$ -	\$ 3,027	\$ -	\$ -	\$ -	6,386,030
-	-	-	-	-	408,539
-	-	5,000	-	-	275,864
-	-	-	-	-	11,693
-	-	-	-	-	527,762
-	-	-	-	-	292,804
<u>-</u>	<u>3,027</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>7,902,692</u>
-	3,027	-	-	-	2,020,351
-	-	-	-	-	1,357,143
-	-	-	-	-	322,951
-	-	-	-	-	94,617
-	-	-	-	-	302,518
-	-	-	-	-	181,248
-	-	-	-	-	1,578
-	-	-	-	-	3,012,984
-	-	-	-	-	111,450
-	-	5,000	-	-	14,000
<u>-</u>	<u>3,027</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>7,418,840</u>
-	-	-	-	-	483,852
-	-	-	-	-	506
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>506</u>
-	-	-	-	-	484,358
(471)	-	-	56,445	(23,165)	740,171
471	-	-	-	23,165	(201,795)
<u>-</u>	<u>-</u>	<u>-</u>	<u>56,445</u>	<u>-</u>	<u>538,376</u>
\$ <u>-</u>	\$ <u>3,027</u>	\$ <u>-</u>	\$ <u>56,445</u>	\$ <u>-</u>	\$ <u>1,022,734</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--SENATE BILL 9

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 871,224	871,224	937,113	65,889
Interest Income	20,000	20,000	38,414	18,414
State Flow Through Grants	874,307	997,847	27,000	(970,847)
Insurance Recoveries	-	-	30,097	30,097
TOTAL REVENUE	<u>1,765,531</u>	<u>1,889,071</u>	<u>\$ 1,032,624</u>	<u>\$ (856,447)</u>
Cash Balance Budgeted	<u>389,112</u>	<u>389,112</u>		
TOTAL REVENUE & CASH	<u>\$ 2,154,643</u>	<u>\$ 2,278,183</u>		
EXPENDITURES				
Current				
Support Services-General Administration	\$ 8,712	\$ 11,712	\$ 9,388	\$ 2,324
Acquisition & Construction	2,145,931	3,586,583	1,596,343	1,990,240
TOTAL EXPENDITURES	<u>\$ 2,154,643</u>	<u>\$ 3,598,295</u>	<u>\$ 1,605,731</u>	<u>\$ 1,992,564</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 1,032,624	
Differences-Budget to GAAP				
Property tax Receivable			18,482	
Prior Year Tax Receivables			(31,759)	
Total Revenues (GAAP Basis)			<u>\$ 1,019,347</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 1,605,731	
Differences-budget to GAAP				
Prior Year Payables			(8,443)	
Total Expenditures (GAAP Basis)			<u>\$ 1,597,288</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--CAPITAL PROJECTS FUND--SPECIAL CAPITAL OUTLAY STATE

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE Favorable (Unfavorable)</u>
REVENUE				
State Flow Through Grants	\$ 170,855	\$ 422,661	\$ 235,655	\$ (187,006)
TOTAL REVENUE	<u>170,855</u>	<u>422,661</u>	<u>235,655</u>	<u>(187,006)</u>
 Cash Balance Budgeted	<u> </u>	<u> </u>		
TOTAL REVENUE & CASH	<u>\$ 170,855</u>	<u>\$ 422,661</u>		
 EXPENDITURES				
Current				
Acquisition & Construction	\$ 170,855	\$ 422,661	\$ 241,497	\$ 181,164
TOTAL EXPENDITURES	<u>170,855</u>	<u>422,661</u>	<u>241,497</u>	<u>181,164</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 235,655
Differences-Budget to GAAP	
Current Year Receivable	18,487
Prior Year Receivable	(12,645)
 Total Revenues (GAAP Basis)	<u>\$ 241,497</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 241,497
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 241,497</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--CAPITAL PROJECTS FUND--PUBLIC SCHOOL CAPITAL OUTLAY

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 1,502,742	\$ 6,568,176	\$ 65,054	\$ (6,503,123)
TOTAL REVENUE	<u>1,502,742</u>	<u>6,568,176</u>	<u>65,054</u>	<u>(6,503,123)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 1,502,742</u>	<u>\$ 6,568,176</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ 1,502,742	\$ 6,568,176	\$ 115,738	\$ 6,452,438
TOTAL EXPENDITURES	<u>\$ 1,502,742</u>	<u>\$ 6,568,176</u>	<u>\$ 115,738</u>	<u>\$ 6,452,438</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 65,054	
Differences-Budget to GAAP				
Current Year Receivable			50,684	
Total Revenues (GAAP Basis)			<u>\$ 115,738</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 115,738	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 115,738</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--CAFETERIA

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Fees-Users	562,000	562,000	527,756	(34,244)
Donations and Gifts	170,000	170,000	-	(170,000)
Interest Income	4,750	4,750	11,692	6,942
Refunds	-	-	6	6
Federal Revenue	2,275,000	2,275,000	2,650,489	375,489
TOTAL REVENUE	<u>3,011,750</u>	<u>3,011,750</u>	<u>\$ 3,189,943</u>	<u>\$ 178,193</u>
Cash Balance Budgeted	<u>207,574</u>	<u>207,574</u>		
TOTAL REVENUE & CASH	<u>\$ 3,219,324</u>	<u>\$ 3,219,324</u>		
EXPENDITURES				
Current				
Food Services-Operations	3,219,324	3,387,266	2,727,957	659,309
TOTAL EXPENDITURES	<u>\$ 3,219,324</u>	<u>\$ 3,387,266</u>	<u>\$ 2,727,957</u>	<u>\$ 659,309</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 3,189,943
Differences-Budget to GAAP	
Value of Commodities Received	218,092
Total Revenues (GAAP Basis)	<u>\$ 3,408,035</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 2,727,957
Differences-budget to GAAP	
Value of Commodities Received	218,092
Inventory Adjustment	16,658
Total Expenditures (GAAP Basis)	<u>\$ 2,962,707</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ATHLETICS

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE Favorable (Unfavorable)
REVENUE				
Fees Activities	\$ 255,000	\$ 255,000	\$ -	\$ (255,000)
Fees-Users	-	-	292,804	292,804
TOTAL REVENUE	<u>255,000</u>	<u>255,000</u>	<u>\$ 292,804</u>	<u>\$ 37,804</u>
Cash Balance Budgeted	<u>53,592</u>	<u>53,592</u>		
TOTAL REVENUE & CASH	<u>\$ 308,592</u>	<u>\$ 308,592</u>		
EXPENDITURES				
Current				
Instruction	\$ 308,592	\$ 308,592	\$ 262,274	\$ 46,318
TOTAL EXPENDITURES	<u>\$ 308,592</u>	<u>\$ 308,592</u>	<u>\$ 262,274</u>	<u>\$ 46,318</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 292,804
Differences-Budget to GAAP

Total Revenues (GAAP Basis) \$ 292,804

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 262,274
Differences-budget to GAAP
Total Expenditures (GAAP Basis) \$ 262,274

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--JAVITS

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 2,500	\$ 2,500	\$ 3,199	\$ 699
TOTAL REVENUE	<u>2,500</u>	<u>2,500</u>	<u>3,199</u>	<u>699</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 2,500</u>	<u>\$ 2,500</u>		
EXPENDITURES				
Current				
Instruction	\$ 2,500	\$ 2,500	\$ 2,480	\$ 20
Support Services-General Administration	-	-	29	(29)
TOTAL EXPENDITURES	<u>\$ 2,500</u>	<u>\$ 2,500</u>	<u>\$ 2,509</u>	<u>\$ (9)</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 3,199
Differences-Budget to GAAP	
Current Year Receivable	29
Prior Year Receivable	(2,849)
Total Revenues (GAAP Basis)	<u>\$ 379</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 2,509
Differences-budget to GAAP	
Prior Year payable	(2,130)
Total Expenditures (GAAP Basis)	<u>\$ 379</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--MIGRANT CHILDREN EDUCATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 92,598	\$ 92,598	\$ 18,166	\$ (74,432)
TOTAL REVENUE	<u>92,598</u>	<u>92,598</u>	<u>18,166</u>	<u>(74,432)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 92,598</u>	<u>\$ 92,598</u>		
EXPENDITURES				
Current				
Instruction	\$ 52,000	\$ 52,000	\$ 52,000	\$ -
Support Services-Students	38,640	38,640	36,896	1,744
Support Services-General Administration	1,358	1,358	1,327	31
Community Services-operations	600	600	10	590
TOTAL EXPENDITURES	<u>\$ 92,598</u>	<u>\$ 92,598</u>	<u>\$ 90,233</u>	<u>\$ 2,365</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/Inflows of resources

Actual amounts (budgetary basis)	\$ 18,166
Differences-Budget to GAAP	
Current Year Receivable	123,219
Prior Year Receivable	(52,842)
Prior Year Deferral	1,690

Total Revenues (GAAP Basis) \$ 90,233

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 90,233
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 90,233</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ENTITLEMENT

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Refunds	-	-	201	201
Federal Revenue	1,954,933	2,635,148	1,505,644	(1,129,504)
TOTAL REVENUE	<u>1,954,933</u>	<u>2,635,148</u>	<u>\$ 1,505,845</u>	<u>\$ (1,129,303)</u>
 Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 1,954,933</u>	<u>\$ 2,635,148</u>		
 EXPENDITURES				
Current				
Instruction	\$ 986,695	\$ 1,316,618	\$ 921,119	\$ 395,499
Support Services-Students	579,610	912,632	844,474	68,158
Support Services-Instruction	-	20,000	14,792	5,208
Support Services-General Administration	54,178	46,748	30,402	16,346
Support Services-School Administration	191,300	196,000	158,668	37,332
Central services	44,400	44,400	35,157	9,243
Operation & Maintenance of Plant	7,650	7,650	1,568	6,082
Community Services-operations	91,100	91,100	36,808	54,292
TOTAL EXPENDITURES	<u>\$ 1,954,933</u>	<u>\$ 2,635,148</u>	<u>\$ 2,042,989</u>	<u>\$ 592,159</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 1,505,845
Differences-Budget to GAAP	
Current Year Receivable	534,576
Prior Year Receivable	(184,051)
Prior Year Deferral	72,153

Total Revenues (GAAP Basis) \$ 1,928,523

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 2,042,989
Differences-budget to GAAP	
Prior Year Payables	(114,466)
Total Expenditures (GAAP Basis)	<u>\$ 1,928,523</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--IDEA B PRESCHOOL

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 82,755	\$ 165,579	\$ 78,540	\$ (87,039)
TOTAL REVENUE	<u>82,755</u>	<u>165,579</u>	<u>78,540</u>	<u>(87,039)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 82,755</u>	<u>\$ 165,579</u>		
EXPENDITURES				
Current				
Instruction	\$ 13,615	29,011	21,488	7,523
Support Services-Students	61,763	126,374	106,068	20,306
Support Services-General Administration	2,317	4,634	1,495	3,139
Community Services-operations	5,060	5,560	2,291	3,269
TOTAL EXPENDITURES	<u>\$ 82,755</u>	<u>\$ 165,579</u>	<u>\$ 131,342</u>	<u>\$ 34,237</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 78,540
Differences-Budget to GAAP	
Current Year Receivable	75,641
Prior Year Receivable	(29,341)
Prior Year Deferral	5,540
Total Revenues (GAAP Basis)	<u>\$ 130,380</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 131,342
Differences-budget to GAAP	
Prior Year Payables	(962)
Total Expenditures (GAAP Basis)	<u>\$ 130,380</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--FRUIT & VEGETABLE PROGRAM

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 375	\$ 375	\$ 374	4 (1)
TOTAL REVENUE	<u>375</u>	<u>375</u>	<u>374</u>	<u>(1)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 375</u>	<u>\$ 375</u>		
EXPENDITURES				
Current				
Food Services-Operations	\$ 375	\$ 375	\$ 374	\$ 1
TOTAL EXPENDITURES	<u>375</u>	<u>375</u>	<u>374</u>	<u>1</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 374	
Differences-Budget to GAAP				
Total Revenues (GAAP Basis)			<u>\$ 374</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 374	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 374</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--PARTNERSHIPS IN CHARACTER EDUCATION PILOT

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 16,263	\$ 16,263	\$ 11,169	\$ (5,094)
TOTAL REVENUE	<u>16,263</u>	<u>16,263</u>	<u>11,169</u>	<u>(5,094)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 16,263</u>	<u>\$ 16,263</u>		
EXPENDITURES				
Current				
Instruction	\$ 13,036	13,036	11,134	1,902
Support Services-General Administration	477	477	420	57
Support Services-School Administration	2,750	2,750	2,633	117
TOTAL EXPENDITURES	<u>\$ 16,263</u>	<u>\$ 16,263</u>	<u>\$ 14,186</u>	<u>\$ 2,077</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 11,169
Differences-Budget to GAAP	
Current Year Receivable	14,186
Prior Year Receivable	(15,640)
Prior Year Deferral	4,168

Total Revenues (GAAP Basis) \$ 13,883

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 14,186
Differences-budget to GAAP	
Prior Year payable	(303)
Total Expenditures (GAAP Basis)	<u>\$ 13,883</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--TITLE V PART A

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 10,313	\$ 13,457	\$ 2,564	\$ (10,893)
TOTAL REVENUE	<u>10,313</u>	<u>13,457</u>	<u>2,564</u>	<u>(10,893)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 10,313</u>	<u>\$ 13,457</u>		
EXPENDITURES				
Current				
Instruction	\$ 10,041	13,121	11,231	1,890
Support Services-Students		24	-	24
Support Services-General Administration	272	312	152	160
TOTAL EXPENDITURES	<u>\$ 10,313</u>	<u>\$ 13,457</u>	<u>\$ 11,383</u>	<u>\$ 2,074</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 2,564
Differences-Budget to GAAP	
Current Year Receivable	7,120
Prior Year Deferral	1,699

Total Revenues (GAAP Basis) \$ 11,383

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 11,383
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 11,383</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ENGLISH LANGUAGE ACQUISITION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 58,076	\$ 77,071	\$ 22,216	\$ (54,855)
TOTAL REVENUE	<u>58,076</u>	<u>77,071</u>	<u>22,216</u>	<u>(54,855)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 58,076</u>	<u>\$ 77,071</u>		
EXPENDITURES				
Current				
Instruction	\$ 56,549	\$ 75,285	\$ 72,745	\$ 2,540
Support Services-General Administration	1,527	1,786	837	949
TOTAL EXPENDITURES	<u>58,076</u>	<u>77,071</u>	<u>73,582</u>	<u>3,489</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 22,216	
Differences-Budget to GAAP				
Current Year Receivable			58,828	
Prior Year Receivable			(7,462)	
Total Revenues (GAAP Basis)			<u>\$ 73,582</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 73,582	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 73,582</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--TEACHER/PRINCIPAL TRAINING & RECRUITING

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 545,158	\$ 590,879	\$ 281,857	\$ (309,022)
TOTAL REVENUE	<u>545,158</u>	<u>590,879</u>	<u>281,857</u>	<u>(309,022)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 545,158</u>	<u>\$ 590,879</u>		
EXPENDITURES				
Current				
Instruction	\$ 9,957	55,025	59,747	(4,722)
Support Services-Students	-	198	4	194
Support Services-Instruction	-	205,515	204,248	1,267
Support Services-General Administration	385,441	126,381	45,872	80,509
Support Services-School Administration	149,760	150,685	79,275	71,410
Central services	-	53,075	52,289	786
TOTAL EXPENDITURES	<u>\$ 545,158</u>	<u>\$ 590,879</u>	<u>\$ 441,436</u>	<u>\$ 149,443</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 281,857
Differences-Budget to GAAP	
Current Year Receivable	191,038
Prior Year Receivable	(57,706)
Prior Year Deferral	26,247
Total Revenues (GAAP Basis)	<u>\$ 441,436</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 441,436
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 441,436</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--SAFE & DRUG FREE SCHOOLS & COMMUNITIES

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 49,627	\$ 61,092	\$ 38,587	\$ (22,505)
TOTAL REVENUE	<u>49,627</u>	<u>61,092</u>	<u>38,587</u>	<u>(22,505)</u>

Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 49,627</u>	<u>\$ 61,092</u>		

EXPENDITURES				
Current				
Instruction	\$ -	11,345	5,418	5,927
Support Services-Students	48,322	47,372	39,827	7,545
Support Services-General Administration	1,305	2,375	1,381	994
TOTAL EXPENDITURES	<u>\$ 49,627</u>	<u>\$ 61,092</u>	<u>\$ 46,626</u>	<u>\$ 14,466</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 38,587
Differences-Budget to GAAP	
Current Year Receivable	35,173
Prior Year Receivable	(41,105)
Prior Year Deferral	8,821

Total Revenues (GAAP Basis) \$ 41,476

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 46,626
Differences-budget to GAAP	
Prior Year Payables	(5,150)
Total Expenditures (GAAP Basis)	<u>\$ 41,476</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--21st CENTURY LIVING CENTERS

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 395,182	\$ 426,837	\$ 142,994	\$ (283,843)
TOTAL REVENUE	<u>395,182</u>	<u>426,837</u>	<u>142,994</u>	<u>(283,843)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 395,182</u>	<u>\$ 426,837</u>		
EXPENDITURES				
Current				
Instruction	\$ 390,689	352,023	286,985	65,038
Support Services-General Administration	4,493	4,814	3,973	841
Support Services-School Administration	-	70,000	58,479	11,521
TOTAL EXPENDITURES	<u>\$ 395,182</u>	<u>\$ 426,837</u>	<u>\$ 349,437</u>	<u>\$ 77,400</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 142,994
Differences-Budget to GAAP	
Current Year Receivable	197,622
Prior Year Deferral	8,821

Total Revenues (GAAP Basis) \$ 349,437

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 349,437
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 349,437</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--CARL D PERKINS SECONDARY - CURRENT

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Refunds	\$ -	\$ -	\$ 300	\$ 300
Federal Revenue	94,348	102,606	146,723	44,117
TOTAL REVENUE	<u>94,348</u>	<u>102,606</u>	<u>\$ 147,023</u>	<u>\$ 44,417</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 94,348</u>	<u>\$ 102,606</u>		
EXPENDITURES				
Current				
Instruction	\$ 91,867	100,040	91,637	8,403
Support Services-General Administration	2,481	2,566	722	1,844

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--CARL D PERKINS SECONDARY - CARRYOVER

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE Favorable (Unfavorable)</u>
REVENUE				
Federal Revenue	\$ 2,637	\$ 2,637	\$ 2,224	\$ (413)
TOTAL REVENUE	<u>2,637</u>	<u>2,637</u>	<u>2,224</u>	<u>(413)</u>
 Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 2,637</u>	<u>\$ 2,637</u>		
 EXPENDITURES				
Current				
Instruction	\$ 2,567	2,567	2,198	369
Support Services-General Administration	70	70	25	45
TOTAL EXPENDITURES	<u>\$ 2,637</u>	<u>\$ 2,637</u>	<u>2,224</u>	<u>413</u>
 Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 2,224	
Differences-Budget to GAAP				
Total Revenues (GAAP Basis)			<u>\$ 2,224</u>	
 Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 2,224	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 2,224</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES—BUDGET (NON-GAAP)
AND ACTUAL—SPECIAL REVENUE FUND—CARL D PERKINS SECONDARY - REDISTRIBUTION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 48,642	\$ 48,642	\$ -	\$ (48,642)
TOTAL REVENUE	<u>48,642</u>	<u>48,642</u>	<u>\$ -</u>	<u>\$ (48,642)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 48,642</u>	<u>\$ 48,642</u>		
EXPENDITURES				
Current				
Instruction	\$ 35,142	35,142	29,855	5,287
Support Services-Students	3,335	3,335	2,935	400
Support Services-General Administration	6,830	6,830	5,647	1,183
Support Services-School Administration	3,335	3,335	3,163	172
TOTAL EXPENDITURES	<u>\$ 48,642</u>	<u>\$ 48,642</u>	<u>\$ 41,600</u>	<u>\$ 7,042</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Receivable	41,600
Total Revenues (GAAP Basis)	<u>\$ 41,600</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 41,600
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 41,600</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--VIOLENCE PREVENTION DEMONSTRATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 20,000	\$ 20,000	\$ 10,422	\$ (9,578)
TOTAL REVENUE	<u>20,000</u>	<u>20,000</u>	<u>10,422</u>	<u>(9,578)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 20,000</u>	<u>\$ 20,000</u>		
EXPENDITURES				
Current				
Instruction	\$ 20,000	20,000	10,422	9,578
TOTAL EXPENDITURES	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 10,422</u>	<u>\$ 9,578</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)

\$ 10,422

Differences-Budget to GAAP

Total Revenues (GAAP Basis)

\$ 10,422

Uses/outflows of resources

Actual amounts (budgetary basis)

\$ 10,422

Differences-budget to GAAP

Total Expenditures (GAAP Basis)

\$ 10,422

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES—BUDGET (NON-GAAP)
AND ACTUAL—SPECIAL REVENUE FUND-IMPACT AID- SPECIAL EDUCATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 186,784	\$ 186,784	\$ 109,908	\$ (76,876)
TOTAL REVENUE	<u>186,784</u>	<u>186,784</u>	<u>\$ 109,908</u>	<u>\$ (76,876)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 186,784</u>	<u>\$ 186,784</u>		
EXPENDITURES				
Current				
Instruction	\$ 8,000	8,000	-	8,000
Support Services-Students	176,386	176,386	96,835	79,551
Support Services-General Administration	2,398	2,398	1,323	1,075
TOTAL EXPENDITURES	<u>\$ 186,784</u>	<u>\$ 186,784</u>	<u>\$ 98,158</u>	<u>\$ 88,626</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 109,908	
Differences-Budget to GAAP				
Current Year Deferral			(198,535)	
Prior Year Deferral			186,785	
Total Revenues (GAAP Basis)			<u>\$ 98,158</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 98,158	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 98,158</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--MEDICAID TITLE XIX 3 TO 21

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 140,000	\$ 140,000	\$ 216,151	\$ 76,151
TOTAL REVENUE	<u>140,000</u>	<u>140,000</u>	<u>216,151</u>	<u>76,151</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 140,000</u>	<u>\$ 140,000</u>		
EXPENDITURES				
Current				
Support Services-Students	\$ 139,700	\$ 139,700	\$ 30,334	\$ 109,366
Support Services-General Administration	300	300	243	57
TOTAL EXPENDITURES	<u>\$ 140,000</u>	<u>\$ 140,000</u>	<u>30,577</u>	<u>109,423</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 216,151
Differences-Budget to GAAP	
Prior Year Receivable	(33,287)
Current Year Deferral	(178,291)
Prior Year Deferral	26,004
Total Revenues (GAAP Basis)	<u>\$ 30,577</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 30,577
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 30,577</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--CHILD & ADULT FOOD PROGRAM

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 15,000	\$ 15,000	\$ 11,132	\$ (3,868)
Forest Reserve				-
TOTAL REVENUE	<u>15,000</u>	<u>15,000</u>	<u>11,132</u>	<u>(3,868)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 15,000</u>	<u>\$ 15,000</u>		
EXPENDITURES				
Current				
Food Services-Operations	\$ 15,000	\$ 15,000	\$ 11,132	\$ 3,868
TOTAL EXPENDITURES	<u>15,000</u>	<u>15,000</u>	<u>11,132</u>	<u>3,868</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 11,132

Differences-Budget to GAAP

Total Revenues (GAAP Basis) \$ 11,132

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 11,132

Differences-budget to GAAP

Total Expenditures (GAAP Basis) \$ 11,132

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ROTC

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 80,000	\$ 80,000	\$ 51,872	\$ (28,128)
TOTAL REVENUE	<u>80,000</u>	<u>80,000</u>	<u>51,872</u>	<u>51,872</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 80,000</u>	<u>\$ 80,000</u>		
EXPENDITURES				
Current				
Instruction	\$ 80,000	80,000	58,385	21,615
TOTAL EXPENDITURES	<u>\$ 80,000</u>	<u>80,000</u>	<u>58,385</u>	<u>21,615</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 51,872
Differences-Budget to GAAP	
Current Year Deferral	(30,871)
Prior Year Deferral	37,384

Total Revenues (GAAP Basis) \$ 58,385

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 58,385
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 58,385</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--GEAR UP

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 126,219	\$ 126,219	\$ 142,537	\$ 16,318
TOTAL REVENUE	<u>126,219</u>	<u>126,219</u>	<u>142,537</u>	<u>16,318</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 126,219</u>	<u>\$ 126,219</u>		
EXPENDITURES				
Current				
Instruction	\$ 102,719	102,719	77,169	25,550
Support Services-Instruction	23,500	23,500	23,383	117
TOTAL EXPENDITURES	<u>\$ 126,219</u>	<u>\$ 126,219</u>	<u>\$ 100,552</u>	<u>\$ 25,667</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 142,537
Differences-Budget to GAAP	
Prior Year Receivable	(51,002)
Current Year Deferral	(29)
Total Revenues (GAAP Basis)	<u>\$ 91,506</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 100,552
Differences-budget to GAAP	
Prior Year Payable	(9,046)
Total Expenditures (GAAP Basis)	<u>\$ 91,506</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ENLACE - UNM

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local and Private Grants	\$ 250,000	\$ 250,000	\$ 157,359	\$ (92,641)
TOTAL REVENUE	<u>250,000</u>	<u>250,000</u>	<u>157,359</u>	<u>(92,641)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 250,000</u>	<u>\$ 250,000</u>		
EXPENDITURES				
Current				
Instruction	\$ -	-	237	(237)
Support Services-Students	176,450	176,450	176,227	223
Support Services-General Administration	300	300	300	-
Support Services-School Administration	300	300	300	-
Community Services-operations	72,950	72,950	72,350	600
TOTAL EXPENDITURES	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 249,414</u>	<u>\$ 586</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 157,359	
Differences-Budget to GAAP				
Current Year Receivable			92,055	
Total Revenues (GAAP Basis)			<u>\$ 249,414</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 249,414	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 249,414</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--ENLACE - PNM FOUNDATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local and Private Grants	\$ 1,662	\$ 1,662	\$ 100	\$ (1,562)
TOTAL REVENUE	<u>1,662</u>	<u>1,662</u>	<u>100</u>	<u>(1,562)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 1,662</u>	<u>\$ 1,662</u>		
EXPENDITURES				
Current				
Instruction	\$ 1,662	1,662	1,652	10
TOTAL EXPENDITURES	<u>\$ 1,662</u>	<u>\$ 1,662</u>	<u>\$ 1,652</u>	<u>\$ 10</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 100	
Differences-Budget to GAAP				
Total Revenues (GAAP Basis)			<u>\$ 100</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 1,652	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 1,652</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--HUBBARD FOUNDATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local and Private Grants	\$ 9,000	\$ 9,000	\$ 9,000	\$ -
TOTAL REVENUE	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 9,000</u>	<u>\$ 9,000</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ 9,000	\$ 9,000	\$ 9,000	\$ -
TOTAL EXPENDITURES	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 9,000	
Differences-Budget to GAAP				
Total Revenues (GAAP Basis)			<u>\$ 9,000</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 9,000	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 9,000</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--RURAL HEALTHY SCHOOLS COALITION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local and Private Grants	\$ 40,000	\$ 40,000	\$ 12,351	\$ (27,649)
TOTAL REVENUE	<u>40,000</u>	<u>40,000</u>	<u>12,351</u>	<u>(27,649)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 40,000</u>	<u>\$ 40,000</u>		
EXPENDITURES				
Current				
Instruction	\$ 40,000	40,000	2,440	37,560
TOTAL EXPENDITURES	<u>40,000</u>	<u>40,000</u>	<u>2,440</u>	<u>37,560</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 12,351
Differences-Budget to GAAP

Total Revenues (GAAP Basis)

\$ 12,351

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 2,440
Differences-budget to GAAP
Total Expenditures (GAAP Basis)

\$ 2,440
\$ 2,440

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--TECHNOLOGY FOR EDUCATION

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 148,311	\$ 148,311	\$ 148,311	\$ -
TOTAL REVENUE	<u>148,311</u>	<u>148,311</u>	<u>148,311</u>	<u>-</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 148,311</u>	<u>\$ 148,311</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ 58,136	\$ 58,136	\$ 48,187	\$ 9,949
Central services	90,175	90,175	88,712	1,463
TOTAL EXPENDITURES	<u>148,311</u>	<u>148,311</u>	<u>136,899</u>	<u>11,412</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 148,311	
Differences-Budget to GAAP				
Prior Year Receivable			(1,611)	
Current Year Deferral			(13,562)	
Prior Year Deferral			3,761	
Total Revenues (GAAP Basis)			<u>\$ 136,899</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 136,899	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 136,899</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--INCENTIVES FOR SCHOOL IMPROVEMENT ACT

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 5,742	\$ 5,742	\$ 98,479	\$ 92,737
TOTAL REVENUE	<u>5,742</u>	<u>5,742</u>	<u>98,479</u>	<u>92,737</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 5,742</u>	<u>\$ 5,742</u>		
EXPENDITURES				
Current				
Instruction	\$ 5,742	5,742	1,175	4,567
TOTAL EXPENDITURES	<u>\$ 5,742</u>	<u>\$ 5,742</u>	<u>\$ 1,175</u>	<u>\$ 4,567</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 98,479	
Differences-Budget to GAAP				
Current Year Deferral			(97,304)	
Total Revenues (GAAP Basis)			<u>\$ 1,175</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 1,175	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 1,175</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--FAMILY YOUTH RESOURCE ACT

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 45,000	\$ 45,000	\$ 12,924	\$ (32,076)
TOTAL REVENUE	<u>45,000</u>	<u>45,000</u>	<u>12,924</u>	<u>(32,076)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 45,000</u>	<u>\$ 45,000</u>		
EXPENDITURES				
Current				
Instruction	\$ -	26,000	11,033	14,967
Support Services-Students	43,875	17,875	29,656	(11,781)
Support Services-General Administration	1,125	1,125	468	657
TOTAL EXPENDITURES	<u>\$ 45,000</u>	<u>\$ 45,000</u>	<u>\$ 41,157</u>	<u>\$ 3,843</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 12,924
Differences-Budget to GAAP	
Current Year Receivable	41,159
Prior Year Receivable	(12,926)

Total Revenues (GAAP Basis) \$ 41,157

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 41,157
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 41,157</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--BEGINNING TEACHER MENTORING PROGRAM

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 40,873	\$ 40,873	\$ 80,682	\$ 39,809
Refunds	-	-	575	575
TOTAL REVENUE	<u>40,873</u>	<u>40,873</u>	<u>\$ 81,257</u>	<u>\$ 40,384</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 40,873</u>	<u>\$ 40,873</u>		
EXPENDITURES				
Current				
Instruction	\$ 40,873	36,873	29,321	7,552
Support Services-Instruction	-	4,000	495	3,505
Central services	-	-	5,090	(5,090)
TOTAL EXPENDITURES	<u>\$ 40,873</u>	<u>\$ 40,873</u>	<u>\$ 34,907</u>	<u>\$ 5,966</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 81,257	
Differences-Budget to GAAP				
Current Year Receivable			27,233	
Prior Year Receivable			(74,089)	
Total Revenues (GAAP Basis)			<u>\$ 34,401</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 34,907	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 34,907</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--BREAKFAST FOR ELEMENTARY STUDENTS

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 38,771	\$ 38,771	\$ 38,771	\$ -
TOTAL REVENUE	<u>38,771</u>	<u>38,771</u>	<u>38,771</u>	<u>-</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 38,771</u>	<u>\$ 38,771</u>		
EXPENDITURES				
Current				
Food Services-Operations	\$ 38,771	\$ 38,771	\$ 38,771	\$ -
TOTAL EXPENDITURES	<u>38,771</u>	<u>38,771</u>	<u>38,771</u>	<u>-</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 38,771

Differences-Budget to GAAP

Total Revenues (GAAP Basis) \$ 38,771

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 38,771

Differences-budget to GAAP

Total Expenditures (GAAP Basis) \$ 38,771

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--KINDERGARTEN - THREE PLUS

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 22,840	\$ 22,840	\$ -	\$ (22,840)
TOTAL REVENUE	<u>22,840</u>	<u>22,840</u>	<u>-</u>	<u>(22,840)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ 22,840</u>	<u>\$ 22,840</u>		
EXPENDITURES				
Current				
Instruction	\$ 22,840	22,840	13,223	9,617
TOTAL EXPENDITURES	<u>\$ 22,840</u>	<u>\$ 22,840</u>	<u>\$ 13,223</u>	<u>\$ 9,617</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Receivable	13,223
Total Revenues (GAAP Basis)	<u>\$ 13,223</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 13,223
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 13,223</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--21ST CENTURY LEARNING CENTER

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE Favorable (Unfavorable)</u>
REVENUE				
State Flow Through Grants	\$ 88,040	\$ 88,040	\$ 39,438	\$ (48,602)
TOTAL REVENUE	<u>88,040</u>	<u>88,040</u>	<u>39,438</u>	<u>(48,602)</u>
Cash Balance Budgeted	<u> </u>	<u> </u>		
TOTAL REVENUE & CASH	<u>\$ 88,040</u>	<u>\$ 88,040</u>		
EXPENDITURES				
Current				
Instruction	\$ 88,040	88,040	88,040	-
TOTAL EXPENDITURES	<u>\$ 88,040</u>	<u>88,040</u>	<u>88,040</u>	<u>-</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 39,438	
Differences-Budget to GAAP				
Current Year Receivable			48,602	
Total Revenues (GAAP Basis)			<u>\$ 88,040</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 88,040	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 88,040</u>	

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--AFTER SCHOOL ENRICHMENT PROGRAM

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 20,000	\$ 20,000	\$ 5,813	\$ (14,187)
TOTAL REVENUE	<u>20,000</u>	<u>20,000</u>	<u>\$ 5,813</u>	<u>\$ (14,187)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 20,000</u>	<u>\$ 20,000</u>		
EXPENDITURES				
Current				
Instruction	\$ 20,000	20,000	20,000	-
TOTAL EXPENDITURES	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ -</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)

\$ 5,813

Differences-Budget to GAAP

Total Revenues (GAAP Basis)

\$ 20,000

Uses/outflows of resources

Actual amounts (budgetary basis)

\$ 20,000

Differences-budget to GAAP

Total Expenditures (GAAP Basis)

\$ 20,000

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--LIBRARIES SB 301 GO BOND

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 67,115	\$ 67,115	\$ -	\$ (67,115)
TOTAL REVENUE	<u>67,115</u>	<u>67,115</u>	<u>-</u>	<u>(67,115)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 67,115</u>	<u>\$ 67,115</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ 67,115	\$ 67,115	\$ 31,846	\$ 35,269
TOTAL EXPENDITURES	<u>67,115</u>	<u>67,115</u>	<u>31,846</u>	<u>35,269</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Receivable	31,846
Total Revenues (GAAP Basis)	<u>\$ 31,846</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 31,846
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 31,846</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--COORDINATED APPROACH TO CHILD HEALTH

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 3,600	\$ 3,600	\$ 2,958	\$ (642)
TOTAL REVENUE	<u>3,600</u>	<u>3,600</u>	<u>2,958</u>	<u>(642)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 3,600</u>	<u>\$ 3,600</u>		
EXPENDITURES				
Current				
Instruction	\$ 3,600	3,600	3,027	573
TOTAL EXPENDITURES	<u>\$ 3,600</u>	<u>3,600</u>	<u>3,027</u>	<u>573</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 2,958
Differences-Budget to GAAP	
Current Year Receivable	69
Total Revenues (GAAP Basis)	<u>\$ 3,027</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 3,027
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 3,027</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND-- PRIVATE DIRECT GRANTS

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local and Private Grants	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)
TOTAL REVENUE	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 5,000</u>	<u>\$ 5,000</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ 5,000	\$ 5,000	\$ 5,000	\$ -
TOTAL EXPENDITURES	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Receivable	5,000
Total Revenues (GAAP Basis)	<u>\$ 5,000</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 5,000
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 5,000</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET -- GENERAL FUND

June 30, 2008

	<u>Operational</u>	<u>Transportation</u>	<u>Instructional Materials</u>	<u>TOTALS</u>
ASSETS				
Cash on Deposit	\$ 3,157,266	\$ 8,022	\$ 305,371	\$ 3,470,659
Due from Other Funds	2,583,100	-	-	2,583,100
Property Tax Receivable	4,620	-	-	4,620
Inventory	310,170	-	-	310,170
Due from other Agencies	-	11,978	-	11,978
TOTAL ASSETS	<u>\$ 6,055,156</u>	<u>\$ 20,000</u>	<u>\$ 305,371</u>	<u>\$ 6,380,527</u>
LIABILITIES AND FUND BALANCE				
Accounts Payable	-	-	-	-
Accrued Salaries Payable	1,650,595	-	-	1,650,595
Deferred Revenue	-	-	-	-
Due to Other Funds	-	20,000	-	20,000
TOTAL LIABILITIES AND OTHER CREDITS	1,650,595	20,000	-	1,670,595
FUND BALANCE				
Reserved for Inventory	310,170	-	-	310,170
Unreserved-Designated for Subsequent Years Expenditures	4,094,391	-	305,371	4,399,762
TOTAL FUND BALANCE	<u>4,404,561</u>	<u>-</u>	<u>305,371</u>	<u>4,709,932</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 6,055,156</u>	<u>\$ 20,000</u>	<u>\$ 305,371</u>	<u>\$ 6,380,527</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE -- GENERAL FUND

Year Ended June 30, 2008

	Operational	Transportation	Instructional Materials	TOTALS
REVENUE				
Federal Programs	\$ 633,171	\$ -	\$ -	\$ 633,171
State Programs	-	1,326,720	875,059	2,201,779
State Equalization	50,689,674			50,689,674
Interest Earnings	176,025			176,025
Charges For Services	75,917			75,917
Rent	10,329			10,329
Fees	18,117			18,117
Donations	252,834			252,834
Miscellaneous	22,825			22,825
Local Property Taxes	230,958	-	-	230,958
TOTAL REVENUES	<u>52,109,850</u>	<u>1,326,720</u>	<u>875,059</u>	<u>54,311,629</u>
EXPENDITURES				
Current	-			
Instruction	32,282,662	-	916,050	33,198,712
Support Services-Students	5,279,328	-	-	5,279,328
Support Services-Instruction	1,302,697	-	75,784	1,378,481
Support Services-General Administration	785,272	-	-	785,272
Support Services-School Administration	3,715,079	-	-	3,715,079
Central Services	1,222,573	-	-	1,222,573
Operation & Maintenance of Plant	6,488,944	-	-	6,488,944
Student Transportation	-	1,326,722	-	1,326,722
Acquisition & Construction	74,324			74,324
TOTAL EXPENDITURES	<u>51,150,879</u>	<u>1,326,722</u>	<u>991,834</u>	<u>53,469,435</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	958,971	(2)	(116,775)	842,194
Other Financing Sources (uses)				
Transfer IN (OUT)	(506)	-	-	(506)
Total Other Financial Sources	<u>(506)</u>	<u>-</u>	<u>-</u>	<u>(506)</u>
Net Change In Fund Balances	958,465	(2)	(116,775)	841,688
FUND BALANCE				
June 30, 2007	3,446,096	2	422,146	3,868,244
Restatement	-	-	-	-
Restated Balance	<u>3,446,096</u>	<u>2</u>	<u>422,146</u>	<u>3,868,244</u>
FUND BALANCE June 30, 2008	<u>\$ 4,404,561</u>	<u>\$ -</u>	<u>\$ 305,371</u>	<u>\$ 4,709,932</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--GENERAL FUND--OPERATIONAL

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 217,806	\$ 217,806	\$ 234,277	\$ 16,471
Fees - Educational	-	-	50	50
Rent and Leases	11,000	11,000	10,329	(671)
Fees-Users	3,500	3,500	12,217	8,717
Fees-Summer School	6,000	6,000	5,850	(150)
Fees - Governmental Agencies	-	-	6,422	6,422
Donations and Gifts	100,000	100,000	252,834	152,834
Interest Income	225,000	225,000	176,025	(48,975)
State Equalization	50,211,078	50,211,078	50,689,674	478,596
State Flow Through Grants	5,000	5,000	468	(4,532)
Impact Aid	427,278	427,278	565,522	138,244
Royalties	-	-	2,112	2,112
Access Board	-	-	67,649	67,649
Refunds	-	-	2,124	2,124
Indirect Cost - (DFG)	2,500	2,500	1,691	(809)
Indirect Cost - (Flow Through Grants)	150,000	150,000	67,337	(82,663)
Insurance Recoveries	5,000	5,000	18,588	13,588
TOTAL REVENUE	51,364,162	51,364,162	\$ 52,113,169	\$ 749,007

Cash Balance Budgeted	2,280,962	2,280,962		
TOTAL REVENUE & CASH	\$ 53,645,124	\$ 53,645,124		

EXPENDITURES

Current

Instruction	\$ 33,615,470	\$ 33,866,442	\$ 32,270,758	\$ 1,595,684
Support Services-Students	5,077,235	5,495,078	5,279,328	215,750
Support Services-Instruction	1,238,384	1,491,664	1,302,697	188,968
Support Services-General Administration	791,682	933,182	785,272	147,910
Support Services-School Administration	3,469,779	3,792,279	3,715,079	77,200
Central services	1,398,733	1,317,233	1,222,573	94,660
Operation & Maintenance of Plant	7,745,587	7,360,387	6,488,944	871,443
Other Support Services	308,254	308,254	-	308,254
Acquisition & Construction	-	75,000	74,324	676
TOTAL EXPENDITURES	\$ 53,645,124	\$ 54,639,520	\$ 51,138,976	\$ 3,500,544

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 52,113,169
Differences-Budget to GAAP	
Property tax Receivable	4,620
Prior Year Tax Receivables	(7,939)

Total Revenues (GAAP Basis) \$ 52,109,850

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 51,138,976
Differences-budget to GAAP	
Prior Year Payable	(66,434)
Inventory Adjustment	78,338
Total Expenditures (GAAP Basis)	<u>\$ 51,150,880</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--GENERAL FUND--TRANSPORTATION FUND

Year Ended June 30, 2008

	<u>ORIGINAL BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 1,286,253	\$ 1,326,724	\$ 1,514,852	\$ 188,128
TOTAL REVENUE	<u>1,286,253</u>	<u>1,326,724</u>	<u>1,514,852</u>	<u>188,128</u>
Cash Balance Budgeted	<u> </u>	<u> </u>		
TOTAL REVENUE & CASH	<u>\$ 1,286,253</u>	<u>\$ 1,326,724</u>		
EXPENDITURES				
Current				
Student Transportation	\$ 1,286,253	\$ 1,326,724	\$ 1,326,722	\$ 2
TOTAL EXPENDITURES	<u>1,286,253</u>	<u>1,326,724</u>	<u>1,326,722</u>	<u>2</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 1,514,852
Differences-Budget to GAAP	
Current Year Receivable	11,978
Prior Year Receivable	(200,110)

Total Revenues (GAAP Basis) \$ 1,326,720

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 1,326,722
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,326,722</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--GENERAL FUND--INSTRUCTIONAL MATERIALS FUND

Year Ended June 30, 2008

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 769,918	\$ 921,833	\$ 923,338	\$ 1,505
Refunds	-	-	180	180
Insurance Recoveries	-	-	2,871	2,871
TOTAL REVENUE	<u>769,918</u>	<u>921,833</u>	<u>\$ 926,388</u>	<u>\$ 4,555</u>
Cash Balance Budgeted	-	378,995		
TOTAL REVENUE & CASH	<u>\$ 769,918</u>	<u>\$ 1,300,828</u>		
EXPENDITURES				
Current				
Instruction	\$ 707,580	\$ 1,200,153	\$ 924,227	\$ 275,926
Support Services-Instruction	62,338	100,675	75,784	24,891
TOTAL EXPENDITURES	<u>\$ 769,918</u>	<u>\$ 1,300,828</u>	<u>\$ 1,000,011</u>	<u>\$ 300,817</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 926,388
Differences-Budget to GAAP	
Prior Year Receivable	(51,328)
Total Revenues (GAAP Basis)	<u>\$ 875,060</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 1,000,011
Differences-budget to GAAP	
Prior Year Payables	(8,177)
Total Expenditures (GAAP Basis)	<u>\$ 991,834</u>

The accompanying notes are an integral part of these financial statements.

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--CAPITAL PROJECTS FUND--BOND BUILDING

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Interest Income	\$ 20,000	\$ 20,000	\$ 28,273	\$ 8,273
Refunds	-	-	901	901
Bond Proceeds	6,000,000	6,000,000	6,000,000	-
TOTAL REVENUE	<u>6,020,000</u>	<u>6,020,000</u>	<u>\$ 6,029,175</u>	<u>\$ 9,175</u>

Cash Balance Budgeted	<u>786,366</u>	<u>786,366</u>		
TOTAL REVENUE & CASH	<u>\$ 6,806,366</u>	<u>\$ 6,806,366</u>		

EXPENDITURES				
Current				
Acquisition & Construction	\$ 806,366	\$ 7,077,458	\$ 555,936	\$ 6,521,522
TOTAL EXPENDITURES	<u>\$ 806,366</u>	<u>\$ 7,077,458</u>	<u>\$ 555,936</u>	<u>\$ 6,521,522</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 6,029,175
Differences-Budget to GAAP	

Total Revenues (GAAP Basis)	<u>\$ 6,029,175</u>
-----------------------------	---------------------

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 555,936
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 555,936</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
ACTUAL (NON GAAP BUDGETARY BASIS)--DEBT SERVICE FUND

Year Ended June 30, 2008

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 1,937,607	1,937,607	2,005,743	68,136
Interest Income	20,000	20,000	33,846	13,846
TOTAL REVENUE	<u>1,957,607</u>	<u>1,957,607</u>	<u>\$ 2,039,590</u>	<u>\$ 81,983</u>
Cash Balance Budgeted	<u>1,753,124</u>	<u>1,753,124</u>		
TOTAL REVENUE & CASH	<u>\$ 3,710,731</u>	<u>\$ 3,710,731</u>		
EXPENDITURES				
Current				
Support Services-General Administration	\$ 19,377	\$ 21,027	\$ 20,096	\$ 931
Principal	1,275,000	1,275,000	1,275,000	-
Interest & Finance Charges	662,607	662,607	662,606	1
Debt Service Reserve	1,753,747	1,752,097	-	1,752,097
TOTAL EXPENDITURES	<u>\$ 3,710,731</u>	<u>\$ 3,710,731</u>	<u>\$ 1,957,702</u>	<u>\$ 1,753,029</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 2,039,590
Differences-Budget to GAAP	
Property tax Receivable	39,743
Prior Year Tax Receivables	(71,913)
Total Revenues (GAAP Basis)	<u>\$ 2,007,420</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 1,957,702
Differences-budget to GAAP	
Prior Year Interest Payable	(313,614)
Current Year Interest Payable	286,530
Total Expenditures (GAAP Basis)	<u>\$ 1,930,618</u>

The accompanying notes are an integral part of these financial statements.

OTHER SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUND

Year Ended June 30, 2008

	BALANCE 7/01/07	ADDITIONS	DEDUCTIONS	BALANCE 6/30/08
Central Office	\$ 189,618	\$ 123,919	\$ 84,658	\$ 228,879
Clovis High School	270,456	915,988	873,605	312,839
Marshall Junior High	19,687	99,119	91,375	27,431
Yucca Junior High	40,045	131,948	150,124	21,869
Highland Elementary	11,415	17,998	25,857	3,556
James Bickley Elementary	10,611	26,975	24,695	12,891
Lockwood Elementary	1,889	25,114	26,352	651
Sandia Elementary	5,084	54,201	55,243	4,042
Parkview Elementary	10,701	29,722	28,920	11,503
Lincoln Jackson Elementary	2,581	3,833	3,839	2,575
Ranchvale Elementary	16,958	36,038	34,817	18,179
Lacasita Elementary	15,128	32,141	20,690	26,579
Bella Vista Elementary	2,544	28,534	24,880	6,198
Zia Elementary	12,246	70,685	65,679	17,252
Barry Elementary	19,062	42,845	46,815	15,092
Cameo Elementary	10,735	32,152	31,994	10,893
Mesa Elementary	20,804	93,607	90,381	24,030
Los Ninos Intervention	10,336	22,346	19,268	13,414
Choices School	706	1,031	684	1,053
SSC	842	3,388	2,131	2,099
Freshman	24,416	86,434	80,712	30,138
Scholarship	155,925	15,323	13,632	157,616
Total	<u>\$ 851,789</u>	<u>\$ 1,893,341</u>	<u>\$ 1,796,351</u>	<u>\$ 948,779</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2008

	FEDERAL CFDA NUMBER	PASS THROUGH GRANTOR NUMBER	PROGRAM EXPENDITURES
<u>US DEPARTMENT OF EDUCATION</u>			
Passed through New Mexico Public Education Department			
E Rate	88.001	11000	\$ 67,649
Title I	<1> 84.010	24101	2,719,506
Migrant Children Education	84.011	24103	90,233
Idea B Entitlement	84.027	24106	2,042,989
Idea B Preschool	84.027	24109	131,342
Title V	84.298	24150	11,384
English Language Acquisition	84.365A	25153	73,582
Teacher/Principal Training	<1> 84.367	24154	441,436
Safe & Drug Free Schools	84.186	24157	46,626
JAVITS	84.206A	24102	2,509
Fresh Fruits & Vegetables	10.582	24118	374
Carl Perkins	84.048	24174	136,183
Impact Aid	<1> 84.041	11000	565,522
Partnership in Character Education	84.215S	24129	14,186
Impact Aid Special Ed	84.041	25145	98,158
21st Century Community Living Centers	<1> 84.287C	24159	349,437
Title XIX Medicaid	93.778	25153	30,577
Violence Prevention	84.929A	25121	10,422
Child & Adult Food Program	10.588	25171	11,132
ROTC	12.XXX	25200	58,385
Gear Up	84.334A	25211	100,552
Total Department of Education			<u>7,002,184</u>
<u>US DEPARTMENT OF AGRICULTURE</u>			
Passed Through New Mexico Public Education Department			
National School Lunch	10.555	21000	2,650,489
School Food Commodity Distribution Program	10.559	21000	194,186
Total Department of Agriculture			<u>2,844,675</u>
TOTAL FEDERAL AWARDS EXPENDITURES			\$ <u>9,846,859</u>

<1> Major Program

Note 1 This schedule is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations.

Note 2 Non-Monetary assistance of \$61,653 is included in the schedule at fair market value of the commodities received from the Department of Agriculture.

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

SCHEDULE OF PLEDGED COLLATERAL

June 30, 2008

	TOTAL DEPOSITS	FDIC INSURANCE	UNINSURED BANK BALANCE	COLLATERAL REQUIRED	COLLATERAL PLEDGED	SECURITY DEFICIT	UNINSURED & UNCOLLATERALIZED DEPOSITS																																
NEW MEXICO BANK & TRUST	\$ 1,755,819	\$ 100,000	\$ 1,655,819	\$ 827,910	\$ 8,158,471	\$ -	\$ -																																
<table border="1"> <thead> <tr> <th>COLLATERAL</th> <th>CUSIP #</th> <th>MATURITY</th> <th>MARKET VALUE</th> </tr> </thead> <tbody> <tr> <td>FHLB207019891</td> <td>3133XCSA2</td> <td>09/12/08</td> <td>\$ 6,222,010</td> </tr> <tr> <td>FHLB207022908</td> <td>3133XL6B4</td> <td>06/04/09</td> <td>1,121,109</td> </tr> <tr> <td>FHLB207022908</td> <td>3133XL6B4</td> <td>06/04/09</td> <td>815,352</td> </tr> <tr> <td></td> <td></td> <td></td> <td><u>\$ 8,158,471</u></td> </tr> </tbody> </table>								COLLATERAL	CUSIP #	MATURITY	MARKET VALUE	FHLB207019891	3133XCSA2	09/12/08	\$ 6,222,010	FHLB207022908	3133XL6B4	06/04/09	1,121,109	FHLB207022908	3133XL6B4	06/04/09	815,352				<u>\$ 8,158,471</u>												
COLLATERAL	CUSIP #	MATURITY	MARKET VALUE																																				
FHLB207019891	3133XCSA2	09/12/08	\$ 6,222,010																																				
FHLB207022908	3133XL6B4	06/04/09	1,121,109																																				
FHLB207022908	3133XL6B4	06/04/09	815,352																																				
			<u>\$ 8,158,471</u>																																				
COLLATERAL HELD AT NEW MEXICO BANK & TRUST CLOVIS, NEW MEXICO																																							
CITIZENS BANK OF CLOVIS	\$ 5,326,783	\$ 100,000	\$ 5,226,783	\$ 2,613,392	\$ 3,175,026	\$ -	\$ 2,051,757																																
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			<u>\$ 3,175,026</u>																																				
COLLATERAL HELD AT TEXAS INDEPENDENT BANK DALLAS, TEXAS																																							
THE BANK OF CLOVIS	\$ 3,247,655	\$ 100,000	\$ 3,147,655	\$ 1,573,828	\$ 4,351,089	\$ -	\$ -																																
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COLLATERAL HELD AT FEDERAL HOME LOAN BANK IRVING, TEXAS																																							
NEW MEXICO STATE TREASURER	\$ 8,716,851	\$ -	\$ 8,716,851	\$ 8,716,851	\$ 8,716,851	\$ -	\$ -																																
Total all Institutions	\$ 19,047,108	\$ 300,000	\$ 18,747,108	\$ 13,731,980	\$ 24,401,437	\$ -	\$ 2,051,757																																

All pledged securities are held by the financial institutions trust Department or it's agent.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

BANK SUMMARY

June 30, 2008

BANK	ACCT TYPE	FUND	BANK BALANCE	DEPOSITS IN TRANSIT	OUTSTANDING CHECKS	NET CASH BALANCE
NEW MEXICO BANK & TRUST	CHK	A/P CLEARING	\$ 480,096	\$ 33,114	\$ 513,210	\$ -
	CHK	GENERAL BUILDING	1,275,723	101,371	13,191	1,363,903
			<u>1,755,819</u>	<u>134,485</u>	<u>526,401</u>	<u>1,363,903</u>
CITIZENS BANK	CHK	PAYROLL CLEARING	4,577,852	112,849	3,038,565	1,652,136
	CHK	ATHLETICS/ACTIVITY	420,706	15,895	2,115	434,486
	CHK	FOOD SERVICES	328,225	-	6	328,219
			<u>5,326,783</u>	<u>128,744</u>	<u>3,040,686</u>	<u>2,414,841</u>
		-	-	-	-	
BANK OF CLOVIS	CHK	MILTIFUND	<u>3,247,655</u>	<u>21,390</u>	<u>261,982</u>	<u>3,007,063</u>
NEW MEXICO STATE TREASURER	CD	MULTIFUND	* <u>8,716,851</u>	<u>-</u>	<u>-</u>	<u>8,716,851</u>
TOTAL DEPOSITS			<u>\$ 19,047,108</u>	<u>\$ 284,619</u>	<u>\$ 3,829,069</u>	<u>\$ 15,502,658</u>
* interest bearing						

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

BANK RECONCILIATION

JUNE 30, 2008

	Operational	Transportation	Food Services	Athletics	Federal Projects	Local & State	SB-9
Audited Net Cash							
JUNE 30, 2007	\$ 2,436,984	\$ (200,108)	\$ 375,516	\$ 75,273	\$ 195,313	\$ 7,454	\$ 1,709,224
	-	-	-	-	-	-	-
TOTAL CASH BALANCE	-	-	-	-	-	-	-
JUNE 30, 2008	2,436,984	(200,108)	375,516	75,273	195,313	7,454	1,709,224
Add: Prior year void checks	-	-	-	-	-	-	-
2007-2008 Revenue	52,115,158	1,514,852	3,189,943	292,804	4,946,644	642,157	1,034,268
Loans Paid back	-	-	-	-	-	-	-
Loans In	679,099	-	-	-	2,273,000	290,100	-
Transfers In	-	20,000	-	-	-	-	-
	52,794,257	1,534,852	3,189,943	292,804	7,219,644	932,257	1,034,268
TOTAL AVAILABLE CASH	55,231,241	1,334,744	3,565,459	368,077	7,414,957	939,711	2,743,492
2007-2008 Expenditures	51,143,019	1,326,722	2,727,957	262,274	6,368,810	672,064	1,607,375
Loans Out	2,583,100	-	-	-	-	-	-
Loans Paid Back	-	-	-	-	556,085	110,164	-
Transfers Out	-	-	-	-	-	-	-
	53,726,119	1,326,722	2,727,957	262,274	6,924,895	782,228	1,607,375
NET CASH, JUNE 30, 2008	1,505,122	8,022	837,502	105,803	490,062	157,483	1,136,117
Cash On hand	-	-	-	-	-	-	-
Add Back Checks Held	1,650,595	-	-	-	-	-	-
TOTAL CASH, JUNE 30, 2008	\$ 3,155,717	\$ 8,022	\$ 837,502	\$ 105,803	\$ 490,062	\$ 157,483	\$ 1,136,117

Debt Service	Activities	Instructional Materials	SPECIAL CAP OUTLAY STATE	Bond Building	Public School Capital Outlay	Payroll Clearing
\$ 1,807,849	\$ 851,743	\$ 378,994	\$ 354	\$ 1,057,458	\$ -	\$ -
-	-	-	-	-	-	-
1,807,849	851,743	378,994	354	1,057,458	-	-
2,043,448	1,893,341	926,389	235,655	6,029,175	65,054	-
-	-	-	20,000	-	55,000	-
2,043,448	1,893,341	926,389	255,655	6,029,175	120,054	-
3,851,297	2,745,084	1,305,383	256,009	7,086,633	120,054	-
1,961,561	1,791,305 5,000	1,000,012	241,496	555,936 75,000	115,739	-
-	-	-	13,000	-	-	-
1,961,561	1,796,305	1,000,012	254,496	630,936	115,739	-
1,889,736	948,779	305,371	1,513	6,455,697	4,315	-
-	-	-	-	-	-	-
<u>\$ 1,889,736</u>	<u>\$ 948,779</u>	<u>\$ 305,371</u>	<u>\$ 1,513</u>	<u>\$ 6,455,697</u>	<u>\$ 4,315</u>	<u>\$ 1,541</u>

SINGLE AUDIT SECTION

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

Mr. Hector H Balderas, State Auditor
The Board of Directors
Clovis Municipal Schools
Clovis, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, the budgetary comparisons of the general fund and major special revenue funds, and the aggregate remaining fund information of Clovis Municipal Schools, as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated November 14, 2008. We also have audited the financial statements of each of Clovis Municipal Schools non major governmental and all the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. We conducted our audit in accordance with auditing 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 Clovis Municipal Schools 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 Clovis Municipal Schools' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Clovis Municipal Schools' internal control over financial reporting.

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 the agency's internal control. We consider the deficiency described in the accompanying schedule of findings and responses to be significant deficiency in internal control over financial reporting. 08-01

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 the agency's internal control.

Our consideration of 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 internal control over financial reporting that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Clovis Municipal Schools' 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 08-02 and 08-03.

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

This report is intended solely for the information and use of the Board of Education, management, the office of the New Mexico State Auditor, the New Mexico Public Education Department, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Ray Woodard & Associates

Portales, New Mexico
November 14, 2008

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
 APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
 OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mr. Hector Balderas, State Auditor
 The Board of Directors,
 Clovis Municipal Schools
 Clovis, New Mexico

Compliance

We have audited the compliance of Clovis Municipal Schools with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2008. Clovis Municipal Schools' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Clovis Municipal Schools' management. Our responsibility is to express an opinion on Clovis Municipal School's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Clovis Municipal School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Clovis Municipal Schools' compliance with those requirements.

In our opinion, Clovis Municipal Schools complied, in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

The management of Clovis Municipal Schools is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Clovis Municipal Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinions on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Clovis Municipal Schools' internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We do not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of Education, Management, the Office of the New Mexico State Auditor, the New Mexico Public Education Department and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Clovis, New Mexico
 November 14, 2008

Roy Woodard & Associates

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

June 30, 2008

PRIOR YEAR AUDIT FINDINGS – Portales Municipal Schools

CAPITAL ASSETS NOT INVENTORIED AND DEPRECIATED – 2007-1

Statement of Condition: Clovis Municipal Schools did not notify the State Auditor regarding the removal of a fixed asset from the depreciation schedule.

Recommendation: The District should submit a listing of all assets to be removed from the depreciation schedule to the State Auditor at least 30 days prior to removing items from the depreciation schedule.

Response: The District has reviewed Section 2.2.2.10 NMAC regarding the Disposition of Property. This written requirement has been given to department heads. In the future a listing of all assets to be removed from the depreciation schedule will be submitted to the State Auditor at least 30 days prior to removing the items from the depreciation schedule.

Status: Resolved

STATE OF NEW MEXICO
 CLOVIS MUNICIPAL SCHOOL DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COST

June 30, 2008

I. SUMMARY OF AUDITORS RESULTS:

Report on Financial Statements	Unqualified
Significant Deficiencies on GAGAS	None
Material Weakness involving Significant Deficiencies	None
Material Noncompliance	None
Questioned Cost	None
Type A & Type B dollar threshold	\$300,000
Entity Risk	Low Risk
Major Federal Program	PL 874 Impact Aid #84.041 Title I #84.011 Teacher/Principal Training #84.367A 21 st Century Community Living Centers 84.287C
Significant Deficiencies on Internal Control over Major Programs	None
Report on Compliance with Major Programs	Unqualified

II. FEDERAL PROGRAM FINDINGS:

None

III. FINANCIAL STATEMENT FINDINGS:

LACK OF MAINTENANCE OF CAPITAL ASSET RECORDS – 08-01

Statement of Condition: The capital asset detail was not reconciled by District personnel until the time of the audit. Additions, retirements, and transfers had not been input or verified for accuracy. Approximately \$4.3 million in capital assets ranging from \$1,000 to \$4,999 were removed from capital assets that were still in use by the District.

Criteria: GASB 34 required the recording, maintenance and depreciation of assets. The initial threshold for capitalization was \$1,000 and increased to \$5,000.

Cause: There was turn over in key personnel in charge of maintaining the District's capital asset system. In addition the District has implemented new computer software district-wide. The new software does include the District's financial records including capital assets. However, capital assets had not been converted as of audit time.

Effect: Records were not ready for the auditors at the time of the audit. District personnel could have uncertainty of the accuracy of the capital asset records.

Recommendation: In a District the size of Clovis Municipal Schools, the capital assets should be reconciled on a monthly basis to ensure all additions, deletions, and transfers have been accurately recorded. The District should also convert the capital assets to the new computer software.

Response: The District is in the process of implementing departmental changes to aid in the monthly maintenance of capital assets. The District plans to begin inputting the capital asset detail into the new system immediately.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COST

June 30, 2008

III. FINANCIAL STATEMENT FINDINGS: (continued)

ACTIVITY DEPOSIT HELD IN VIOLATION OF THE 24-HOUR RULE – 08-02

Statement of Condition: During the review of deposits made for the District's activity fund, it was noted that one deposit was not being made until eleven days after the money was collected. This incident was isolated and no other exceptions were noted.

Criteria: NMAC 6.20.2.14 Money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Cause: The person in charge of the deposit simply forgot to make the deposit and discovered their error after eleven days had passed.

Effect: Holding money subjects the money to loss, theft, or misappropriation. This also subjects the District, District employees, parents and students to possible loss and liability.

Recommendation: Activity fund money collected should be deposited with the bank the day it is collected and receipted. District personnel should submit all money the day it is collected to the campus secretary or, where appropriate, make the bank deposit the same day to avoid possible loss and theft.

Response: The District will continue training all personnel in the procedures of collecting and depositing activity fund cash.

OVERSPENT BUDGETS 08-03

Statement of Condition: The District had four funds with overspent budget line items. JAVITS Support Services – General Administration was overspent by \$29. Teacher/Principal Training Instruction was overspent by \$4,722. ENLACE Instruction was overspent by \$237 and Family and Youth Resource Program Support Services - Students was overspent by \$11,781.

Criteria: 22-8-11(B) NMSA 1978 states "No school board officer or employee of a school district shall make any expenditure or incur any obligation unless it is made in accordance with an operating budget approved by the state department. This prohibition does not prohibit the transfer of funds pursuant to the department's rules and procedures.

Cause: Budget adjustment requests were not completed and submitted to the New Mexico Public Education Department to adjust budget expenditures between functions.

Effect: Violation of regulations that prohibit deficit spending. Individual line items show to be overspent though the fund as a whole is within budget.

Recommendation: The District should submit adjustment request where appropriate to prevent overspent budget function.

Response: Management concurs with recommendation.

STATE OF NEW MEXICO
CLOVIS MUNICIPAL SCHOOLS

June 30, 2008

OTHER DISCLOSURES

AUDITOR PREPARED FINANCIAL STATEMENTS

These financial statements and related footnotes and supplemental information were prepared by the auditor. The auditor cannot be a part of the District's internal control, thus the preparation of the report is not a substitute for managements internal control and is not considered in the auditors evaluation of the severity of the internal control deficiency.

EXIT CONFERENCE

The exit conference, to discuss the contents of this report, was held on November 14, 2008. In attendance meeting were Dr Rhonda Seidenwurm, Superintendent; Ladona Clayton, Deputy Superintendent of Instruction; Joel Shirley, Deputy Superintendent of Operations; Jose Cano, Chief Financial Officer; Shawna Russell, Supervisor Finance Department; Mark Lansford, Board Secretary, and Lola Bryant, Board President. Gayland Cowen and John McKinley represented our firm at the meeting.