

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2010
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

 KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

OFFICIAL ROSTER
June 30, 2010

Board of Education

Marty Vigil	Board President
Marcellino Crespín	Board Vice President
Happy Martínez	Board Secretary
Marlene Waukazoo	Board Member
Darlene Chiquito	Board Member

Audit Committee

Christine Montoya	Board Member
Marty Vigil	Board Member
Consuelo Velarde	Community Member
Veronica Casaus	Parent

School Officials

Victor V. Velarde	Superintendent
Higinia Cordova	Business Manager

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FINANCIAL SECTION

FISCAL YEAR 2010

JULY 1, 2009 THROUGH JUNE 30, 2010

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INDEPENDENT AUDITORS' REPORT

Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund of the Cuba Independent School District No. 62, as of and for the year ended June 30, 2010, which collectively comprise Cuba Independent School District No. 62's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Cuba Independent School District No. 62's nonmajor governmental funds and the budgetary comparisons for the major capital projects funds, debt service funds, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the agency's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuba Independent School District No. 62, as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons of the general fund and major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Cuba Independent School District No. 62, as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital projects funds, debt service fund, and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2010, on our consideration of the Cuba Independent School District No. 62's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

The District has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not a required part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A- 133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Keystone Accounting, LLC

October 25, 2010

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATEMENT OF NET ASSETS
June 30, 2010

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 2,572,830
Receivables:	
Delinquent property taxes receivable	104,285
Grants	711,872
Due from other governments	13,877
Deferred bond issuance costs	156,223
USDA commodities inventory	21,208
Food inventory	9,370
Non-current:	
Non-depreciable assets	1,608,857
Depreciable capital assets, net	<u>19,971,120</u>
Total assets	<u>25,169,642</u>
LIABILITIES	
Accounts payable	16,626
Accrued interest	48,050
Deferred grant revenue	600,468
Compensated absences	36,071
Noncurrent liabilities:	
Due within one year	575,000
Due in more than one year	<u>3,685,000</u>
Total liabilities	<u>4,961,215</u>
NET ASSETS	
Invested in capital assets, net of related debt	17,428,150
Restricted for:	
Inventories	30,578
Capital projects	668,852
Debt service	814,285
Unrestricted	<u>1,266,562</u>
Total net assets	<u>\$ 20,208,427</u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Primary government:					
Governmental activities:					
Instruction	\$ 5,727,531	\$ 61,421	\$ 1,638,546	\$ 28,461	\$ (3,999,103)
Support Services - Students	1,665,165	30,059	476,375	8,274	(1,150,457)
Support Services - Instruction	105,910	-	30,299	526	(75,085)
Support Services - General Administration	375,065	-	107,300	1,864	(265,901)
Support Services - School Administration	702,259	-	200,904	3,490	(497,865)
Central Services	724,922	-	207,387	-	(517,535)
Operations & Maintenance of Plant	1,272,572	-	364,060	-	(908,512)
Student Transportation	860,664	-	697,740	-	(162,924)
Food Services	451,511	26,845	308,916	-	(115,750)
Community Services	26,500	-	7,581	-	(18,919)
Bond interest paid	<u>132,255</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(132,255)</u>
 Total governmental activities	 <u>\$ 12,044,354</u>	 <u>\$ 118,325</u>	 <u>\$ 4,039,108</u>	 <u>\$ 42,615</u>	 <u>(7,844,306)</u>
 General revenues:					
Property Taxes:					
					25,876
					527,495
					102,744
					6,818,479
					<u>2,807</u>
					<u>7,477,401</u>
					(366,905)
					<u>20,575,332</u>
					<u>\$ 20,208,427</u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2010

	General <u>Fund</u>	Impact Aid Indian Education <u>Fund</u>	Bond Building <u>Fund</u>	Debt Services <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
ASSETS						
Pooled cash and investments	\$ 950,245	\$ 318,477	\$ 453,495	\$ 655,093	\$ 195,520	\$ 2,572,830
Receivables:						
Delinquent property taxes	3,289	-	-	83,449	17,547	104,285
Grant	-	-	-	-	711,872	711,872
Due from other governments	452	-	-	11,192	2,233	13,877
Due from other funds	475,729	-	-	30,481	27,558	533,768
USDA commodities inventory	-	-	-	-	21,208	21,208
Food inventory	-	-	-	-	9,370	9,370
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 1,429,715</u>	<u>\$ 318,477</u>	<u>\$ 453,495</u>	<u>\$ 780,215</u>	<u>\$ 985,308</u>	<u>\$ 3,967,210</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts payable	\$ 9,201	\$ 540	\$ -	\$ -	\$ 6,885	\$ 16,626
Due to other funds	176,840	51,189	-	-	305,739	533,768
Deferred revenue:						
Federal, state, and local grants	-	266,748	-	-	333,720	600,468
Delinquent property taxes	3,289	-	-	83,449	17,547	104,285
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>189,330</u>	<u>318,477</u>	<u>-</u>	<u>83,449</u>	<u>663,891</u>	<u>1,255,147</u>
Fund balance:						
Reserved for:						
Inventories	-	-	-	-	30,578	30,578
Capital projects funds	-	-	453,495	-	198,827	652,322
Debt service	-	-	-	696,766	33,053	729,819
Unreserved, designated for, and reported in:						
Special revenue funds	-	-	-	-	58,959	58,959
Unreserved, undesignated, and reported in:						
General fund	<u>1,240,385</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,240,385</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>1,240,385</u>	<u>-</u>	<u>453,495</u>	<u>696,766</u>	<u>321,417</u>	<u>2,712,063</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 1,429,715</u>	<u>\$ 318,477</u>	<u>\$ 453,495</u>	<u>\$ 780,215</u>	<u>\$ 985,308</u>	<u>\$ 3,967,210</u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

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

June 30, 2010

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

Fund balances - total governmental funds	\$ 2,712,063
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets	30,137,944
Accumulated depreciation	(8,557,967)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	
Property taxes receivable	104,285
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	
Bonds payable	(4,260,000)
Accrued interest payable	(48,050)
Accrued vacation payable	(36,071)
Bond issue costs	<u>156,223</u>
Net assets of governmental activities	\$ <u>20,208,427</u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General <u>Fund</u>	Indian Education <u>Fund</u>	Bond Building <u>Fund</u>	Debt Services <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Revenues:						
Federal sources:						
Public Law 874	\$ 1,628,139	\$ 285,527	\$ -	\$ -	\$ 42,935	\$ 1,956,601
Forest reserve	6,954	-	-	-	-	6,954
Federal flowthrough grants	96,517	-	-	-	725,798	822,315
Federal direct grants	-	-	-	-	1,869,634	1,869,634
USDA Commodities	-	-	-	-	23,545	23,545
State sources:						
State equalization guarantee	4,775,390	-	-	-	-	4,775,390
State flow through grants	-	-	-	-	40,523	40,523
Transportation	697,740	-	-	-	-	697,740
State instructional material	27,474	-	-	-	-	27,474
State grant	-	-	-	-	233,314	233,314
Local sources:						
Grant	-	-	-	-	79,269	79,269
District school tax levy	24,670	-	-	503,445	98,615	626,730
Fees and activities	61,421	-	-	-	56,904	118,325
Earnings from investments	2,766	-	1,487	328	764	5,345
Miscellaneous	-	-	104	62,438	16,992	79,534
Total revenue	\$ 7,321,071	\$ 285,527	\$ 1,591	\$ 566,211	\$ 3,473,664	\$ 11,648,064

(continued)

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General <u>Fund</u>	Indian Education <u>Fund</u>	Bond Building <u>Fund</u>	Debt Services <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Expenditures:						
Current:						
Instruction	\$ 3,274,668	\$ 244,661	\$ -	\$ -	\$ 1,687,977	\$ 5,207,306
Support Services - Students	867,820	15,397	-	-	630,703	1,513,920
Support Services - Instruction	136,040	-	-	-	2,756	138,796
Support Services - General Administration	234,525	2,680	-	5,160	98,633	340,998
Support Services - School Administration	533,863	2,599	-	-	102,012	638,474
Central Services	566,507	17,943	-	-	74,628	659,078
Operations & Maintenance of Plant	812,534	1,707	-	-	342,745	1,156,986
Student Transportation	697,879	-	-	-	84,612	782,491
Food Services	110,503	-	-	-	299,998	410,501
Community Services	21,402	540	-	-	2,151	24,093
Capital outlay	35,498	-	988,414	-	53,796	1,077,708
Debt service:						
Principal retirement	-	-	-	535,000	-	535,000
Bond interest paid	-	-	-	117,175	-	117,175
Bond issuance costs	-	-	40,534	-	-	40,534
Total expenditures	<u>7,291,239</u>	<u>285,527</u>	<u>1,028,948</u>	<u>657,335</u>	<u>3,380,011</u>	<u>12,643,060</u>
Excess (deficiency) of revenues over expenditures	<u>29,832</u>	<u>-</u>	<u>(1,027,357)</u>	<u>(91,124)</u>	<u>93,653</u>	<u>(994,996)</u>
Other financing sources and financing uses:						
Sale of bonds	-	-	475,000	-	-	475,000
Transfers in	-	-	-	77,117	-	77,117
Transfers out	<u>(77,117)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(77,117)</u>
Total other financing sources and financing uses	<u>(77,117)</u>	<u>-</u>	<u>475,000</u>	<u>77,117</u>	<u>-</u>	<u>475,000</u>
Net change in fund balance	(47,285)	-	(552,357)	(14,007)	93,653	(519,996)
Fund balance at beginning of the year	<u>1,287,670</u>	<u>-</u>	<u>1,005,852</u>	<u>710,773</u>	<u>227,764</u>	<u>3,232,059</u>
Fund balance at end of the year	<u>\$ 1,240,385</u>	<u>\$ -</u>	<u>\$ 453,495</u>	<u>\$ 696,766</u>	<u>\$ 321,417</u>	<u>\$ 2,712,063</u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

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

Net change in fund balance - total governmental funds	\$ (519,996)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year</p>	
Capital outlay	1,077,708
Depreciation	(1,081,962)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
<p>Deferred property taxes at:</p>	
June 30, 2009	(74,900)
June 30, 2010	104,285
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, and similar, items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Current year principal payments	535,000
Bonds sold	(475,000)
Current year issuance costs	40,534
Issuance cost amortization	(15,660)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
<p>Compensated Absences at:</p>	
June 30, 2009	78,577
June 30, 2010	(36,071)
<p>Accrued interest at:</p>	
June 30, 2009	(48,050)
June 30, 2010	<u>48,630</u>
Change in net assets of governmental activities	<u><u>\$ (366,905)</u></u>

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Public Law 874	\$ 1,716,812	\$ 1,716,812	\$ 1,628,139	\$ (88,673)
Forest reserve	7,266	7,266	6,954	(312)
Federal grant	85,000	85,000	96,517	11,517
State sources:				
State equalization guarantee	4,966,772	4,708,529	4,775,390	66,861
Transportation	705,862	712,425	697,740	(14,685)
State instructional material	27,474	112,101	27,474	(84,627)
Local sources:				
District school tax levy	24,568	24,568	25,022	454
Fees and activities	42,000	42,000	61,421	19,421
Earnings from investments	<u>10,200</u>	<u>10,200</u>	<u>2,766</u>	<u>(7,434)</u>
Total revenues	<u>7,585,954</u>	<u>7,418,901</u>	<u>7,321,423</u>	<u>(97,478)</u>
Expenditures:				
Current:				
Instruction	3,386,093	3,394,020	3,274,668	119,352
Support Services - Students	957,455	1,025,105	867,821	157,284
Support Services - Instruction	219,293	214,893	136,040	78,853
Support Services - General Administration	282,000	302,550	235,461	67,089
Support Services - School Administration	560,960	557,960	533,863	24,097
Central Services	582,149	585,849	566,599	19,250
Operation & Maintenance of Plant	1,673,143	1,255,750	820,819	434,931
Student Transportation	730,862	737,425	697,926	39,499
Other Support Services	3,172	3,172	-	3,172
Food Services Operations	49,000	154,391	110,503	43,888
Community Services Operations	12,070	21,679	21,402	277
Capital outlay:				
Equipment	<u>-</u>	<u>36,350</u>	<u>35,498</u>	<u>852</u>
Total expenditures	<u>8,456,197</u>	<u>8,289,144</u>	<u>7,300,600</u>	<u>988,544</u>
Excess (deficiency) of revenues over expenditures	(870,243)	(870,243)	20,823	891,066
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>(77,117)</u>	<u>(77,117)</u>
Net change in fund balance	(870,243)	(870,243)	(56,294)	813,949
Beginning cash balance budgeted	870,243	870,243	-	(870,243)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,287,670</u>	<u>1,287,670</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>1,231,376</u>	<u>\$ 1,231,376</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			729	
Change in payables			9,361	
Change in due to other funds			125	
Change in deferred property taxes			<u>(1,206)</u>	
			<u>\$ 1,240,385</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

IMPACT AID INDIAN EDUCATION SPECIAL REVENUE FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Public Law 874	\$ 651,956	\$ 651,956	\$ 406,833	\$ (245,123)
Expenditures:				
Current:				
Instruction	316,147	316,147	289,485	26,662
Support Services - Students	4,000	18,403	15,397	3,006
Support Services - Instruction	8,000	8,000	-	8,000
Support Services - General Administration	10,500	11,681	2,680	9,001
Support Services - School Administration	6,300	6,593	2,599	3,994
Central Services	50,600	33,378	17,943	15,435
Operation & Maintenance of Plant	32,066	33,411	1,707	31,704
Capital outlay:				
Construction in progress	<u>224,343</u>	<u>224,343</u>	-	<u>224,343</u>
Total expenditures	<u>651,956</u>	<u>651,956</u>	<u>329,811</u>	<u>322,145</u>
Excess of revenues over expenditures	-	-	77,022	77,022
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	77,022	<u>\$ 77,022</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			44,284	
Change in deferred revenue			<u>(121,306)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2010

ASSETS

Pooled cash and investments	\$ <u>71,399</u>
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LIABILITIES

Deposits held for others	\$ <u>71,399</u>
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The notes to the financial statements are an integral part of this statement.

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. Based upon the application of these criteria, no component units or fiduciary units were included in the financial statements.

GAAP requires that financial statements present the District (primary government) and its component units. The district does not have any component units that are required to be presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*.

1. Blended Component Units

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

2. Discretely Presented Component Units

The District does not have any component units reported as discretely presented component units.

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The government reports the following major governmental funds:

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

Impact Aid Indian Education Special Revenue Fund – To provide financial assistance to local educational agencies (LEA’S) where enrollments or availability of revenue are adversely affected by federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), where there is a significant number of children who reside on federal (including Indian) lands and/or children whose parents are employed on federal property or in the Uniformed Services (Section 3(a) and 3 (b)); where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

Bond Building Capital Projects Fund – This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

Debt Service Fund – To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Additionally, the government reports the following fund types:

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

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

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

Fiduciary Funds – Agency funds used to account for financial resources used by the student activity groups for which the District has stewardship

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Assets or Equity

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

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

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

1. *Deposits and investments*

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

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

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the school district. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

2. *Receivables and payables*

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

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

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

3. *Inventories*

USDA commodities are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. *Capital assets*

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-50
Land Improvements	10-20
Vehicles	5-7
Office equipment	5
Computer equipment	3-5

5. *Compensated absences*

It is the District's policy to permit employees to accumulate 30 days of earned but unused vacation, which no more than 20 days will be paid to employees upon separation from the District's service. Twelve-month employees that are full time are entitled to two weeks paid vacation per year that is accrued when incurred in the government-wide financial statements.

Sick pay does not vest and is recorded as expenditures when it is paid.

6. *Long-term obligations*

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

7. *Fund balance*

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

8. *Net assets*

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

a. Invested in capital assets, net of related debt

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

b. Restricted net assets

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

c. Unrestricted net assets

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

9. *Indirect Costs*

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

10. *Estimates*

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

11. *Revenues*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$4,775,390 in state equalization guarantee distributions during the year ended June 30, 2010.

School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$697,740 in transportation distributions during the year ended June 30, 2010.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

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

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

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

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2010 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 8,456,197	\$ 8,289,144
Special Revenue Fund	3,596,398	5,473,581
Debt Service Fund	1,158,681	1,158,681
Capital Projects Fund	1,787,105	2,273,346
Totals	\$ 14,998,381	\$ 17,194,752

B. Budgetary Violations

The District exceeded its legal budget in individual funds as referenced in Finding 2010-3 on page 179. The District is aware of legal binding of budgets and has implemented a system of checks that will help prevent any further violations of budgetary control.

C. Deficit fund equity

There were two funds that had deficit fund balances as of June 30, 2010 as follows:

	<u>Deficit</u> <u>Fund Balance</u>
Public School Capital Outlay	\$ 129,557
Special Capital Outlay - State	24,494
	\$ 154,051

These deficit balances are to be covered by the General Fund.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2010, the carrying amount of the District's deposits was \$2,644,229 and the bank balance was \$3,073,635 with difference consisting of outstanding checks and reconciling errors. Of this balance \$331,248 was covered by federal depository insurance and \$3,584,375 was covered by collateral held in joint safekeeping by a third party. The bank had pledged collateral that exceeded the entire bank balance by \$841,988.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits. As of June 30, 2010, the District's bank balance of \$3,073,635 was not exposed to any custodial risk as follows:

Uninsured and uncollateralized	\$ (841,988)
Uninsured and collateral held by pledging bank's trust dept not in the District's name	<u>3,584,375</u>
Total uninsured	2,742,387
Insured (FDIC)	<u>331,248</u>
Total deposits	<u><u>\$ 3,073,635</u></u>
State of New Mexico collateral requirement:	
Pledged security	\$ 3,584,375
Less: 50% of uninsured public fund bank deposits	<u>1,371,193</u>
Over collateralization	<u><u>\$ 2,213,182</u></u>

The collateral pledged is listed on Page 162 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.

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

B. Receivables

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

	<u>General</u>	<u>Debt Services</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Receivables:				
Delinquent property taxes	\$ 3,290	\$ 83,449	\$ 17,547	\$ 104,286
Grant	-	-	711,872	711,872
Due from other:				
Governments	452	11,192	2,233	13,877
Funds	<u>475,729</u>	<u>30,481</u>	<u>27,558</u>	<u>533,768</u>
Total	<u>\$ 479,471</u>	<u>\$ 125,122</u>	<u>\$ 759,210</u>	<u>\$ 1,363,803</u>

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

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

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Impact Aid Indian Education	\$ -	\$ 266,748
Other Governmental Funds	-	333,720
Delinquent property taxes		
General Fund	3,290	-
Debt Service	83,449	-
Other Governmental Funds	<u>17,547</u>	<u>-</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 104,286</u>	<u>\$ 600,468</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 63,000	\$ -	\$ -	\$ 63,000
Construction in progress	<u>1,545,857</u>	<u>-</u>	<u>-</u>	<u>1,545,857</u>
Total capital assets, not being depreciated	<u>1,608,857</u>	<u>-</u>	<u>-</u>	<u>1,608,857</u>
Capital assets, being depreciated:				
Land improvements	389,431	-	-	389,431
Buildings and improvements	21,548,715	1,077,708	-	22,626,423
Furniture, fixtures, and equipment	<u>5,513,233</u>	<u>-</u>	<u>-</u>	<u>5,513,233</u>
Total capital assets being depreciated	<u>27,451,379</u>	<u>1,077,708</u>	<u>-</u>	<u>28,529,087</u>
Less accumulated depreciation for:				
Land improvements	(119,985)	(17,058)	-	(137,043)
Buildings and improvements	(4,327,817)	(464,914)	-	(4,792,731)
Furniture, fixtures, and equipment	<u>(3,028,203)</u>	<u>(599,990)</u>	<u>-</u>	<u>(3,628,193)</u>
Total accumulated depreciation	<u>(7,476,005)</u>	<u>(1,081,962)</u>	<u>-</u>	<u>(8,557,967)</u>
Total capital assets being depreciated, net	<u>19,975,374</u>	<u>(4,254)</u>	<u>-</u>	<u>19,971,120</u>
Total capital assets, net	<u>\$ 21,584,231</u>	<u>\$ (4,254)</u>	<u>\$ -</u>	<u>\$ 21,579,977</u>

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

Instruction	\$ 519,888
Support Services - Students	151,147
Support Services - Instruction	9,613
Support Services - General Administration	34,045
Support Services - School Administration	63,744
Central Services	65,801
Operations & Maintenance of Plant	115,511
Student Transportation	78,122
Food Services	41,686
Community Services	<u>2,405</u>
Total Depreciation Expense	<u>\$ 1,081,962</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

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

Construction commitments

The District is involved in several long-term construction projects as part of their master plan for upgrading the district buildings. The amount of \$668,852 in the capital projects fund designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

D. Inter-Fund Receivables and Payables

The inter-fund receivables and payables at June 30, 2010 were:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 475,729	\$ 176,840
Impact Aid Indian Education	-	51,189
Debt Service Fund	30,481	-
Other Governmental Funds	<u>27,558</u>	<u>305,739</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 533,768</u>	<u>\$ 533,768</u>

The inter-fund loans were made for the purposes of cash shortfalls within the individual funds. All loans are expected to be repaid within the next fiscal year.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

E. Inter-Fund Transfers

Inter-fund transfers consist of the following at June 30, 2010.

	<u>From</u>	<u>To</u>
General Funds:		
Operating	\$ 77,117	\$ -
Debt Service	-	77,117
Total	\$ 77,117	\$ 77,117

F. Long-Term Debt

General Obligation Bonds

General Obligation Bonds – The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the school district boundaries. The details of the bonds and notes as of June 30, 2010 are as follows:

<u>General Obligations Bonds</u>	<u>Original Amount</u>	<u>Interest Rates</u>	<u>Balance June 30, 2010</u>	<u>Amount Due Within One Year</u>
Series 2003	\$ 1,030,000	1.00% to 3.28%	\$ 765,000	\$ 100,000
Series 2004	450,000	0.71% to 2.17%	250,000	40,000
Series 2005	310,000	1.19% to 1.48%	195,000	35,000
Series 2006	1,125,000	2.54% to 3.75%	945,000	45,000
Series 2006B	725,000	2.63% to 2.99%	485,000	100,000
Series 2007	580,000	2.51% to 2.82%	435,000	15,000
Series 2008	900,000	1.31% to 3.38%	710,000	90,000
Series 2009	475,000	0.65%	475,000	150,000
Total	\$ 5,595,000		\$ 4,260,000	\$ 575,000

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

F. Long-Term Debt (continued)

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

General Obligation Bonds			
Year Ending			Total
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2011	\$ 575,000	\$ 110,059	\$ 685,059
2012	465,000	99,810	564,810
2013	375,000	90,238	465,238
2014	375,000	80,917	455,917
2015	395,000	70,999	465,999
2016 - 2020	1,535,000	202,738	1,737,738
2021 - 2025	465,000	49,851	514,851
2026 - 2030	<u>75,000</u>	<u>1,406</u>	<u>76,406</u>
Total	<u>\$ 4,260,000</u>	<u>\$ 706,018</u>	<u>\$ 4,966,018</u>

Changes in long term debt – During the year ended June 30, 2010 the following changes occurred in liabilities reported in the general obligation bonds account group:

	<u>Beginning</u>			<u>Ending</u>	<u>Amount Due</u>
	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u>	<u>Within One Year</u>
Compensated absences:					
Compensated vacation	\$ 78,577	\$ 100,122	\$ 142,628	\$ 36,071	\$ 36,071
Bonds payable	<u>4,320,000</u>	<u>475,000</u>	<u>535,000</u>	<u>4,260,000</u>	<u>575,000</u>
	<u>\$ 4,398,577</u>	<u>\$ 575,122</u>	<u>\$ 677,628</u>	<u>\$ 4,296,071</u>	<u>\$ 611,071</u>

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

On September 22, 2010 the Board of Directors approved a bond issue for \$380,000. On October 26, 2010 the bonds were issued with a maturity date of 2023 and a blended interest rate of 1.53%. The funds raised by the bond sales are needed for construction projects.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION

A. Contingent Liabilities

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

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

B. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2010.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION (continued)

C. Employee Retirement Plan

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 the financial statements and required supplementary information for the plan. That report may be obtained by writing to:

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

Funding Policy - Plan members are required to contribute 7.90% of their gross salary. Cuba Independent School District No. 62 is required to contribute 12.46% of the gross covered 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 Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of legislature. The District's contributions to the ERB for the years ended June 30, 2010, 2009 and 2008 were \$571,815, \$647,624, and \$581,455, respectively, equal to the amount of the required contribution for the year. The contribution rates will increase each year as follows:

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION (continued)

D. Post-Retirement Health Care Benefits

Plan Description – Cuba Independent School District No. 62’s 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:

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION (continued)

D. Post-Retirement Health Care Benefits (continued)

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after January 1, 1998 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

Cuba Independent School District No. 62's contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$70,065, \$72,249, and \$69,260, respectively, which equal the required contributions for each year.

E. School District Cash Flows

The District operates on primarily on reimbursement grants. The District must support the expenditures of these grants with monies from the unrestricted operating monies. Operating on a reimbursement basis for these grants in its self does not adversely affect the District's ability to operate effectively. However, the time it takes to receive reimbursement, if extensive, does significantly affect the District cash flows and the ability to deliver educational services to the community in an effective manner. The delay in receiving reimbursements has been progressively increasing through this and the previous two years. The current trend will adversely affect the District in subsequent years.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GENERAL FUNDS
Year Ended June 30, 2010

OPERATING FUND

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

TEACHERAGE FUND

Accounts for all financial resources used in the housing of teachers.

TRANSPORTATION FUND

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

INSTRUCTIONAL MATERIALS FUND

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GENERAL FUND
Combining Balance Sheet
June 30, 2010

	General Funds				Total General Funds
	Operational Fund	Teacherage Fund	Transportation Fund	Instructional Materials Fund	
ASSETS					
Pooled cash and investments	\$ 852,814	\$ 66,381	\$ 30,943	\$ 107	\$ 950,245
Receivables:					
Delinquent property taxes	3,289	-	-	-	3,289
Due from other governments	452	-	-	-	452
Due from other funds	<u>475,729</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>475,729</u>
Total assets	<u>\$ 1,332,284</u>	<u>\$ 66,381</u>	<u>\$ 30,943</u>	<u>\$ 107</u>	<u>\$ 1,429,715</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 9,073	\$ 128	\$ -	\$ -	\$ 9,201
Due to other funds	145,984	-	30,856	-	176,840
Deferred revenue:					
Delinquent property taxes	<u>3,289</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,289</u>
Total liabilities	158,346	128	30,856	-	189,330
Fund balance:					
Unreserved, undesignated, and reported in:					
General fund	<u>1,173,938</u>	<u>66,253</u>	<u>87</u>	<u>107</u>	<u>1,240,385</u>
Total liabilities and fund balance	<u>\$ 1,332,284</u>	<u>\$ 66,381</u>	<u>\$ 30,943</u>	<u>\$ 107</u>	<u>\$ 1,429,715</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GENERAL FUND
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General Funds				
	Operational Fund	Teacherage Fund	Transportation Fund	Instructional Materials Fund	Total General Fund
Revenues:					
Federal sources:					
Public Law 874	\$ 1,628,139	\$ -	\$ -	\$ -	\$ 1,628,139
Forest reserve	6,954	-	-	-	6,954
Federal flowthrough grants	96,517	-	-	-	96,517
State sources:					
State equalization guarantee	4,775,390	-	-	-	4,775,390
Transportation	-	-	697,740	-	697,740
State instructional material	-	-	-	27,474	27,474
Local sources:					
District school tax levy	24,670	-	-	-	24,670
Fees and activities	25,716	35,705	-	-	61,421
Earnings from investments	2,396	95	168	107	2,766
Total revenue	<u>6,559,782</u>	<u>35,800</u>	<u>697,908</u>	<u>27,581</u>	<u>7,321,071</u>
Expenditures:					
Current:					
Instruction	3,163,167	-	-	111,501	3,274,668
Support Services - Students	867,820	-	-	-	867,820
Support Services - Instruction	135,440	-	-	600	136,040
Support Services - General Administration	234,525	-	-	-	234,525
Support Services - School Administration	533,863	-	-	-	533,863
Central Services	566,507	-	-	-	566,507
Operations & Maintenance of Plant	804,997	7,537	-	-	812,534
Student Transportation	1,591	-	696,288	-	697,879
Food Services	110,503	-	-	-	110,503
Community Services	21,402	-	-	-	21,402
Capital outlay	35,498	-	-	-	35,498
Total expenditures	<u>6,475,313</u>	<u>7,537</u>	<u>696,288</u>	<u>112,101</u>	<u>7,291,239</u>
Excess (deficiency) of revenues over expenditures	84,469	28,263	1,620	(84,520)	29,832
Other financing uses:					
Transfers out	(77,117)	-	-	-	(77,117)
Net change in fund balance	7,352	28,263	1,620	(84,520)	(47,285)
Fund balance (deficit) at beginning of the year	<u>1,166,586</u>	<u>37,990</u>	<u>(1,533)</u>	<u>84,627</u>	<u>1,287,670</u>
Fund balance at end of the year	<u>\$ 1,173,938</u>	<u>\$ 66,253</u>	<u>\$ 87</u>	<u>\$ 107</u>	<u>\$ 1,240,385</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

OPERATIONAL FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Public Law 874	\$ 1,716,812	\$ 1,716,812	\$ 1,628,139	\$ (88,673)
Forest reserve	7,266	7,266	6,954	(312)
Federal grant	85,000	85,000	96,517	11,517
State sources:				
State equalization guarantee	4,966,772	4,708,529	4,775,390	66,861
Local sources:				
District school tax levy	24,568	24,568	25,022	454
Fees and activities	2,000	2,000	25,716	23,716
Earnings from investments	<u>10,000</u>	<u>10,000</u>	<u>2,396</u>	<u>(7,604)</u>
Total revenues	<u>6,812,418</u>	<u>6,554,175</u>	<u>6,560,134</u>	<u>5,959</u>
Expenditures:				
Current:				
Instruction	3,358,619	3,282,519	3,163,167	119,352
Support Services - Students	957,455	1,025,105	867,821	157,284
Support Services - Instruction	219,293	214,293	135,440	78,853
Support Services - General Administration	282,000	302,550	235,461	67,089
Support Services - School Administration	560,960	557,960	533,863	24,097
Central Services	582,149	585,849	566,599	19,250
Operation & Maintenance of Plant	1,597,687	1,180,294	813,154	367,140
Student Transportation	25,000	25,000	1,591	23,409
Other Support Services	3,172	3,172	-	3,172
Food Services Operations	49,000	154,391	110,503	43,888
Community Services Operations	12,070	21,679	21,402	277
Capital outlay:				
Equipment	<u>-</u>	<u>36,350</u>	<u>35,498</u>	<u>852</u>
Total expenditures	<u>7,647,405</u>	<u>7,389,162</u>	<u>6,484,499</u>	<u>904,663</u>
Excess (deficiency) of revenues over expenditures	(834,987)	(834,987)	75,635	910,622
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>(77,117)</u>	<u>(77,117)</u>
Net change in fund balance	(834,987)	(834,987)	(1,482)	833,505
Beginning cash balance budgeted	834,987	834,987	-	(834,987)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,166,586</u>	<u>1,166,586</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>1,165,104</u>	<u>\$ 1,165,104</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			729	
Change in payables			9,186	
Change in due to other funds			125	
Change in deferred property taxes			<u>(1,206)</u>	
			<u>\$ 1,173,938</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TEACHERAGE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Fees and activities	\$ 40,000	\$ 40,000	\$ 35,705	\$ (4,295)
Earnings from investments	<u>200</u>	<u>200</u>	<u>95</u>	<u>(105)</u>
Total revenues	40,200	40,200	35,800	(4,400)
Expenditures:				
Current:				
Operation & Maintenance of Plant	<u>75,456</u>	<u>75,456</u>	<u>7,665</u>	<u>67,791</u>
Excess (deficiency) of revenues over expenditures	(35,256)	(35,256)	28,135	63,391
Beginning cash balance budgeted	35,256	35,256	-	(35,256)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>37,990</u>	<u>37,990</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>66,125</u>	<u>\$ 66,125</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>128</u>	
			<u>\$ 66,253</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TRANSPORTATION FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
Transportation	\$ 705,862	\$ 712,425	\$ 697,740	\$ (14,685)
Local sources:				
Earnings from investments	-	-	168	168
Total revenues	705,862	712,425	697,908	(14,517)
Expenditures:				
Current:				
Student Transportation	<u>705,862</u>	<u>712,425</u>	<u>696,335</u>	<u>16,090</u>
Excess of revenues over expenditures	-	-	1,573	1,573
Fund balance (deficit) at beginning of the year	-	-	(1,533)	(1,533)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	40	<u>\$ 40</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>47</u>	
			<u>\$ 87</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

INSTRUCTIONAL MATERIALS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State instructional material	\$ 27,474	\$ 112,101	\$ 27,474	\$ (84,627)
Local sources:				
Earnings from investments	-	-	107	107
Total revenues	<u>27,474</u>	<u>112,101</u>	<u>27,581</u>	<u>(84,520)</u>
Expenditures:				
Current:				
Instruction	27,474	111,501	111,501	-
Support Services - Instruction	-	600	600	-
Total expenditures	<u>27,474</u>	<u>112,101</u>	<u>112,101</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(84,520)	(84,520)
Fund balance at beginning of the year	-	-	84,627	84,627
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>107</u>	<u>\$ 107</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 107</u>	

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds									
	Food Service <u>Fund</u>	Athletics <u>Fund</u>	Title I <u>Fund</u>	Migrant Children Education <u>Fund</u>	Title I Program Improvement <u>Fund</u>	Entitlement IDEA-B <u>Fund</u>	Discretionary IDEA-B <u>Fund</u>	Competitive IDEA-B <u>Fund</u>	Preschool IDEA-B <u>Fund</u>	Title VI <u>Fund</u>
ASSETS										
Pooled cash and investments	\$ 59,467	\$ 195	\$ (116,822)	\$ 7	\$ 9,472	\$ (35,367)	\$ 10,623	\$ 16,079	\$ 12,246	\$ 4,902
Receivables:										
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Grant	-	-	179,084	-	-	35,367	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
USDA commodities inventory	21,208	-	-	-	-	-	-	-	-	-
Food inventory	9,370	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 90,045</u>	<u>\$ 195</u>	<u>\$ 62,262</u>	<u>\$ 7</u>	<u>\$ 9,472</u>	<u>\$ -</u>	<u>\$ 10,623</u>	<u>\$ 16,079</u>	<u>\$ 12,246</u>	<u>\$ 4,902</u>
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	531	172	62,262	-	-	-	-	-	-	-
Deferred revenue:										
Federal, state, and local grants	-	-	-	7	9,472	-	10,623	16,079	12,246	4,902
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>531</u>	<u>172</u>	<u>62,262</u>	<u>7</u>	<u>9,472</u>	<u>-</u>	<u>10,623</u>	<u>16,079</u>	<u>12,246</u>	<u>4,902</u>
Fund balance:										
Reserved for:										
Inventories	30,578	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Unreserved, designated for, and reported in:										
Special revenue funds	58,936	23	-	-	-	-	-	-	-	-
Total fund balance	<u>89,514</u>	<u>23</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 90,045</u>	<u>\$ 195</u>	<u>\$ 62,262</u>	<u>\$ 7</u>	<u>\$ 9,472</u>	<u>\$ -</u>	<u>\$ 10,623</u>	<u>\$ 16,079</u>	<u>\$ 12,246</u>	<u>\$ 4,902</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds									
	IDEA-B "Risk Pool" <u>Fund</u>	Title IV Drug Free Schools <u>Fund</u>	Enhancing Education <u>Fund</u>	Reading Excellence <u>Fund</u>	Enhancing Ed Thru Tech <u>Fund</u>	Title V <u>Fund</u>	Title III English Language <u>Fund</u>	Title II Teacher Quality <u>Fund</u>	Safe and Drug Free Schools <u>Fund</u>	21st Century Community Living Centers <u>Fund</u>
ASSETS										
Pooled cash and investments	\$ -	\$ 3,707	\$ 8,026	\$ 13,122	\$ (10,580)	\$ 521	\$ (79,501)	\$ (18,238)	\$ (9,167)	\$ (1,561)
Receivables:										
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Grant	-	-	-	-	40,232	2,010	81,279	30,811	10,012	6,171
Due from other governments	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
USDA commodities inventory	-	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ 3,707	\$ 8,026	\$ 13,122	\$ 29,652	\$ 2,531	\$ 1,778	\$ 12,573	\$ 845	\$ 4,610
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ 634	\$ -	\$ -	\$ -	\$ 144	\$ 969	\$ -	\$ -
Due to other funds	-	-	-	-	29,652	2,531	1,634	11,604	845	4,610
Deferred revenue:										
Federal, state, and local grants	-	3,707	7,392	13,122	-	-	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Total liabilities	-	3,707	8,026	13,122	29,652	2,531	1,778	12,573	845	4,610
Fund balance:										
Reserved for:										
Inventories	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Unreserved, designated for, and reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-	-	-	-	-
Total liabilities and fund balance	\$ -	\$ 3,707	\$ 8,026	\$ 13,122	\$ 29,652	\$ 2,531	\$ 1,778	\$ 12,573	\$ 845	\$ 4,610

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds									
	Rural & Low- Income Schools <u>Fund</u>	Title I School Improvement <u>Fund</u>	Reading First <u>Fund</u>	ARRA - Title I <u>Fund</u>	ARRA - Entitlement IDEA-B <u>Fund</u>	ARRA - Preschool IDEA-B <u>Fund</u>	ARRA - Equipment Assistance Allocation <u>Fund</u>	Headstart <u>Fund</u>	Johnson O'Malley <u>Fund</u>	Impact Aid Special Education <u>Fund</u>
ASSETS										
Pooled cash and investments	\$ (12,126)	\$ (73,876)	\$ (6,794)	\$ -	\$ (98,125)	\$ 1,023	\$ -	\$ 24,731	\$ (4,027)	\$ 46,914
Receivables:										
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Grant	12,126	78,985	6,794	-	98,125	-	-	-	5,210	-
Due from other governments	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
USDA commodities inventory	-	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 5,109</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,023</u>	<u>\$ -</u>	<u>\$ 24,731</u>	<u>\$ 1,183</u>	<u>\$ 46,914</u>
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts payable	\$ -	\$ 4,352	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	757	-	-	-	-	-	-	1,183	-
Deferred revenue:										
Federal, state, and local grants	-	-	-	-	-	1,023	-	24,731	-	46,914
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>5,109</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>-</u>	<u>24,731</u>	<u>1,183</u>	<u>46,914</u>
Fund balance:										
Reserved for:										
Inventories	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Unreserved, designated for, and reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 5,109</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,023</u>	<u>\$ -</u>	<u>\$ 24,731</u>	<u>\$ 1,183</u>	<u>\$ 46,914</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds									
	Title XIX Medicaid <u>Fund</u>	Child & Adult Food Program <u>Fund</u>	Indian Ed Formula Grant <u>Fund</u>	Title V Indian Health Care Improvement <u>Fund</u>	Workforce Investment Act <u>Fund</u>	Literacy through School Libraries <u>Fund</u>	Native American Program <u>Fund</u>	ARRA - State Revitalization <u>Fund</u>	Impact Aid Construction <u>Fund</u>	
ASSETS										
Pooled cash and investments	\$ 36,400	\$ 28,878	\$ 24,345	\$ 26,973	\$ 580	\$ 21,241	\$ (64,080)	\$ 1	\$ -	
Receivables:										
Delinquent property taxes	-	-	-	-	-	-	-	-	-	
Grant	-	-	-	-	-	-	64,080	-	-	
Due from other governments	-	-	-	-	-	-	-	-	-	
Due from other funds	-	-	-	-	-	-	-	-	-	
USDA commodities inventory	-	-	-	-	-	-	-	-	-	
Food inventory	-	-	-	-	-	-	-	-	-	
Total assets	\$ 36,400	\$ 28,878	\$ 24,345	\$ 26,973	\$ 580	\$ 21,241	\$ -	\$ 1	\$ -	
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts payable	\$ 113	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Due to other funds	-	-	2,739	-	-	19,538	-	-	-	
Deferred revenue:										
Federal, state, and local grants	36,287	28,878	21,606	26,973	580	1,703	-	1	-	
Delinquent property taxes	-	-	-	-	-	-	-	-	-	
Total liabilities	\$ 36,400	\$ 28,878	\$ 24,345	\$ 26,973	\$ 580	\$ 21,241	\$ -	\$ 1	\$ -	
Fund balance:										
Reserved for:										
Inventories	-	-	-	-	-	-	-	-	-	
Capital projects funds	-	-	-	-	-	-	-	-	-	
Debt service	-	-	-	-	-	-	-	-	-	
Unreserved, designated for, and reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	
Total fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Total liabilities and fund balance	\$ 36,400	\$ 28,878	\$ 24,345	\$ 26,973	\$ 580	\$ 21,241	\$ -	\$ 1	\$ -	

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds								
	LANL Foundation <u>Fund</u>	Indian Health Services <u>Fund</u>	Microsoft Settlement <u>Fund</u>	Technology for Education <u>Fund</u>	Physical Education Classes <u>Fund</u>	Statewide Computer Language <u>Fund</u>	Libraries GO Bond 2004 <u>Fund</u>	PreK Initiative <u>Fund</u>	Beginning Teacher Mentoring <u>Fund</u>
ASSETS									
Pooled cash and investments	\$ 3,658	\$ 17	\$ (1,275)	\$ 1,717	\$ 1,044	\$ 28	\$ 2,354	\$ (10,347)	\$ (9,916)
Receivables:									
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Grant	-	-	1,275	-	161	-	-	10,705	9,916
Due from other governments	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
USDA commodities inventory	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 3,658</u>	<u>\$ 17</u>	<u>\$ -</u>	<u>\$ 1,717</u>	<u>\$ 1,205</u>	<u>\$ 28</u>	<u>\$ 2,354</u>	<u>\$ 358</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	1,205	-	-	358	-
Deferred revenue:									
Federal, state, and local grants	3,658	17	-	1,717	-	28	2,354	-	-
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Total liabilities	<u>3,658</u>	<u>17</u>	<u>-</u>	<u>1,717</u>	<u>1,205</u>	<u>28</u>	<u>2,354</u>	<u>358</u>	<u>-</u>
Fund balance:									
Reserved for:									
Inventories	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Unreserved, designated for, and reported in:									
Special revenue funds	-	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 3,658</u>	<u>\$ 17</u>	<u>\$ -</u>	<u>\$ 1,717</u>	<u>\$ 1,205</u>	<u>\$ 28</u>	<u>\$ 2,354</u>	<u>\$ 358</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds								
	Breakfast for Elementary Students <u>Fund</u>	Schools on the Rise <u>Fund</u>	State 21st Century <u>Fund</u>	Libraries GO Bond 2006 <u>Fund</u>	State Directed Activities <u>Fund</u>	Rural Revitalization <u>Fund</u>	Library Books <u>Fund</u>	Youth Conservation <u>Fund</u>	Coordinated Approach to Child Health <u>Fund</u>
ASSETS									
Pooled cash and investments	\$ -	\$ -	\$ -	\$ (1,692)	\$ 36,462	\$ (4,905)	\$ 1,786	\$ 887	\$ -
Receivables:									
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Grant	-	-	-	1,692	-	4,905	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
USDA commodities inventory	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ -	\$ -	\$ -	\$ 36,462	\$ -	\$ 1,786	\$ 887	\$ -
LIABILITIES AND FUND BALANCE									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-	-
Deferred revenue:									
Federal, state, and local grants	-	-	-	-	36,462	-	1,786	887	-
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	36,462	-	1,786	887	-
Fund balance:									
Reserved for:									
Inventories	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Unreserved, designated for, and reported in:									
Special revenue funds	-	-	-	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-	-	-	-
Total liabilities and fund balance	\$ -	\$ -	\$ -	\$ -	\$ 36,462	\$ -	\$ 1,786	\$ 887	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds										Total Non-Major Special Revenue Funds
	AP New Mexico Incentive Funding Fund	Children's Medical Services Fund	Gear Up Fund	Career- Vocational Technical Education Fund	Life Link Fund	Substance Abuse Ed Fund	City/County Grants Fund	School Based Health Center Fund	Value Option Fund	Total	
ASSETS											
Pooled cash and investments	\$ 2,160	\$ 102	\$ (9,559)	\$ 2,199	\$ 215	\$ 7,226	\$ (23,373)	\$ 38,868	\$ 2,290	\$ (140,865)	
Receivables:											
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-	
Grant	-	-	9,559	-	-	-	23,373	-	-	711,872	
Due from other governments	-	-	-	-	-	-	-	-	-	-	
Due from other funds	-	-	-	-	-	-	-	-	-	-	
USDA commodities inventory	-	-	-	-	-	-	-	-	-	21,208	
Food inventory	-	-	-	-	-	-	-	-	-	9,370	
Total assets	\$ 2,160	\$ 102	\$ -	\$ 2,199	\$ 215	\$ 7,226	\$ -	\$ 38,868	\$ 2,290	\$ 601,585	
LIABILITIES AND FUND BALANCE											
Liabilities:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,212	
Due to other funds	-	-	-	2,199	-	-	-	30,296	-	172,116	
Deferred revenue:											
Federal, state, and local grants	2,160	102	-	-	215	7,226	-	8,572	2,290	333,720	
Delinquent property taxes	-	-	-	-	-	-	-	-	-	-	
Total liabilities	2,160	102	-	2,199	215	7,226	-	38,868	2,290	512,048	
Fund balance:											
Reserved for:											
Inventories	-	-	-	-	-	-	-	-	-	30,578	
Capital projects funds	-	-	-	-	-	-	-	-	-	-	
Debt service	-	-	-	-	-	-	-	-	-	-	
Unreserved, designated for, and reported in:											
Special revenue funds	-	-	-	-	-	-	-	-	-	58,959	
Total fund balance	-	-	-	-	-	-	-	-	-	89,537	
Total liabilities and fund balance	\$ 2,160	\$ 102	\$ -	\$ 2,199	\$ 215	\$ 7,226	\$ -	\$ 38,868	\$ 2,290	\$ 601,585	

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Capital Projects Funds									
	Public School Capital Outlay <u>Fund</u>	Special Capital Outlay - State <u>Fund</u>	Special Capital Outlay - Federal <u>Fund</u>	Capital Improvements SB-9 <u>Fund</u>	Ed Technology Equipment Act <u>Fund</u>	Public School Capital Outlay - 20% <u>Fund</u>	Total Non-Major Capital Projects <u>Funds</u>	Ed Tech Debt Service <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>	
ASSETS										
Pooled cash and investments	\$ (129,557)	\$ 5,506	\$ 127,917	\$ 255,863	\$ -	\$ 23,082	\$ 282,811	\$ 53,574	\$ 195,520	
Receivables:										
Delinquent property taxes	-	-	-	16,530	-	-	16,530	1,017	17,547	
Grant	-	-	-	-	-	-	-	-	711,872	
Due from other governments	-	-	-	2,188	-	-	2,188	45	2,233	
Due from other funds	-	-	745	-	6,807	20,006	27,558	-	27,558	
USDA commodities inventory	-	-	-	-	-	-	-	-	21,208	
Food inventory	-	-	-	-	-	-	-	-	9,370	
Total assets	<u>\$ (129,557)</u>	<u>\$ 5,506</u>	<u>\$ 128,662</u>	<u>\$ 274,581</u>	<u>\$ 6,807</u>	<u>\$ 43,088</u>	<u>\$ 329,087</u>	<u>\$ 54,636</u>	<u>\$ 985,308</u>	
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ 673	\$ -	\$ -	\$ 673	\$ -	\$ 6,885	
Due to other funds	-	30,000	-	83,057	-	-	113,057	20,566	305,739	
Deferred revenue:										
Federal, state, and local grants	-	-	-	-	-	-	-	-	333,720	
Delinquent property taxes	-	-	-	16,530	-	-	16,530	1,017	17,547	
Total liabilities	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>100,260</u>	<u>-</u>	<u>-</u>	<u>130,260</u>	<u>21,583</u>	<u>663,891</u>	
Fund balance:										
Reserved for:										
Inventories	-	-	-	-	-	-	-	-	30,578	
Capital projects funds	(129,557)	(24,494)	128,662	174,321	6,807	43,088	198,827	-	198,827	
Debt service	-	-	-	-	-	-	-	33,053	33,053	
Unreserved, designated for, and reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	58,959	
Total fund balance	<u>(129,557)</u>	<u>(24,494)</u>	<u>128,662</u>	<u>174,321</u>	<u>6,807</u>	<u>43,088</u>	<u>198,827</u>	<u>33,053</u>	<u>321,417</u>	
Total liabilities and fund balance	<u>\$ (129,557)</u>	<u>\$ 5,506</u>	<u>\$ 128,662</u>	<u>\$ 274,581</u>	<u>\$ 6,807</u>	<u>\$ 43,088</u>	<u>\$ 329,087</u>	<u>\$ 54,636</u>	<u>\$ 985,308</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Food Service Fund	Athletics Fund	Title I Fund	Migrant Children Education Fund	Title I Program Improvement Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	846,567	-	-
Food and milk reimbursements	285,371	-	-	-	-
USDA Commodities	23,545	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	26,845	30,059	-	-	-
Earnings from investments	31	10	-	-	-
Miscellaneous	-	-	-	-	-
	-----	-----	-----	-----	-----
Total revenue	<u>335,792</u>	<u>30,069</u>	<u>846,567</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	-	31,247	569,372	-	-
Support Services - Students	-	-	175,487	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	55,324	-	-
Support Services - School Administration	-	-	42,060	-	-
Central Services	-	-	930	-	-
Operations & Maintenance of Plant	-	-	67	-	-
Student Transportation	-	-	-	-	-
Food Services	266,249	-	3,327	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	-----	-----	-----	-----	-----
Total expenditures	<u>266,249</u>	<u>31,247</u>	<u>846,567</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	69,543	(1,178)	-	-	-
Fund balance (deficit) at beginning of the year	<u>19,971</u>	<u>1,201</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of the year	<u>\$ 89,514</u>	<u>\$ 23</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds						
	Entitlement IDEA-B <u>Fund</u>	Discretionary IDEA-B <u>Fund</u>	Competitive IDEA-B <u>Fund</u>	Preschool IDEA-B <u>Fund</u>	Title VI <u>Fund</u>	IDEA-B "Risk Pool" <u>Fund</u>
Revenues:						
Federal sources:						
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-	-
Federal direct grants	219,668	1,654	-	-	-	-
Food and milk reimbursements	-	-	-	-	-	-
USDA Commodities	-	-	-	-	-	-
State sources:						
State flow through grants	-	-	-	-	-	-
State grant	-	-	-	-	-	-
Local sources:						
Grant	-	-	-	-	-	-
District school tax levy	-	-	-	-	-	-
Fees and activities	-	-	-	-	-	-
Earnings from investments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
	219,668	1,654	-	-	-	-
Total revenue	219,668	1,654	-	-	-	-
Expenditures:						
Current:						
Instruction	86,543	1,654	-	-	-	-
Support Services - Students	44,710	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-	-
Support Services - General Administration	13,205	-	-	-	-	-
Support Services - School Administration	45,998	-	-	-	-	-
Central Services	130	-	-	-	-	-
Operations & Maintenance of Plant	2,767	-	-	-	-	-
Student Transportation	26,315	-	-	-	-	-
Food Services	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
	219,668	1,654	-	-	-	-
Total expenditures	219,668	1,654	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Title IV Drug Free Schools Fund	Enhancing Education Fund	Reading Excellence Fund	Enhancing Ed Thru Tech Fund	Title V Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	42,168	26,893	-	2,010
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	-	42,168	26,893	-	2,010
Expenditures:					
Current:					
Instruction	-	-	-	-	2,010
Support Services - Students	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Central Services	-	35,062	26,893	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	7,106	-	-	-
Total expenditures	-	42,168	26,893	-	2,010
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Title III English Language Fund	Title II Teacher Quality Fund	Safe and Drug Free Schools Fund	21st Century Community Living Centers Fund	Rural & Low- Income Schools Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	80,378	110,558	9,813	-	10,657
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	80,378	110,558	9,813	-	10,657
Total revenue	80,378	110,558	9,813	-	10,657
Expenditures:					
Current:					
Instruction	78,146	96,419	9,813	-	-
Support Services - Students	8	764	-	-	-
Support Services - Instruction	-	410	-	-	-
Support Services - General Administration	8	6,858	-	-	-
Support Services - School Administration	2,216	5,607	-	-	-
Central Services	-	500	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	10,657
	80,378	110,558	9,813	-	10,657
Total expenditures	80,378	110,558	9,813	-	10,657
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Title I School Improvement Fund	Reading First Fund	ARRA - Title I Fund	ARRA - Entitlement IDEA-B Fund	ARRA - Preschool IDEA-B Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	84,604	44,434	-	217,753	4,301
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	84,604	44,434	-	217,753	4,301
Total revenue	84,604	44,434	-	217,753	4,301
Expenditures:					
Current:					
Instruction	84,604	-	-	91,806	3,820
Support Services - Students	-	42,510	-	82,152	481
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	1,924	-	-	-
Support Services - School Administration	-	-	-	456	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	1,406	-
Student Transportation	-	-	-	41,933	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	84,604	44,434	-	217,753	4,301
Total expenditures	84,604	44,434	-	217,753	4,301
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	ARRA - Equipment Assistance Allocation <u>Fund</u>	Headstart <u>Fund</u>	Johnson O'Malley <u>Fund</u>	Impact Aid Special Education <u>Fund</u>	Title XIX Medicaid <u>Fund</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ 32,015	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	22,895	-	33,608	-	40,028
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	22,895	-	33,608	32,015	40,028
Total revenue	22,895	-	33,608	32,015	40,028
Expenditures:					
Current:					
Instruction	-	-	10,904	39,133	-
Support Services - Students	-	-	21,877	(7,118)	40,028
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	827	-	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	3,082	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	19,813	-	-	-	-
	22,895	-	33,608	32,015	40,028
Total expenditures	22,895	-	33,608	32,015	40,028
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Child & Adult Food Program	Indian Ed Formula Grant	Title V Indian Health Care Improvement	Workforce Investment Act	Literacy through School Libraries
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	57,210	14,435	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	-----	-----	-----	-----	-----
Total revenue	-	57,210	14,435	-	-
Expenditures:					
Current:					
Instruction	-	52,417	10,461	-	-
Support Services - Students	-	-	3,974	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	4,663	-	-	-
Support Services - School Administration	-	130	-	-	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	-----	-----	-----	-----	-----
Total expenditures	-	57,210	14,435	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Native American Program <u>Fund</u>	ARRA - State Revitalization <u>Fund</u>	Impact Aid Construction <u>Fund</u>	LANL Foundation <u>Fund</u>	Indian Health Services <u>Fund</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ 10,920	\$ -	\$ -
Federal flowthrough grants	143,315	582,483	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	759	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	143,315	582,483	10,920	759	-
Total revenue	143,315	582,483	10,920	759	-
Expenditures:					
Current:					
Instruction	115,311	212,542	-	759	-
Support Services - Students	13,339	117,592	-	-	-
Support Services - Instruction	-	449	-	-	-
Support Services - General Administration	15,000	-	-	-	-
Support Services - School Administration	(335)	3,365	-	-	-
Central Services	-	3,000	-	-	-
Operations & Maintenance of Plant	-	213,891	-	-	-
Student Transportation	-	16,364	-	-	-
Food Services	-	13,129	-	-	-
Community Services	-	2,151	-	-	-
Capital outlay	-	-	10,920	-	-
	-	-	10,920	-	-
Total expenditures	143,315	582,483	10,920	759	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds					
	Microsoft Settlement Fund	Technology for Education Fund	Physical Education Classes Fund	Statewide Computer Language Fund	Libraries GO Bond 2004 Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	-	5,725	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	-	5,725	-	-	-
Expenditures:					
Current:					
Instruction	-	-	-	-	-
Support Services - Students	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Central Services	-	5,725	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	5,725	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	PreK Initiative Fund	Beginning Teacher Mentoring Fund	Breakfast for Elementary Students Fund	Schools on the Rise Fund	State 21st Century Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	39,097	544	14,211	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	-	-	-	-	-
Total revenue	39,097	544	14,211	-	-
Expenditures:					
Current:					
Instruction	39,097	544	-	-	-
Support Services - Students	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	14,211	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	-	-	-	-	-
Total expenditures	39,097	544	14,211	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds					
	Libraries GO Bond 2006 Fund	State Directed Activities Fund	Rural Revitalization Fund	Library Books Fund	Youth Conservation Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	1,473	13,296	4,295	424	35,164
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	1,473	13,296	4,295	424	35,164
Expenditures:					
Current:					
Instruction	-	13,296	4,295	-	35,164
Support Services - Students	-	-	-	-	-
Support Services - Instruction	1,473	-	-	424	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	1,473	13,296	4,295	424	35,164
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Coordinated Approach to Child Health <u>Fund</u>	AP New Mexico Incentive Funding <u>Fund</u>	Children's Medical Services <u>Fund</u>	Gear Up <u>Fund</u>	Career- Vocational Technical Education <u>Fund</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	-	-
State grant	600	-	28,068	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	600	-	28,068	-	-
Total revenue	600	-	28,068	-	-
Expenditures:					
Current:					
Instruction	600	-	19,390	-	-
Support Services - Students	-	-	4,602	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Support Services - School Administration	-	-	1,688	-	-
Central Services	-	-	2,388	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
	-	-	-	-	-
Total expenditures	600	-	28,068	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds						
	Life Link Fund	Substance Abuse Ed Fund	City/County Grants Fund	School Based Health Center Fund	Value Option Fund	Total Nonmajor Special Revenue Funds
Revenues:						
Federal sources:						
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,935
Federal flowthrough grants	-	-	-	-	-	725,798
Federal direct grants	-	-	-	-	-	1,869,634
Food and milk reimbursements	-	-	-	-	-	285,371
USDA Commodities	-	-	-	-	-	23,545
State sources:						
State flow through grants	-	-	-	-	-	-
State grant	-	-	23,373	67,044	-	233,314
Local sources:						
Grant	-	-	55,257	-	23,253	79,269
District school tax levy	-	-	-	-	-	-
Fees and activities	-	-	-	-	-	56,904
Earnings from investments	-	-	-	-	-	41
Miscellaneous	-	-	-	-	-	-
Total revenue	-	-	78,630	67,044	23,253	3,316,811
Expenditures:						
Current:						
Instruction	-	-	78,630	-	-	1,687,977
Support Services - Students	-	-	-	67,044	23,253	630,703
Support Services - Instruction	-	-	-	-	-	2,756
Support Services - General Administration	-	-	-	-	-	96,982
Support Services - School Administration	-	-	-	-	-	102,012
Central Services	-	-	-	-	-	74,628
Operations & Maintenance of Plant	-	-	-	-	-	218,131
Student Transportation	-	-	-	-	-	84,612
Food Services	-	-	-	-	-	299,998
Community Services	-	-	-	-	-	2,151
Capital outlay	-	-	-	-	-	48,496
Total expenditures	-	-	78,630	67,044	23,253	3,248,446
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	68,365
Fund balance (deficit) at beginning of the year	-	-	-	-	-	21,172
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89,537

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Capital Projects Funds				
	Public School Capital Outlay Fund	Special Capital Outlay - State Fund	Special Capital Outlay - Federal Fund	Capital Improvements SB-9 Fund	Ed Technology Equipment Act Fund
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State flow through grants	-	-	-	22,262	-
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	98,411	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	11	-	556	-
Miscellaneous	-	-	-	12,208	-
Total revenue	-	11	-	133,437	-
Expenditures:					
Current:					
Instruction	-	-	-	-	-
Support Services - Students	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	1,649	-
Support Services - School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	106,353	-
Student Transportation	-	-	-	-	-
Food Services	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	5,300	-
Total expenditures	-	-	-	113,302	-
Excess (deficiency) of revenues over expenditures	-	11	-	20,135	-
Fund balance (deficit) at beginning of the year	(129,557)	(24,505)	128,662	154,186	6,807
Fund balance (deficit) at end of the year	\$ (129,557)	\$ (24,494)	\$ 128,662	\$ 174,321	\$ 6,807

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Capital Projects Funds

	Public School Capital Outlay - 20% <u>Fund</u>	Total Nonmajor Capital Projects <u>Funds</u>	Ed Tech Debt Service <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ -	\$ -	\$ 42,935
Federal flowthrough grants	-	-	-	725,798
Federal direct grants	-	-	-	1,869,634
Food and milk reimbursements	-	-	-	285,371
USDA Commodities	-	-	-	23,545
State sources:				
State flow through grants	18,261	40,523	-	40,523
State grant	-	-	-	233,314
Local sources:				
Grant	-	-	-	79,269
District school tax levy	-	98,411	204	98,615
Fees and activities	-	-	-	56,904
Earnings from investments	38	605	118	764
Miscellaneous	<u>4,783</u>	<u>16,991</u>	<u>1</u>	<u>16,992</u>
Total revenue	<u>23,082</u>	<u>156,530</u>	<u>323</u>	<u>3,473,664</u>
Expenditures:				
Current:				
Instruction	-	-	-	1,687,977
Support Services - Students	-	-	-	630,703
Support Services - Instruction	-	-	-	2,756
Support Services - General Administration	-	1,649	2	98,633
Support Services - School Administration	-	-	-	102,012
Central Services	-	-	-	74,628
Operations & Maintenance of Plant	18,261	124,614	-	342,745
Student Transportation	-	-	-	84,612
Food Services	-	-	-	299,998
Community Services	-	-	-	2,151
Capital outlay	<u>-</u>	<u>5,300</u>	<u>-</u>	<u>53,796</u>
Total expenditures	<u>18,261</u>	<u>131,563</u>	<u>2</u>	<u>3,380,011</u>
Excess (deficiency) of revenues over expenditures	4,821	24,967	321	93,653
Fund balance (deficit) at beginning of the year	<u>38,267</u>	<u>173,860</u>	<u>32,732</u>	<u>227,764</u>
Fund balance (deficit) at end of the year	<u>\$ 43,088</u>	<u>\$ 198,827</u>	<u>\$ 33,053</u>	<u>\$ 321,417</u>

BUDGETARY PRESENTATION

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

FOOD SERVICES

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

ATHLETICS

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

TITLE I

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

MIGRANT CHILDREN EDUCATION

To support high quality education programs for migratory children and help ensure that migratory children who move among the states are not penalized in any manner by disparities among states in curriculum, graduation requirements, or state academic content and student academic achievement standards. Funds also ensure that migratory children not only are provided with appropriate education services (including supportive services) that address their special needs but also that such children receive full and appropriate opportunities to meet the same challenging state academic content and student academic achievement standards that all children are expected to meet. Federal funds are allocated by formula to SEAs, based on each state's per pupil expenditure for education and counts of eligible migratory children, age 3 through 21, residing within the state. Authorization: The Elementary and Secondary Education Act of 1965 ,Title I, Part C, as amended by the No Child Left Behind Act of 2001; 20 U.S.C. 6391-6399.

TITLE I PROGRAM IMPROVEMENT

To develop parental involvement in the school curriculum. The program is funded by the United States government under P.L. 100-297.

ENTITLEMENT/ DISCRETIONARY/ COMPETITIVE/ PRESCHOOL IDEA-B

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

TITLE VI

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

STATE OF NEW MEXICO
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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

IDEA-B "RISK POOL"

The following rule is promulgated to assist New Mexico public agencies in appropriately identifying and providing educational services for children with disabilities and gifted children. The purposes of this rule is (a) to ensure that all children with disabilities and gifted children have available a free appropriate public education which includes special education and related services to meet their unique needs; (b) to ensure that the rights of children with disabilities and gifted children and their parents are protected; (c) to assist public agencies to provide for the education of all children with disabilities and gifted children; and (d) to evaluate and ensure the effectiveness of efforts to educate those children. Public Law 108-446, now the Individuals with Disabilities Education Improvement Act of 2004 (IDEA) at 20 USC Sec. 1412(a)(11)

TITLE IV DRUG FREE SCHOOLS

The Drug-free Schools program was enacted to provide funding to local agencies for drug and alcohol abuse prevention, and education programs. Funding is provided by the Federal government through the New Mexico State Department of Education, under the Drug-free Schools and Communities Act of 1986, Title V, Part B; Elementary and Secondary Education Act, as amended, Public Laws 99-570, 100-297, 100-690, 101-226, and 101-647.

ENHANCING EDUCATION

To provide grants to State educational agencies (SEAs) on a formula basis to (a) improve student academic achievement through the use of technology in schools; (b) assist all students in becoming technologically literate by the end of eighth grade; and (c) encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. Elementary and Secondary Education Act of 1965, as amended, Title II, Part D, Subparts 1 and 2.

READING EXCELLENCE

To award grants to States and to provide children with the readiness skills and support they need in early childhood to learn to read once they enter school. Authorized by the Elementary and Secondary Education Act of 1965, Title II, Part C, as amended, Public Law 105-277.

ENHANCING EDUCATION THROUGH TECHNOLOGY

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

TITLE V

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

TITLE III ENGLISH LANGUAGE

To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander, and Alaskan native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The fund is authorized through the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101,3129.

TITLE II TEACHER QUALITY

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

SAFE AND DRUG FREE SCHOOLS

To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources. Authorized by Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

21ST CENTURY COMMUNITY LIVING CENTERS

After school adolescence care, providing the community with responsible Child Care, while providing the children and their families with referral services, drug prevention education, academic help, and character building (social skill) activities. Funding is provided by the Department of Education under the Elementary and Secondary Education Act of 1965, Title X, part I Section 10901, Public Law 103-382 Stat. 3844, 20 U.S.C. 8241.

RURAL & LOW-INCOME SCHOOLS

To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act, Title VI, Part B.

TITLE I SCHOOL IMPROVEMENT

To develop parental involvement in the school curriculum. The program is funded by the United States government under P.L. 100-297.

READING FIRST

To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Authorization is granted by Elementary and Secondary Education Act of 1965 (ESEA), as amended, Public Law 107-110.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

ARRA - TITLE I

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

ARRA - ENTITLEMENT IDEA-B

Used in accordance with the IDEA, to help provide the special education and related services needed to make a free appropriate public education available to all eligible children and, in some cases, early intervening services. Authorization: Individuals with Disabilities Education (IDEA), as amended, Part B, Section 611-618, 20 U.S.C 1411-1418; American Recovery and Reinvestment Act of 2010 (ARRA), Public Law 111-5.

ARRA - PRESCHOOL IDEA-B

Funds are used: (1) to provide a free appropriate public education (FAPE) to preschool children with disabilities ages 3 through 5, and at the State's discretion, to 2-year-old children with disabilities who will reach age 3 during the next school year; (2) to administer section 619; and (3) for support services, direct services, activities to meet the State's performance goals, to supplement other funds used for a Statewide coordinated service system designed to improve results for children and families, to provide early intervention services in accordance with Part C to children ages 3 through 5 who would otherwise be eligible under the Preschool Grants program, and to continue service coordination or case management for families who receive services under Part C. Authorization: Individuals with Disabilities Education Act (IDEA), as amended, , Part B, Section 619, 20 U.S.C 1419; American Recovery and Reinvestment Act of 2010 (ARRA), Public Law 111-5.

ARRA EQUIPMENT ASSISTANCE ALLOCATION

To assist States: (1) through cash grants and food donations, in making the school lunch program available to school children and to encourage the domestic consumption of nutritious agricultural commodities, (2) in providing a nutritious nonprofit breakfast service for school children, through cash grants and donations, (3) to provide subsidies to schools to encourage the consumption of fluid milk by children.

HEADSTART

To promote school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm-workers, through the provision of comprehensive health, educational, nutritional, social and other services; and to involve parents in their children's learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of their local Head Start programs. The project is funded through the federal government, under the Community Opportunities, Accountability, and Training and Educational Services Act of 1998, Title I, Section 101-119,

STATE OF NEW MEXICO
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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

JOHNSON O'MALLEY

The Johnson O'Malley project provides supplemental programs in special education and other special needs for New Mexico public schools where eligible Indian children are enrolled. Funding is provided by the Department of the Interior, Bureau of Indian Affairs, through the Navajo Tribe, under the Johnson O'Malley Act of April 16, 1934; as amended 25 U.S.C. 452, Public Law 93-638; 25 U.S.C. 455-457.

IMPACT AID SPECIAL EDUCATION

To provide financial assistance to local educational agencies (LEA'S) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), where there is a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3 (b); where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

TITLE XIX MEDICAID

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-14, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

CHILD & ADULT FOOD PROGRAM

To account for the activities of a program to provide for healthier schools by providing a health center at the schools. Funding is from the New Mexico Department of Health. The authority for creation of this fund was approved by the original budget by the Cuba Board of Education.

INDIAN ED FORMULA GRANT

The purpose of this program is to support projects which improve educational opportunities and achievement of Native American children. Funding is provided by the Federal Government, under the Elementary and Secondary Education Act of 1965, Title IX, Part A, Subpart 1, as amended, Public Law 103-382, 20 U.S.C. 7811-7818; 25 U.S.C. 2002.

TITLE V INDIAN HEALTH CARE IMPROVEMENT

To provide health-related services to Urban Indians including: (1) Alcohol and substance abuse prevention, treatment, rehabilitation, and education; (2) mental health needs assessment and services; (3) health promotion and disease prevention services; (4) immunization services. Authorization: Indian Health Care Improvement Act, Executive Order Sections 503 , Title V, Section 511, Public Law 94-437, as amended by Indian Health Care Improvement Act, Public Law 101-630, as amended by Public Health Service Act, Public Law 100-713; Indian Health Care Improvement Act, Title V, Public Law 102-572.

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NONMAJOR SPECIAL REVENUE FUNDS
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WORKFORCE INVESTMENT ACT

To increase the long-term employment of youth who live in empowerment zones, enterprise communities, and high poverty areas. Authorized through P.L. 105-220.

LITERACY THROUGH SCHOOL LIBRARIES

To provide students with increased access to up-to-date school library materials, a well-equipped technologically advanced school library media center, and well-trained, professionally certified school library media specialists to improve literacy skills and achievement of students. Elementary and Secondary Education Act of 1965, Title I, Part B, Subpart 4.

NATIVE AMERICAN PROGRAM

To support language instruction education projects for limited English proficient (LEP) children from Native American, Alaska Native, native Hawaiian, and Pacific Islander backgrounds. The program is designed to ensure that LEP children master English and meet the same rigorous standards for academic achievement that all children are expected to meet. Funds may support the study of Native American languages. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), as amended, Title III, Part A, Sections 3101-3129.

ARRA - STATE REVITALIZATION

To support and restore funding for elementary, secondary, and postsecondary education and, as applicable, early child hood education programs and services in States and local educational agencies. Authorization: American Recovery and Reinvestment Act of 2009 (ARRA), Division A, Title XIV, Public Law 111-5.

IMPACT AID CONSTRUCTION

Used for construction activities, including the preparation of drawings and specifications for school facilities; erecting, building, acquiring, altering, remodeling, repairing, or extending school facilities; and inspecting and supervising the construction of school facilities. Authorization: Elementary and Secondary Education Act, as amended, Section 8007(b), Title VIII; American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

LANL FOUNDATION

Local grant sponsored by Los Alamos National Laboratory that was used to provide a scholarship to a senior high student that was to be used in a four-year program for educational efforts in pursuing an engineering degree at a New Mexico college or university.

INDIAN HEALTH SERVICES

To provide teen health training for the students and community.

MICROSOFT SETTLEMENT

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

TECHNOLOGY FOR EDUCATION

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

STATE OF NEW MEXICO
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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

PHYSICAL EDUCATION CLASSES

State program to provide a elementary physical education curriculum aligned to the New Mexico Physical Education Content Standards with Benchmarks and Performance Standards. It is to be taught by PED licensed elementary physical education instructors. The school must provide physical education 3 days a week for 30 minutes per day to all students in the school in grades K-6. The program is funded by the state equalization guarantee (SEG)

STATEWIDE COMPUTER LANGUAGE

To provide training on computers and computer software.

LIBRARIES GO BOND 2004

Funding made available to update and expand library collections.

PRE-K INITIATIVE

The pre-k program shall address the total development needs of preschool children, including physical, cognitive, social and emotional needs, and shall include health care, nutrition, safety and multicultural sensitivity.

BEGINNING TEACHER MENTORING

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

BREAKFAST FOR ELEMENTARY STUDENTS

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

SCHOOLS ON THE RISE

To provide schools with addition funds for education materials.

STATE 21ST CENTURY

To provide (1) opportunities for academic enrichment, including providing tutorial services to help students, particularly students in high-poverty areas and those who attend low-performing schools, meet State and local student performance standards in core academic subjects such as reading and mathematics; (2) students a broad array of additional services, programs, and activities, such as youth development activities, drug and violence prevention programs, counseling programs, art, music, and recreation programs, technology education programs, and character education programs, that are designed to reinforce and complement the regular academic program of participating students; and (3) families of students served by community learning centers opportunities for literacy and related educational development.

LIBRARIES GO BOND 2006

Funding made available to update and expand library collections.

STATE DIRECTED ACTIVITIES

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

LIBRARY BOOKS

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

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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2010

YOUTH CONSERVATION CORP NMEMNR

To account for funds received for the purpose of employing local youth.

AP NEW MEXICO INCENTIVE FUNDING

To assist the high school in developing a computer program.

CHILDREN'S MEDICAL SERVICES

To account for purchases made by the school nurse for supplies and materials for the physical education program.

COORDINATED APPROACH TO CHILD HEALTH

To provide purchases and activities that aid in the implementation of the CATCH program.

GEAR UP

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

CAREER VOCATIONAL TECHNICAL EDUCATION

To provide funds for the improvement of school buildings; maintenance of school buildings and grounds, training for maintenance personnel, purchase of computer software and hardware.

LIFE LINK

To assist in the assessment of behavior health needs.

SUBSTANCE ABUSE ED

To provide culturally relevant and age appropriate alcohol, tobacco, and other drug prevention.

SCHOOL BASED HEALTH CENTER

To enhance school based health centers infrastructure, develop and implement billing protocols, improve communication with school personnel, families, and outside agencies, and improve behavioral health programs.

CITY/COUNTY GRANTS

To implement science based curriculum.

2008 GO BONDS

The funds must be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program. Funds generated by Go Bonds may not be used to supplant existing or prior library material funding within school districts receiving these monies. This funding will supplement and be in addition to current and existing funding.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

FOOD SERVICE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Food and milk reimbursements	\$ 225,000	\$ 225,000	\$ 254,016	\$ 29,016
Local sources:				
Fees and activities	26,000	68,478	58,200	(10,278)
Earnings from investments	<u>2,500</u>	<u>2,500</u>	<u>31</u>	<u>(2,469)</u>
Total revenues	253,500	295,978	312,247	16,269
Expenditures:				
Current:				
Food Services Operations	<u>257,492</u>	<u>299,970</u>	<u>273,282</u>	<u>26,688</u>
Excess (deficiency) of revenues over expenditures	(3,992)	(3,992)	38,965	42,957
Beginning cash balance budgeted	3,992	3,992	-	(3,992)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>19,971</u>	<u>19,971</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	58,936	<u>\$ 58,936</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			<u>30,578</u>	
			<u>\$ 89,514</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ATHLETICS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Fees and activities	\$ 33,700	\$ 33,700	\$ 30,059	\$ (3,641)
Earnings from investments	<u>100</u>	<u>100</u>	<u>10</u>	<u>(90)</u>
Total revenues	33,800	33,800	30,069	(3,731)
 Expenditures:				
Current:				
Instruction	<u>50,119</u>	<u>50,119</u>	<u>31,247</u>	<u>18,872</u>
Excess (deficiency) of revenues over expenditures	(16,319)	(16,319)	(1,178)	15,141
Beginning cash balance budgeted	16,319	16,319	-	(16,319)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,201</u>	<u>1,201</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>23</u>	<u>\$ 23</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 23</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE I SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	<u>\$ 889,982</u>	<u>\$ 1,155,224</u>	<u>\$ 1,152,513</u>	<u>\$ (2,711)</u>
Expenditures:				
Current:				
Instruction	723,149	876,099	569,372	306,727
Support Services - Students	73,992	175,494	175,487	7
Support Services - General Administration	56,366	55,560	55,560	-
Support Services - School Administration	33,475	42,926	42,921	5
Central Services	3,000	1,076	1,075	1
Operation & Maintenance of Plant	-	69	67	2
Food Services Operations	<u>-</u>	<u>4,000</u>	<u>3,327</u>	<u>673</u>
Total expenditures	<u>889,982</u>	<u>1,155,224</u>	<u>847,809</u>	<u>307,415</u>
Excess of revenues over expenditures	-	-	304,704	304,704
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	304,704	<u>\$ 304,704</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(305,946)	
Change in payables			<u>1,242</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

MIGRANT CHILDREN EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE I PROGRAM IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 229,717	\$ 271,076	\$ 222,219	\$ (48,857)
Expenditures:				
Current:				
Instruction	69,644	100,903	86,543	14,360
Support Services - Students	63,755	64,765	44,710	20,055
Support Services - General Administration	13,205	13,205	13,205	-
Support Services - School Administration	83,113	58,209	45,998	12,211
Central Services	-	385	130	255
Operation & Maintenance of Plant	-	4,050	2,767	1,283
Student Transportation	-	29,559	26,315	3,244
Total expenditures	229,717	271,076	219,668	51,408
Excess of revenues over expenditures	-	-	2,551	2,551
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	2,551	\$ 2,551
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(2,551)	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

DISCRETIONARY IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ -	\$ 4,595	\$ 4,595
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	4,595	4,595
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,595	<u>\$ 4,595</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(4,595)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

COMPETITIVE IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PRESCHOOL IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 8,337	\$ 12,535	\$ -	\$ (12,535)
Expenditures:				
Current:				
Instruction	3,033	7,231	1,564	5,667
Support Services - School Administration	<u>5,304</u>	<u>5,304</u>	-	<u>5,304</u>
Total expenditures	<u>8,337</u>	<u>12,535</u>	<u>1,564</u>	<u>10,971</u>
Excess (deficiency) of revenues over expenditures	-	-	(1,564)	(1,564)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(1,564)	<u>\$ (1,564)</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>1,564</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE VI SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

IDEA-B "RISK POOL" SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 2,415	\$ -	\$ (2,415)
 Expenditures:				
Current:				
Instruction	-	2,415	-	2,415
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE IV DRUG FREE SCHOOLS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ENHANCING EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 49,560	\$ -	\$ (49,560)
 Expenditures:				
Current:				
Central Services	-	42,360	34,428	7,932
Capital outlay:				
Equipment	-	7,200	7,106	94
Total expenditures	-	49,560	41,534	8,026
Excess (deficiency) of revenues over expenditures	-	-	(41,534)	(41,534)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(41,534)	<u>\$ (41,534)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			(634)	
Change in deferred revenue			<u>42,168</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

READING EXCELLENCE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ENHANCING ED THRU TECH SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 40,000	\$ 26,639	\$ (13,361)
 Expenditures:				
Current:				
Central Services	-	40,000	26,893	13,107
 Excess (deficiency) of revenues over expenditures	-	-	(254)	(254)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(254)	<u>\$ (254)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>254</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE V SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 3,411	\$ 3,411	\$ -	\$ (3,411)
 Expenditures:				
Current:				
Instruction	<u>3,411</u>	<u>3,411</u>	<u>2,010</u>	<u>1,401</u>
Excess (deficiency) of revenues over expenditures	-	-	(2,010)	(2,010)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(2,010)	<u>\$ (2,010)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in due to other funds			<u>2,010</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE III ENGLISH LANGUAGE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 25,674	\$ 98,680	\$ 15,005	\$ (83,675)
Expenditures:				
Current:				
Instruction	-	78,006	78,002	4
Support Services - Students	-	5,009	8	5,001
Support Services - General Administration	17,810	7,810	8	7,802
Support Services - School Administration	7,864	7,855	2,216	5,639
Total expenditures	25,674	98,680	80,234	18,446
Excess (deficiency) of revenues over expenditures	-	-	(65,229)	(65,229)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(65,229)	\$ (65,229)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			65,373	
Change in payables			(144)	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE II TEACHER QUALITY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	<u>\$ 164,186</u>	<u>\$ 470,581</u>	<u>\$ 147,471</u>	<u>\$ (323,110)</u>
Expenditures:				
Current:				
Instruction	157,328	383,723	98,793	284,930
Support Services - Students	-	25,000	764	24,236
Support Services - Instruction	-	25,000	410	24,590
Support Services - General Administration	6,858	6,858	6,858	-
Support Services - School Administration	-	25,000	5,607	19,393
Central Services	<u>-</u>	<u>5,000</u>	<u>500</u>	<u>4,500</u>
Total expenditures	<u>164,186</u>	<u>470,581</u>	<u>112,932</u>	<u>357,649</u>
Excess of revenues over expenditures	-	-	34,539	34,539
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>34,539</u>	<u>\$ 34,539</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(36,913)	
Change in payables			<u>2,374</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SAFE AND DRUG FREE SCHOOLS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 10,596	\$ 33,717	\$ 9,813	\$ (23,904)
 Expenditures:				
Current:				
Instruction	<u>10,596</u>	<u>33,717</u>	<u>9,813</u>	<u>23,904</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

21ST CENTURY COMMUNITY LIVING CENTERS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ -	\$ 9,733	\$ 9,733
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	9,733	9,733
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	9,733	<u>\$ 9,733</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(9,733)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

RURAL & LOW-INCOME SCHOOLS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 33,279	\$ 6,832	\$ (26,447)
Expenditures:				
Current:				
Instruction	-	22,579	-	22,579
Capital outlay:				
Equipment	-	10,700	10,657	43
Total expenditures	-	33,279	10,657	22,622
Excess (deficiency) of revenues over expenditures	-	-	(3,825)	(3,825)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(3,825)	\$ (3,825)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			3,825	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 139,123	\$ 38,182	\$ (100,941)
 Expenditures:				
Current:				
Instruction	-	139,123	80,252	58,871
 Excess (deficiency) of revenues over expenditures	-	-	(42,070)	(42,070)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(42,070)	<u>\$ (42,070)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			46,422	
Change in payables			<u>(4,352)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

READING FIRST SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 95,080	\$ 47,540	\$ 37,640	\$ (9,900)
Expenditures:				
Current:				
Support Services - Students	89,218	45,616	42,510	3,106
Support Services - General Administration	<u>5,862</u>	<u>1,924</u>	<u>1,924</u>	<u>-</u>
Total expenditures	<u>95,080</u>	<u>47,540</u>	<u>44,434</u>	<u>3,106</u>
Excess (deficiency) of revenues over expenditures	-	-	(6,794)	(6,794)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(6,794)	<u>\$ (6,794)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>6,794</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ARRA - TITLE I SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 93,508	\$ 114,421	\$ 72,595	\$ (41,826)
 Expenditures:				
Current:				
Instruction	<u>93,508</u>	<u>114,421</u>	<u>-</u>	<u>114,421</u>
Excess of revenues over expenditures	-	-	72,595	72,595
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	72,595	<u>\$ 72,595</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(72,595)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ARRA - ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	<u>\$ 143,151</u>	<u>\$ 249,241</u>	<u>\$ 119,628</u>	<u>\$ (129,613)</u>
 Expenditures:				
Current:				
Instruction	97,039	123,129	91,806	31,323
Support Services - Students	21,247	82,267	82,152	115
Support Services - General Administration	9,418	-	-	-
Support Services - School Administration	3,647	459	456	3
Operation & Maintenance of Plant	-	1,408	1,406	2
Student Transportation	-	41,978	41,933	45
 Capital outlay:				
Equipment	<u>11,800</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>143,151</u>	<u>249,241</u>	<u>217,753</u>	<u>31,488</u>
 Excess (deficiency) of revenues over expenditures	-	-	(98,125)	(98,125)
 Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(98,125)	<u>\$ (98,125)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>98,125</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ARRA - PRESCHOOL IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 5,362	\$ 9,381	\$ 5,324	\$ (4,057)
Expenditures:				
Current:				
Instruction	3,821	3,821	3,820	1
Support Services - Students	1,541	1,541	481	1,060
Support Services - Instruction	-	4,019	-	4,019
Total expenditures	<u>5,362</u>	<u>9,381</u>	<u>4,301</u>	<u>5,080</u>
Excess of revenues over expenditures	-	-	1,023	1,023
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,023	<u>\$ 1,023</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(1,023)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ARRA - EQUIPMENT ASSISTANCE ALLOCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 22,896	\$ 22,895	\$ (1)
Expenditures:				
Current:				
Food Services Operations	-	3,082	3,082	-
Capital outlay:				
Equipment	-	19,814	19,813	1
Total expenditures	-	22,896	22,895	1
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

HEADSTART SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

JOHNSON O'MALLEY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 38,436	\$ 29,257	\$ (9,179)
Expenditures:				
Current:				
Instruction	-	18,488	11,335	7,153
Support Services - Students	-	16,381	21,877	(5,496)
Support Services - School Administration	-	3,567	827	2,740
Total expenditures	-	38,436	34,039	4,397
Excess (deficiency) of revenues over expenditures	-	-	(4,782)	(4,782)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(4,782)	\$ (4,782)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			4,351	
Change in payables			431	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Public Law 874	\$ 60,189	\$ 60,189	\$ 44,100	\$ (16,089)
 Expenditures:				
Current:				
Instruction	<u>60,189</u>	<u>60,189</u>	<u>39,133</u>	<u>21,056</u>
Excess of revenues over expenditures	-	-	4,967	4,967
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,967	<u>\$ 4,967</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			7,118	
Change in due to other funds			<u>(12,085)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE XIX MEDICAID SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 69,663	\$ 69,663	\$ 43,467	\$ (26,196)
 Expenditures:				
Current:				
Support Services - Students	<u>69,663</u>	<u>69,663</u>	<u>39,915</u>	<u>29,748</u>
Excess of revenues over expenditures	-	-	3,552	3,552
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,552	<u>\$ 3,552</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			(113)	
Change in deferred revenue			<u>(3,439)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CHILD & ADULT FOOD PROGRAM SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

INDIAN ED FORMULA GRANT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	<u>\$ 61,146</u>	<u>\$ 157,413</u>	<u>\$ 78,030</u>	<u>\$ (79,383)</u>
Expenditures:				
Current:				
Instruction	55,483	151,750	52,417	99,333
Support Services - General Administration	5,663	5,533	4,663	870
Support Services - School Administration	<u>-</u>	<u>130</u>	<u>130</u>	<u>-</u>
Total expenditures	<u>61,146</u>	<u>157,413</u>	<u>57,210</u>	<u>100,203</u>
Excess of revenues over expenditures	-	-	20,820	20,820
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	20,820	<u>\$ 20,820</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(20,820)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE V INDIAN HEALTH CARE IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 30,030	\$ 30,030	\$ -
Expenditures:				
Current:				
Instruction	-	22,500	10,461	12,039
Support Services - Students	-	7,530	3,974	3,556
Total expenditures	-	30,030	14,435	15,595
Excess of revenues over expenditures	-	-	15,595	15,595
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	15,595	<u>\$ 15,595</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(15,595)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

WORKFORCE INVESTMENT ACT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LITERACY THROUGH SCHOOL LIBRARIES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NATIVE AMERICAN PROGRAM SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ 175,000	\$ 175,000	\$ 144,346	\$ (30,654)
Expenditures:				
Current:				
Instruction	146,646	146,646	115,311	31,335
Support Services - Students	12,972	13,354	13,339	15
Support Services - General Administration	15,382	15,000	15,000	-
Total expenditures	175,000	175,000	143,650	31,350
Excess of revenues over expenditures	-	-	696	696
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	696	\$ 696
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(1,031)	
Change in payables			335	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ARRA - STATE REVITALIZATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 441,815	\$ 582,483	\$ 582,484	\$ 1
Expenditures:				
Current:				
Instruction	324,835	222,264	212,542	9,722
Support Services - Students	116,980	120,596	117,592	3,004
Support Services - Instruction	-	515	449	66
Support Services - School Administration	-	3,435	3,365	70
Central Services	-	3,000	3,000	-
Operation & Maintenance of Plant	-	200,865	213,891	(13,026)
Student Transportation	-	16,365	16,364	1
Food Services Operations	-	13,130	13,129	1
Community Services Operations	-	2,313	2,151	162
Total expenditures	441,815	582,483	582,483	-
Excess of revenues over expenditures	-	-	1	1
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	1	\$ 1
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(1)	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

IMPACT AID CONSTRUCTION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ 112,738	\$ -	\$ (112,738)
 Expenditures:				
Capital outlay:				
Construction in progress	-	112,738	112,738	-
 Excess (deficiency) of revenues over expenditures	-	-	(112,738)	(112,738)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(112,738)	<u>\$ (112,738)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			101,818	
Change in deferred revenue			<u>10,920</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LANL FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	-	1,907	3,633	1,726
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>1,907</u>	<u>759</u>	<u>1,148</u>
Excess of revenues over expenditures	-	-	2,874	2,874
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,874	<u>\$ 2,874</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(2,874)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

INDIAN HEALTH SERVICES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

MICROSOFT SETTLEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State flowthrough grant	\$ -	\$ -	\$ 40,575	\$ 40,575
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	40,575	40,575
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	40,575	<u>\$ 40,575</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(40,575)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 7,905	\$ 4,898	\$ (3,007)
 Expenditures:				
Current:				
Central Services	<u>-</u>	<u>7,905</u>	<u>6,500</u>	<u>1,405</u>
Excess (deficiency) of revenues over expenditures	-	-	(1,602)	(1,602)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(1,602)	<u>\$ (1,602)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			775	
Change in deferred revenue			<u>827</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PHYSICAL EDUCATION CLASSES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATEWIDE COMPUTER LANGUAGE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LIBRARIES GO BOND 2004 SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PREK INITIATIVE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ 46,416	\$ 46,416	\$ 49,633	\$ 3,217
 Expenditures:				
Current:				
Instruction	<u>46,416</u>	<u>46,416</u>	<u>39,097</u>	<u>7,319</u>
Excess of revenues over expenditures	-	-	10,536	10,536
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	10,536	<u>\$ 10,536</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(10,536)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 544	\$ 1,068	\$ 524
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>544</u>	<u>544</u>	<u>-</u>
Excess of revenues over expenditures	-	-	524	524
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	524	<u>\$ 524</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(524)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 14,211	\$ 14,211	\$ -
Expenditures:				
Current:				
Food Services Operations	<u>-</u>	<u>14,211</u>	<u>14,211</u>	<u>-</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHOOLS ON THE RISE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 7,745	\$ 7,745
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	7,745	7,745
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	7,745	<u>\$ 7,745</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(7,745)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATE 21ST CENTURY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 43,462	\$ 43,462
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	43,462	43,462
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	43,462	<u>\$ 43,462</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(43,462)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LIBRARIES GO BOND 2006 SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 2,006	\$ -	\$ (2,006)
 Expenditures:				
Current:				
Support Services - Instruction	<u>-</u>	<u>2,006</u>	<u>1,473</u>	<u>533</u>
Excess (deficiency) of revenues over expenditures	-	-	(1,473)	(1,473)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(1,473)	<u>\$ (1,473)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>1,473</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATE DIRECTED ACTIVITIES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 39,719	\$ 49,719	\$ 10,000
 Expenditures:				
Current:				
Instruction	-	39,719	13,296	26,423
Excess of revenues over expenditures	-	-	36,423	36,423
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	36,423	<u>\$ 36,423</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>(36,423)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

RURAL REVITALIZATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 4,860	\$ -	\$ (4,860)
 Expenditures:				
Current:				
Instruction	-	4,860	4,295	565
 Excess (deficiency) of revenues over expenditures	-	-	(4,295)	(4,295)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(4,295)	<u>\$ (4,295)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			4,295	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LIBRARY BOOKS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 2,210	\$ 2,210	\$ -	\$ (2,210)
 Expenditures:				
Current:				
Support Services - Instruction	<u>2,210</u>	<u>2,210</u>	<u>424</u>	<u>1,786</u>
Excess (deficiency) of revenues over expenditures	-	-	(424)	(424)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(424)</u>	<u>\$ (424)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>424</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

YOUTH CONSERVATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ 67,406	\$ 105,613	\$ 53,310	\$ (52,303)
Local sources:				
Grant	<u>5,000</u>	<u>5,000</u>	-	<u>(5,000)</u>
Total revenues	72,406	110,613	53,310	(57,303)
Expenditures:				
Current:				
Instruction	<u>72,406</u>	<u>110,613</u>	<u>35,164</u>	<u>75,449</u>
Excess of revenues over expenditures	-	-	18,146	18,146
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	18,146	<u>\$ 18,146</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(17,259)	
Change in deferred revenue			<u>(887)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

COORDINATED APPROACH TO CHILD HEALTH SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 600	\$ 600	\$ -
Expenditures:				
Current:				
Instruction	-	600	600	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

AP NEW MEXICO INCENTIVE FUNDING SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CHILDREN'S MEDICAL SERVICES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GEAR UP SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ 38,982	\$ 42,892	\$ 39,569	\$ (3,323)
Expenditures:				
Current:				
Instruction	-	34,177	19,390	14,787
Support Services - Students	38,982	4,605	4,602	3
Support Services - School Administration	-	1,722	1,688	34
Central Services	-	2,388	2,388	-
Total expenditures	38,982	42,892	28,068	14,824
Excess of revenues over expenditures	-	-	11,501	11,501
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	11,501	\$ 11,501
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(11,501)	
			\$ -	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CAREER-VOCATIONAL TECHNICAL EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

LIFE LINK SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SUBSTANCE ABUSE ED SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CITY/COUNTY GRANTS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ 90,950	\$ 55,257	\$ (35,693)
 Expenditures:				
Current:				
Instruction	-	90,950	78,630	12,320
 Excess (deficiency) of revenues over expenditures	-	-	(23,373)	(23,373)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(23,373)	<u>\$ (23,373)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>23,373</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHOOL BASED HEALTH CENTER SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 92,045	\$ 98,867	\$ 6,822
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>92,045</u>	<u>67,044</u>	<u>25,001</u>
Excess of revenues over expenditures	-	-	31,823	31,823
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	31,823	<u>\$ 31,823</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(23,251)	
Change in deferred revenue			<u>(8,572)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

VALUE OPTION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 25,543	\$ -	\$ (25,543)
 Expenditures:				
Current:				
Support Services - Students	-	25,543	23,253	2,290
Excess (deficiency) of revenues over expenditures	-	-	(23,253)	(23,253)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(23,253)	<u>\$ (23,253)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>23,253</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

2008 GO BONDS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 10,083	\$ 10,083	\$ -	\$ (10,083)
 Expenditures:				
Current:				
Support Services - Instruction	<u>10,083</u>	<u>10,083</u>	<u>-</u>	<u>10,083</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CAPITAL PROJECTS FUNDS
Year Ended June 30, 2010

BOND BUILDING FUND

This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

PUBLIC SCHOOL CAPITAL OUTLAY

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

SPECIAL CAPITAL OUTLAY - STATE

This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

SPECIAL CAPITAL OUTLAY - FEDERAL

To maintain school facilities owned by the Department of Education and operated by Board of Education agencies and transfer these facilities to local agencies where appropriate. These funds are authorized by the Elementary and Secondary Education Act of 1965, Title VIII, Section 8008 as amended.

CAPITAL IMPROVEMENTS SB – 9

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

ED TECHNOLOGY EQUIPMENT ACT

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

PUBLIC SCHOOL CAPITAL OUTLAY – 20%

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

BOND BUILDING CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Earnings from investments	\$ 8,000	\$ 8,000	\$ 1,487	\$ (6,513)
Miscellaneous	<u> -</u>	<u> -</u>	<u> 104</u>	<u> 104</u>
Total revenues	<u> 8,000</u>	<u> 8,000</u>	<u> 1,591</u>	<u> (6,409)</u>
Expenditures:				
Current:				
Operation & Maintenance of Plant	57,819	57,819	40,534	17,285
Capital outlay:				
Land and improvements	50,000	50,000	-	50,000
Construction in progress	<u>800,362</u>	<u>1,268,342</u>	<u>993,699</u>	<u>274,643</u>
Total expenditures	<u>908,181</u>	<u>1,376,161</u>	<u>1,034,233</u>	<u>341,928</u>
Excess (deficiency) of revenues over expenditures	(900,181)	(1,368,161)	(1,032,642)	335,519
Other financing sources:				
Sale of bonds	<u>500,000</u>	<u>967,980</u>	<u>475,000</u>	<u>(492,980)</u>
Net change in fund balance	(400,181)	(400,181)	(557,642)	(157,461)
Beginning cash balance budgeted	400,181	400,181	-	(400,181)
Fund balance at beginning of the year	<u> -</u>	<u> -</u>	<u>1,005,852</u>	<u>1,005,852</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>448,210</u>	<u>\$ 448,210</u>
RECONCILIATION TO GAAP BASIS:				
Change in due from other governments			<u>5,285</u>	
			<u>\$ 453,495</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	(129,557)	(129,557)
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ -</u>	(129,557)	<u>\$ (129,557)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ (129,557)</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ 11	\$ 11
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	11	11
Fund balance (deficit) at beginning of the year	-	-	<u>(24,505)</u>	<u>(24,505)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(24,494)	<u>\$ (24,494)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ (24,494)</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SPECIAL CAPITAL OUTLAY - FEDERAL CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Capital outlay:				
Construction in progress	<u>132,232</u>	<u>132,232</u>	<u>-</u>	<u>132,232</u>
Excess (deficiency) of revenues over expenditures	(132,232)	(132,232)	-	132,232
Beginning cash balance budgeted	132,232	132,232	-	(132,232)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>128,662</u>	<u>128,662</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	128,662	<u>\$ 128,662</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 128,662</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ 435,559	\$ 435,559	\$ 22,262	\$ (413,297)
Local sources:				
District school tax levy	96,465	96,465	100,666	4,201
Earnings from investments	-	-	556	556
Miscellaneous	14,711	14,711	12,074	(2,637)
Total revenues	546,735	546,735	135,558	(411,177)
Expenditures:				
Current:				
Support Services - General Administration	3,500	3,500	1,649	1,851
Operation & Maintenance of Plant	400,000	436,330	107,190	329,140
Capital outlay:				
Land and improvements	8,192	8,192	-	8,192
Buildings and improvements	150,000	113,670	-	113,670
Equipment	110,000	110,000	-	110,000
Construction in progress	75,000	75,000	5,300	69,700
Total expenditures	746,692	746,692	114,139	632,553
Excess (deficiency) of revenues over expenditures	(199,957)	(199,957)	21,419	221,376
Beginning cash balance budgeted	199,957	199,957	-	(199,957)
Fund balance at beginning of the year	-	-	154,186	154,186
Fund balance at end of the year	\$ -	\$ -	175,605	\$ 175,605
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,670	
Change in due from other governments			543	
Change in payables			836	
Change in deferred property taxes			(4,333)	
			\$ 174,321	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ED TECHNOLOGY EQUIPMENT ACT CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	<u>6,807</u>	<u>6,807</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	6,807	<u>\$ 6,807</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 6,807</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PUBLIC SCHOOL CAPITAL OUTLAY - 20% CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Earnings from investments	\$ -	\$ -	\$ 38	\$ 38
Miscellaneous	<u>-</u>	<u>-</u>	<u>4,783</u>	<u>4,783</u>
Total revenues	-	-	4,821	4,821
Expenditures:				
Current:				
Operation & Maintenance of Plant	<u>18,261</u>	<u>18,261</u>	<u>-</u>	<u>18,261</u>
Excess (deficiency) of revenues over expenditures	(18,261)	(18,261)	4,821	23,082
Beginning cash balance budgeted	18,261	18,261	-	(18,261)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>38,267</u>	<u>38,267</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>43,088</u>	<u>\$ 43,088</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 43,088</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

DEBT SERVICE FUNDS
Year Ended June 30, 2010

DEBT SERVICE FUND

To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

EDUCATIONAL TECHNOLOGY DEBT SERVICE FUND

To account for the accumulation of resources for, and the payment of, Education Technology Bond principal, interest, and related costs.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

DEBT SERVICES FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
District school tax levy	\$ 468,825	\$ 468,825	\$ 514,863	\$ 46,038
Earnings from investments	1,204	1,204	328	(876)
Miscellaneous	117,206	117,206	61,736	(55,470)
Total revenues	587,235	587,235	576,927	(10,308)
Expenditures:				
Current:				
Support Services - General Administration	4,689	5,689	5,160	529
Debt service:				
Principal retirement	535,000	535,000	535,000	-
Bond interest paid	129,450	129,450	117,175	12,275
Reserves	435,848	434,848	-	434,848
Total expenditures	1,104,987	1,104,987	657,335	447,652
Excess (deficiency) of revenues over expenditures	(517,752)	(517,752)	(80,408)	437,344
Other financing sources:				
Transfers in	-	-	77,117	77,117
Net change in fund balance	(517,752)	(517,752)	(3,291)	514,461
Beginning cash balance budgeted	517,752	517,752	-	(517,752)
Fund balance at beginning of the year	-	-	710,773	710,773
Fund balance at end of the year	\$ -	\$ -	707,482	\$ 707,482
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			12,804	
Change in due from other governments			2,813	
Change in deferred property taxes			(26,333)	
			\$ 696,766	

See accompanying notes to the Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

ED TECH DEBT SERVICE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
District school tax levy	\$ 629	\$ 629	\$ 221	\$ (408)
Earnings from investments	-	-	118	118
Miscellaneous	1	1	1	-
Total revenues	630	630	340	(290)
Expenditures:				
Current:				
Support Services - General Administration	7	7	2	5
Debt service:				
Reserves	53,687	53,687	-	53,687
Total expenditures	53,694	53,694	2	53,692
Excess (deficiency) of revenues over expenditures	(53,064)	(53,064)	338	53,402
Beginning cash balance budgeted	53,064	53,064	-	(53,064)
Fund balance at beginning of the year	-	-	32,732	32,732
Fund balance at end of the year	\$ -	\$ -	33,070	\$ 33,070
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(2,543)	
Change in due from other governments			39	
Change in deferred property taxes			2,487	
			\$ 33,053	

See accompanying notes to the Schedule of Expenditures of Federal Awards.

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OTHER SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2010

Activity		Balance				Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2009</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2010</u>
\$ 901	HS Arts & Crafts	\$ -	\$ 2,832	\$ -		\$ 2,832
\$ 902	CAP Activity	693	2	-		695
\$ 903	Dine Club Pageant Committee	426	1	417		10
\$ 904	HS Honor Society	41	-	41		-
\$ 905	Cheerleaders	489	905	525		869
\$ 908	Adult Vocational Ed	20	-	-		20
\$ 909	AutoCAD	365	-	-		365
\$ 910	Dine Education	13	-	-		13
\$ 911	Transportation Activity	-	2,508	2,418		90
\$ 912	HS General	324	722	294		752
\$ 913	HS Softball	-	1,055	958		97
\$ 914	Boys Basketball	\$ 861	5,700	6,310		251
\$ 915	HS Library	1,547	53	-		1,600
\$ 916	Girls Basketball	720	729	1,180		269
\$ 917	HS Indian Club	529	5,559	3,084		3,004
\$ 918	Cuba SADD	50	1	-		51
\$ 919	Baile Latino de Cuba Elementary	656	802	523		935
\$ 920	HS Science	177	1	-		178
\$ 921	Class of 2011	884	9,617	6,165		4,336
\$ 922	Swimming Pool	14,536	1,226	2,534		13,228
\$ 923	HS Student Council	846	1,693	1,293		1,246
\$ 924	HS Woodwork	1,548	3	62		1,489
\$ 925	HS Yearbook	3,119	5,489	5,817		2,791
\$ 926	HS Welding	1,057	2	1,000		59
\$ 927	Talent Show	13	-	13		-
\$ 928	MS General MS Incentive	7,244	6,191	9,995		3,440
\$ 929	8th Grade Washington D.C.Trip	-	2,200	2,200		-
\$ 930	Class of 2010	1,504	7,761	7,205		2,060
\$ 931	MS Library	1,255	179	642		792
\$ 932	HS Counseling	21	-	-		21
\$ 933	HS Volleyball	592	1,602	762		1,432
\$ 934	MS Student Council	174	85	-		259
\$ 935	MID School Athletics	1,838	64	1,902		-
\$ 936	Elementary Fund	3,107	2,134	2,830		2,411
\$ 937	Cross Country	1	2,004	1,394		611
\$ 938	Elementary PTSO	765	167	-		932
\$ 939	Inservice Days	856	1,324	1,237		943
\$ 940	Track	-	2,545	2,545		-
\$ 941	HS Special Ed	1,542	4	-		1,546
\$ 942	Ntyational Jr. Honor Society	-	361	-		361
\$ 943	Laptop Repair	171	3,519	3,365		325
\$ 944	Elementary Drug Education	713	717	497		933
\$ 945	Elementary Incentive	-	647	347		300
\$ 947	HS Football	\$ 142	\$ 2,860	\$ 1,394		\$ 1,608

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2010

Activity		Balance				Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2009</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2010</u>
\$ 949	Administration Scholarship Fund	\$ 1,577	\$ 647	\$ 1,111		\$ 1,113
\$ 950	Athletic Special Events	681	3,697	3,797		581
\$ 952	Class of 2009	1,159	3	-		1,162
\$ 953	Cuba Green Project	4	21	-		25
\$ 956	Multi-Cultural Fair Committee	216	1	-		217
\$ 959	HS Concession	20,078	14,188	26,344		7,922
\$ 961	Class of 2013	-	108	-		108
\$ 976	Elementary Yearbook	1,071	1,191	464		1,798
\$ 980	Summer School	1,391	3	-		1,394
\$ 985	Headstart	5	-	-		5
\$ 987	HS Baseball	1,608	1,153	2,000		761
\$ 990	Lost Books	535	1	-		536
\$ 991	Class of 2012	-	190	-		190
\$ 992	Navajo Language	200	-	-		200
\$ 993	Elementary Library	377	104	19		462
\$ 994	Cuba High Travel Academy	2,642	6	877		1,771
\$ 998	HS Travel Academy	270	-	270		-
		<u> </u>	<u> </u>	<u> </u>		<u> </u>
	Pooled cash and investments	\$ 80,653	\$ 94,577	\$ 103,831		\$ 71,399
		<u> </u>	<u> </u>	<u> </u>		<u> </u>
	LIABILITIES					
	Deposits held for others	\$ 80,653	\$ 94,577	\$ 103,831		\$ 71,399
		<u> </u>	<u> </u>	<u> </u>		<u> </u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF PLEDGED COLLATERAL
June 30, 2010

	<u>First Community Bank</u>	<u>The Bank of New York Mellon</u>	<u>Total</u>
Cash on deposit at June 30, 2010	\$ 2,992,387	\$ 81,248	\$ 3,073,635
Less FDIC coverage	<u>250,000</u>	<u>81,248</u>	<u>331,248</u>
Uninsured funds	<u>\$ 2,742,387</u>	<u>\$ -</u>	<u>\$ 2,742,387</u>
50% collateral requirement	\$ 1,371,194	\$ -	\$ 1,371,194
Pledged collateral	<u>3,584,375</u>	<u>-</u>	<u>3,584,375</u>
Excess of pledged collateral	<u>\$ 2,213,181</u>	<u>\$ -</u>	<u>\$ 2,213,181</u>

Pledged collateral of financial institutions consists of the following at June 30, 2010

	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
Wells Fargo Bank:			
FNCL	7/1/2036	31371MVU8	\$ 413,842
FNCL	10/1/2036	31409GP42	2,710,517
FNCL	5/1/2036	31410M5J5	46,464
FNCL	4/1/2037	31411VT25	32,709
FNCL	6/1/2038	31415Q4C7	380,843
			<u>\$ 3,584,375</u>

The above securities are held at Wells Fargo Bank Northwest, NA.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CASH RECONCILIATION

June 30, 2010

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 854,295	\$ 6,560,136	\$ (6,484,500)	\$ (77,117)	\$ 852,814	\$ -	\$ 852,814
Teacherage	38,246	35,801	(7,666)	-	66,381	-	66,381
Transportation	29,370	697,908	(696,335)	-	30,943	-	30,943
Instructional Materials	84,627	27,581	(112,101)	-	107	-	107
Food Services	20,502	312,247	(273,282)	-	59,467	-	59,467
Athletics	1,373	30,069	(31,247)	-	195	-	195
Federal Flowthrough Funds	(550,764)	1,891,086	(1,722,751)	-	(382,429)	-	(382,429)
Federal Direct Funds	455,301	1,358,548	(1,353,416)	-	460,433	-	460,433
Local Grants	(41,048)	44,207	(759)	-	2,400	-	2,400
State Flowthrough Funds	(74,364)	170,736	(79,841)	-	16,531	-	16,531
State Direct Funds	(33,857)	93,478	(63,832)	-	(4,211)	-	(4,211)
Local/State	40,029	154,124	(168,927)	-	25,226	-	25,226
Bond Building	1,011,137	469,467	(1,027,213)	-	453,391	-	453,495
Public School Capital Outlay	(129,557)	-	-	-	(129,557)	-	(129,557)
Special Capital Outlay - State	5,495	11	-	-	5,506	-	5,506
Special Capital Outlay - Federal	127,917	-	-	-	127,917	-	127,917
Capital Improvements SB-9	234,444	135,557	(114,138)	-	255,863	-	255,863
Public School Capital Outlay - 20%	18,261	4,821	-	-	23,082	-	23,082
Debt Services	658,384	576,927	(657,335)	77,117	655,093	-	655,093
Ed Tech Debt Service	53,236	340	(2)	-	53,574	-	53,574
Agency Funds	-	-	-	-	-	71,399	71,399
Total	\$ 2,803,027	\$ 12,563,044	\$ (12,793,345)	\$ -	\$ 2,572,726	\$ 71,399	\$ 2,644,229

Account Name	Account Type	Bank Name	Bank Amount	Adjustments to report:	
Operational	Checking	Wells Fargo Bank	\$ 2,992,386	Agency funds	71,399
Federal funds	Checking	Wells Fargo Bank	1	Total adjustment to the report	<u>\$ 71,399</u>
Capital projects	Checking	Bank of New York Mellon	81,248		
Total			<u>\$ 3,073,635</u>	Adjustments to cash:	
				Bank Balance	\$ 3,073,635
				Ousting checks	(429,406)
				Total adjustment to cash	<u>\$ 2,644,229</u>

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SINGLE AUDIT SECTION

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

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

Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Cuba Independent School District No. 62, as of and for the year ended June 30, 2010, and have issued our report thereon dated October 25, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Cuba Independent School District No. 62's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cuba Independent School District No. 62's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Cuba Independent School District No. 62's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

A *significant deficiency* is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Findings 2010 – 1 through 2010 – 9.

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Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

Compliance and other matters

As part of obtaining reasonable assurance about whether Cuba Independent School District No. 62's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items findings 2010 - 3, 2010 - 5 and 2010 - 8.

Cuba Independent School District No. 62's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Cuba Independent School District No. 62's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, others within the Cuba Independent School District No. 62, the audit committee, the State Auditor, the New Mexico Legislature, New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.

Keystone Accounting, LLC

October 25, 2010

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENT
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENT THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL CONTROL OVERCOMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

Compliance

We have audited Cuba Independent School District No. 62's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of Cuba Independent School District No. 62's major federal programs for the year ended June 30, 2010. Cuba Independent School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of finding 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 Cuba Independent School's management. Our responsibility is to express an opinion on Cuba Independent 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 (GAGAS)*, 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 Cuba Independent School District No. 62's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Cuba Independent School District No. 62's compliance with those requirements.

In our opinion, Cuba Independent School District No. 62 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

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Hector H. Balderas, State Auditor
And the Board of Education of
Cuba Independent School District No. 62

Internal Control Over Compliance

Management of Cuba Independent School District No. 62 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Cuba Independent School District No. 62's internal control over compliance with the 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 opinion 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 Cuba Independent School District No. 62's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis.

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

This report is intended solely for the information and use of management, others within the Cuba Independent School District No. 62, the audit committee, the State Auditor, the New Mexico Legislature, New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



October 25, 2010

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2010

A. PRIOR YEAR AUDIT FINDINGS

2006 – A LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

Current Status: Not resolved. Repeated in the current year as Finding 2010 – 3.

2006 – C DELINQUENT AUDIT REPORT

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

2007 – 1 PREPARATION OF FINANCIAL STATEMENTS

Current Status: Not resolved. Repeated in the current year as finding 2010 – 1.

2007 – 6 UNTIMELY PAYMENT OF PURCHASES

Current Status: Not resolved. Repeated in the current year as finding 2010 – 6.

2007 – 10C LATE FILING OF FEDERAL CLEARING HOUSE REPORTING

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

2008 – 7 MISSING DOCUMENTATION FOR RECEIPTS

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

2008 – 8 PRENUMBERED RECEIPTS WERE NOT USED

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Cuba Independent School District No. 62.
2. There were nine significant deficiencies disclosed during the audit of the financial statements in the Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. There were no significant deficiencies reported as material weaknesses.
3. There were no instances of noncompliance material to the financial statements of Cuba Independent School District No. 62 were disclosed during the audit.
4. There were no significant deficiencies disclosed during the audit of the major federal awards program in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for Cuba Independent School District No. 62 expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award programs for Cuba Independent School District No. 62 that is required to be reported in accordance with OMB Circular A-133.510(a).
7. The programs treated as major programs include: Title I, Part A Cluster CFDA 84.010 and 84.389, P.L. 81.874 Special/Indian Education CFDA 84.041, Special Education Cluster (IDEA-B) CFDA 84.027, 84.173, 84.391 and 84.392 and ARRA-State Revitalization CFDA 84.394.
8. The threshold for distinguishing types A and B programs was \$300,000.
9. Cuba Independent School District No. 62 was determined to be a high-risk auditee.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

2010 – 1 PREPARATION OF FINANCIAL STATEMENTS
(Repeat of Prior Year Finding 2007-1)

Condition: The financial statements were prepared by the auditor.

Criteria: As per SAS 115, management is required to have an internal control system of financial reporting including the preparation of the financial statements.

Effect of condition: Management's ability to ascertain the accuracy and completeness of the financial statements has been diminished.

Cause: Management does not have internal controls in place that are necessary for the preparation of the financial statements.

Recommendation: Management should develop a plan and system of controls that enable them to review the accuracy and completeness of the financial statements.

Management's Response: The Business Office developing a plan and a system of controls that enable the Business Office to review the accuracy and completeness of the financial statements.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 2 NO FOOD SERVICE INVENTORY

Condition: Food Service inventory documentation was not adequate. Documentation provided was not adequate for testing.

Criteria: In accordance with federal law the school is required to take an inventory monthly.

Effect of condition: The District provided an inventory with totals only, No detail of inventory count or the cost applied to each item was provided.

Cause: The District inventory did not provide adequate detail.

Recommendation: The District should provide a detail of the inventory showing count and costs applied so that it can be tested.

Response: The Business Office will do a physical inventory at the end of the school year.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 3 LACK OF TIMELY MONITORING OF BUDGET LINE ITEM EXPENDITURES
(Repeat of Prior Year Finding 2006-A)

Condition: There were unfavorable variances between actual and budgeted line item expenditures. The following funds had individual line item over expenditures:

<u>Fund</u>	<u>Over Expended</u>	<u>Page No.</u>
Johnson O'Malley Special Revenue Fund	5,496	108
SEG Federal Stimulus Special Revenue Fund	13,026	117

Criteria: According to NMSA 1978 Section 22-8-11 B all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines. As part of maintaining fiscal responsibility for the operations of the school, management is responsible for following the guidelines set out for expenses in the budget submitted at the beginning of the year, as well as any “BARS” that had been approved.

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

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

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

Management Response: Resolved by the Business Office implementing immediate steps to provide adequate financial reports to allow for proper and timely monitoring of line item expenditures. Monthly budget adjustments requests will be submitted to the Board of Education and State Department of Education for approval to make necessary changes to the records prior to being presented for audit.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 4 DEPRECIATION CALCULATION IS INCORRECT

Condition: Depreciation is not correctly calculated at the end of the fiscal year.

Criteria: In accordance with GASB 34 and federal and state law the District is required to calculate, review and reconcile depreciation each year.

Effect of Condition: The District is calculating the depreciation of capital assets and is aware that the computer is incorrectly calculating depreciation on two assets. The District is working with the technical support to correct the error.

Cause: The depreciation software has a glitch and did not calculate correctly.

Recommendation: The District needs to get the software to calculate the depreciation correctly.

Management Response: The Business Office will do a physical inventory on fixed assets.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 5 PAYMENT FOR SERVICES NOT RENDERED

Condition: Certain employees are paid before the pay period ends. This represents a payment for services not rendered and is a violation of state law.

Criteria: According to State Law 30-23-2 school districts cannot pay for services not rendered.

Effect of condition: The money is susceptible to loss due to the fact that it could be difficult to collect the funds already paid.

Cause: The prepayment of a contract before the services are rendered or overpayment of a contract without proper work causes the District to have prepaid for services.

Recommendation: The District should only pay for services rendered.

Management's response: The Business Office will only pay on services rendered.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 6 UNTIMELY PAYMENT OF PURCHASES
(Repeat of Prior Year Finding 2007 – 6)

Condition: Out of thirty items, five disbursement checks were issued in excess of thirty days following the invoice date.

Criteria: Disbursement payments made in remittance for products and/or services received by the District should be made in a timely manner as part of sound accounting practices. Payment should be made within vendor terms or within thirty days of the invoice date.

Effect of condition: Late fees can be added to the cost of purchases made that are not paid for in a timely manner. Payment of such late fees is not an allowable cost under the guidelines established by the federal government.

Cause: The District did not pay for purchases within thirty days.

Recommendation: A system should be implemented to ensure that invoices are paid within a period not to exceed thirty days from the invoice date.

Management's response: Resolved by the Business Office by monitoring unpaid invoices in a file, until paid. A review of this file will be made weekly, if not daily, to determine if all the necessary documentation is available that will allow for disbursement payment to be made for each purchase.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 7 LATE DEPOSIT OF RECEIPTS

Condition: Out of thirty items tested, two receipts were not deposited within 24 hours or one business day.

Criteria: According to NM State Law deposits should be made within 24 hours or one business day of the receipt.

Cause: Deposits were not made in a timely manner.

Effect of condition: Receipts left on the premises for extended periods of time are susceptible to misuse.

Recommendation: The School should deposit funds in accordance with NM State Law.

Management's response: The Business Office will deposit receipts in a timely manner.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 8 NO INVENTORY OF CAPITAL ASSETS

Condition: The District did not take a physical inventory of the capital assets as required by state law.

Criteria: According to Section 13-6-1 through 13-6-2 NMSA 1978 Schools are required to take a capital asset inventory at least once every two years.

Cause: The District is working to get the capital assets in order but have not completed a capital asset physical inventory in the last two years.

Effect of condition: The District is working to locate and clean up the capital asset list with a physical inventory and investigate the reasons for the missing items.

Recommendation: The District should take a physical inventory once every two years.

Management's response: The Business Office will do a physical inventory on fixed assets.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 9 PURCHASE BEFORE PURCHASE ORDER

Condition: Out of 30 items tested, three purchases were made prior to the approval of purchase orders.

Criteria: Authorization for a purchase is acquired through the completion of a purchase order, which is signed by a person given authority over purchase control. The purchase order must be approved prior to the purchase or ordering of goods as per PSAB Supplement 13.

Cause: Personnel decide that an immediate purchase is needed and forgo the proper procedures for purchasing.

Effect of condition: Any purchase made without prior authorization have the potential to cause cash deficits in the funds from which they are made or violations of the approved budget.

Recommendation: The importance of cash controls and adequate planning need to be made clear to all personnel that will be making purchases for the District.

Management's response: Resolved by the Business Office making sure the importance of cash controls and adequate planning need to be made clear to all personnel that will be making purchases for the District.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

C. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

No audit finding to report.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2010

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Programs</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>				
Pass-Through Program From:				
New Mexico Department of Education:				
<u>Child Nutrition -- Cluster:</u>				
USDA National School Lunch Program	10.555	\$ 21,000	\$ 189,061	
USDA School Breakfast Program	10.553	\$ 21,000	<u>96,310</u>	
Total Child Nutrition Cluster				\$ 285,371
Pass-Through Program From:				
New Mexico Human Service Department:				
USDA Commodities Program	10.550	\$ 21,000		23,545
ARRA Equipment Assistance Allocation	10.579	\$ 24,218		<u>22,895</u>
Total U.S. Department of Agriculture				<u>331,811</u>
<u>U.S. Department of Interior</u>				
Pass-Through Programs From:				
Office of the Navajo Nation:				
Johnson O'Malley	15.130	\$ 25,131		<u>33,608</u>
<u>Special Education -- Cluster:</u>				
<u>U.S. Department of Education:</u>				
Pass-Through Programs From:				
New Mexico Department of Education:				
IDEA-B Entitlement	84.027	\$ 24,106	219,668	
IDEA-B Discretionary	84.027	\$ 24,107	1,654	
ARRA Entitlement IDEA - B - Stimulus	84.391	\$ 24,206	217,753	
ARRA Preschool IDEA-B -Stimulus	84.392	\$ 24,209	<u>4,301</u>	
Total U.S. Department of Education - Special Education (IDEA-B) Cluster				<u>443,376</u>
<u>U.S. Department of Education:</u>				
Pass-Through Programs From:				
New Mexico Department of Education:				
Title I, Part A Cluster:				
Title I, Basic Education	84.010	\$ 24,101	846,567	
Title I School Improvements	84.010	\$ 24,162	<u>84,604</u>	
Total U.S. Department of Education - Title I, Part A Cluster				<u>931,171</u>

(continued)

See accompanying notes to the Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2010

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Programs</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Education (continued):</u>				
Direct Programs:				
P.L. 81-874 Special / Indian Education	84.041	\$ 24,245		\$ 1,956,601
Indian Education Formula	84.060	\$ 25,184		<u>57,210</u>
Subtotal Direct Programs				<u>2,013,811</u>
Pass-Through Programs From:				
New Mexico Department of Education:				
Technology Literacy Challenge	84.318	\$ 24,133		42,168
Reading Excellence	84.338	\$ 24,147		26,893
Title V Innovative Education	84.298	\$ 24,150		2,010
Title III English Language	84.365	\$ 24,153		80,378
Title II Improving Teacher Quality	84.367	\$ 24,154		110,558
Title IV - Safe and Drug-Free Schools	84.186	\$ 24,157		9,813
Title VI Rural Education	84.358	\$ 24,160		10,657
Native American Program	84.365C	\$ 25,248		143,315
Reading First	84.357	\$ 24,167		44,434
ARRA - State Revitalization	84.394	\$ 25,250		<u>582,483</u>
Subtotal Pass-Through Programs				<u>1,052,709</u>
Total U.S. Department of Education				<u>4,441,067</u>
Pass-Through Program From:				
New Mexico Department of Health:				
Title XIX Medicaid	93.778	\$ 25,153		40,028
Title V Indian Health Care Improvement	93.237	\$ 25,209		<u>14,435</u>
Total U.S. Department of Health and Human Services				<u>54,463</u>
Total Expenditures of Federal Awards				<u>\$ 4,860,949</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes To The Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2010

1. Scope of audit pursuant to OMB Circular A-133

All federal grant operations of Cuba Independent School District No. 62 (the “School District”) are included in the scope of the Office of management and Budget (“OMB”) Circular A-133 audit (the “Single Audit”). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement (Revised June 2010 the “Compliance Supplement”). Compliance testing of all requirements are described in the Compliance Supplement, was performed for the grants programs noted below. These programs represent all federal award programs and other grants with fiscal 2010 cash and non-cash expenditures to ensure coverage of at least 50% (HIGH risk auditee) of federally granted funds. Actual coverage was approximately 81% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$4,860,949.

Major Federal Award Program Description	Fiscal 2010 <u>Expenditure</u>
Cash assistance:	
Title I, Part A Cluster	\$ 846,567
P.L.-874 Special/Indian Education	1,628,139
Special Education (IDEA-B) Cluster	221,322
ARRA - Federal Revitalization	<u>582,483</u>
Total	<u>\$ 3,278,511</u>

The School District’s federal programs Title I, Part A Cluster, P.L.-874 Special/Indian Education, Special Education (IDEA-B) Cluster, and ARRA – State Revitalization were considered high risk Type A programs for the 2010 audit.

The U.S. Department of Education is the School District’s oversight agency for single audit.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes To The Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2010

2. Summary of significant accounting policies

Basis of presentation

The accompanying Schedule of Expenditure of Federal Awards includes all federal grants to the School District that had activity during the fiscal year ended June 30, 2010. This Statement has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the School District has met the qualifications for the respective grant.

Accrued and deferred reimbursements

Various reimbursement procedures are used for Federal awards received by the School District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable expenditure to date. Generally, accrued or deferred balances covered by differences in the timing of cash receipts and expenditures will be reversed in the remaining grant period.

3. Audits performed by other entities

There were no other audits performed by other organizations on the School Districts federal grant programs in 2010.

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REQUIRED DISCLOSURE

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

REQUIRED DISCLOSURES
Year Ended June 30, 2010

REQUIRED DISCLOSURE

The financial statements were prepared by the independent public accountants.

An exit conference was held November 2, 2010, during which the audit findings were discussed. The exit conference was attended by the following individuals:

CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Christine Montoya	Board Member
Veronica Casaus	Transportation Coordinator/Parent
Gary Hoodless	Middle School Dean of Students
Marcelino Crespin	Middle School Administrative Intern
Becky Gibson	Director of Special Education and Assessment
Dr. Paddy Domier	Elementary Principal
Tim Chavez	IT Director
Julie Salcido	High School Principal
Victor V. Velarde	Superintendent
Higinia Cordova	Business Manager
Carmen Gallegos	Federal Programs Coordinator
Beth Hamilton-Ignacio	Wellness and Health Center Director
Josephine Esparza	STARS Coordinator
Consuelo Velarde	Audit Committee Member

KEYSTONE ACCOUNTING, LLC

Terry Ogle, CPA	Partner
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