

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2011
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

The logo for Keystone Accounting, LLC features a stylized, calligraphic 'K' and 'A' that are intertwined. The 'K' is on the left, and the 'A' is on the right, with their stems overlapping. The letters are in a serif font with decorative flourishes.
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, 2011

BOARD OF EDUCATION

Marty Vigil	President
Christine Montoya	Vice President
Vivian Keetso	Secretary
Marlene Waukazoo	Member
Wally Toledo	Member

SCHOOL OFFICIALS

Victor Velarde	Superintendent
Higinia Cordova	Business Manager

AUDIT COMMITTEE

Marty Vigil	Board President
Christine Montoya	Board Vice President
Marlene Waukazoo	Board Member
Victor Velarde	Superintendent
Higinia Cordova	Business Manager

FINANCE COMMITTEE

Marty Vigil	Board President
Victor Velarde	Superintendent
Higinia Cordova	Business Manager
Ed Painter	Principal
Dr. Paddy Domier	Principal
Randy Houk	Principal
Becky Gibson	Program Director
Beverly Johnson	Secretary
Faith Sanchez	Parent

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FINANCIAL SECTION

FISCAL YEAR 2011

JULY 1, 2010 THROUGH JUNE 30, 2011

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KEYSTONE ACCOUNTING, LLC

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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 of the Cuba Independent School District No. 62, as of and for the year ended June 30, 2011, 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 fund, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the agency's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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 Cuba Independent School District No. 62, as of June 30, 2011, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Cuba Independent School District No. 62 as of June 30, 2011, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project 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.

KEYSTONE ACCOUNTING, LLC

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

In accordance with Government Auditing Standards, we have also issued our report dated November 4, 2011, 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 conjunction with this report in assessing the results of our audit.

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

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



November 4, 2011

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

STATEMENT OF NET ASSETS

June 30, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 2,406,000
Receivables:	
Delinquent property taxes receivable	90,218
Grant	864,852
Due from other governments	24,956
Deferred bond issuance costs	170,237
Food inventory	8,360
Non-current:	
Non-depreciable assets	63,000
Depreciable capital assets, net	<u>26,350,164</u>
Total assets	<u>29,977,787</u>
LIABILITIES	
Accounts payable	32,742
Accrued interest	45,605
Due to other governments	775,000
Deferred grant revenue	135,036
Compensated absences	8,981
Noncurrent liabilities:	
Due within one year	540,000
Due in more than one year	<u>3,525,000</u>
Total liabilities	<u>5,062,364</u>
NET ASSETS	
Invested in capital assets, net of related debt	22,550,237
Restricted for:	
Inventories	8,360
Special revenue funds	412,824
Capital projects	(367,291)
Debt service	584,775
Unrestricted	<u>1,726,518</u>
Total net assets	<u>\$ 24,915,423</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, 2011

<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	\$ 5,487,455	\$ 69,296	\$ 1,353,255	\$ 577,465	\$ (3,487,439)	
Support Services - Students	1,412,627	30,995	348,366	148,655	(884,611)	
Support Services - Instruction	126,910	-	31,297	13,355	(82,258)	
Support Services - General Administration	345,638	-	85,237	36,373	(224,028)	
Support Services - School Administration	718,008	-	177,067	75,558	(465,383)	
Central Services	654,629	-	161,437	-	(493,192)	
Operations & Maintenance of Plant	937,998	-	231,319	-	(706,679)	
Student Transportation	1,200,507	-	686,677	-	(513,830)	
Other Support Services	5,034	-	1,241	-	(3,793)	
Food Services	126,407	20,081	276,732	-	170,406	
Community Services	31,758	-	7,832	-	(23,926)	
Bond interest paid	<u>120,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(120,377)</u>	
 Total governmental activities	 <u>\$ 11,167,348</u>	 <u>\$ 120,372</u>	 <u>\$ 3,360,460</u>	 <u>\$ 851,406</u>	 <u>(6,835,110)</u>	
General revenues:						
Property Taxes:						
General purposes						23,268
Debt service						531,264
Capital projects						89,285
Grants and contributions not restricted						7,228,039
Unrestricted investment earnings						<u>1,474</u>
Total general revenues						<u>7,873,330</u>
Loss on asset disposal						<u>(7,935)</u>
Change in net assets						<u>1,030,285</u>
Net assets - beginning						20,208,427
Restatement						<u>3,676,711</u>
Net assets - as restated						<u>23,885,138</u>
Net assets - ending						<u>\$ 24,915,423</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, 2011

	General Fund	Capital Improvements SB-9 Fund #31700	Debt Service Fund #41000	Other Governmental Funds	Total Governmental Funds
ASSETS					
Pooled cash and investments	\$ 1,365,799	\$ 194,000	\$ 571,397	\$ 274,804	\$ 2,406,000
Receivables:					
Delinquent property taxes	3,854	2,766	81,460	2,138	90,218
Grant	-	-	-	864,852	864,852
Due from other governments	844	3,921	20,191	-	24,956
Due from other funds	410,434	-	-	27,558	437,992
Food inventory	-	-	-	8,360	8,360
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 1,780,931</u>	<u>\$ 200,687</u>	<u>\$ 673,048</u>	<u>\$ 1,177,712</u>	<u>\$ 3,832,378</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 11,171	\$ 2,367	\$ -	\$ 19,204	\$ 32,742
Due to other funds	30,856	83,057	50,208	273,871	437,992
Due to other governments	-	775,000	-	-	775,000
Deferred revenue:					
Federal, state, and local grants	-	-	-	135,036	135,036
Delinquent property taxes	3,405	760	71,138	2,138	77,441
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>45,432</u>	<u>861,184</u>	<u>121,346</u>	<u>430,249</u>	<u>1,458,211</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	8,360	8,360
Restricted for:					
Special revenue funds	-	-	-	412,824	412,824
Capital projects funds	-	(660,497)	-	293,206	(367,291)
Debt service	-	-	551,702	33,073	584,775
Unassigned	1,735,499	-	-	-	1,735,499
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>1,735,499</u>	<u>(660,497)</u>	<u>551,702</u>	<u>747,463</u>	<u>2,374,167</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 1,780,931</u>	<u>\$ 200,687</u>	<u>\$ 673,048</u>	<u>\$ 1,177,712</u>	<u>\$ 3,832,378</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, 2011

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

Fund balances - total governmental funds	\$ 2,374,167
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets	36,154,390
Accumulated depreciation	(9,741,226)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	
Property taxes receivable	77,441
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	(4,065,000)
Accrued interest payable	(45,605)
Accrued vacation payable	(8,981)
Bond issue costs	<u>170,237</u>
Net assets of governmental activities	<u>\$ 24,915,423</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, 2011

	General <u>Fund</u>	Capital Improvements SB-9 <u>Fund #31700</u>	Debt Service <u>Fund #41000</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Revenues:					
Federal sources:					
Public Law 874	\$ 1,367,619	\$ -	\$ -	\$ 760,230	\$ 2,127,849
Forest reserve	5,826	-	-	-	5,826
Federal flowthrough grants	91,855	-	-	1,312,082	1,403,937
Federal direct grants	-	-	-	682,825	682,825
Food and milk reimbursements	-	-	-	257,034	257,034
USDA Commodities	-	-	-	19,698	19,698
State sources:					
State equalization guarantee	5,090,364	-	-	-	5,090,364
Transportation	686,677	-	-	-	686,677
State instructional material	27,015	-	-	-	27,015
State grant	-	22,640	-	1,075,580	1,098,220
Local sources:					
Grant	-	-	-	59,533	59,533
District school tax levy	23,152	105,055	542,433	21	670,661
Fees and activities	69,296	-	-	51,076	120,372
Earnings from investments	-	-	-	1,552	1,552
Miscellaneous	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000</u>
Total revenue	<u>\$ 7,365,804</u>	<u>\$ 127,695</u>	<u>\$ 542,433</u>	<u>\$ 4,219,631</u>	<u>\$ 12,255,563</u>
Expenditures:					
Current:					
Instruction	2,898,747	-	-	1,987,912	4,886,659
Support Services:					
Students	840,607	-	-	417,358	1,257,965
Instruction	123,136	-	-	16,969	140,105
General Administration	\$ 202,857	\$ 1,269	\$ 4,851	\$ 98,819	\$ 307,796

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, 2011

	General Fund	Capital Improvements SB-9 Fund #31700	Debt Service Fund #41000	Other Governmental Funds	Total Governmental Funds
School Administration	\$ 526,234	\$ -	\$ -	\$ 113,163	\$ 639,397
Central Services	539,620	-	-	43,337	582,957
Operation & Maintenance of Plant	829,281	-	-	6,020	835,301
Student Transportation	736,197	-	-	332,872	1,069,069
Other Support Services	4,483	-	-	-	4,483
Food Services Operations	84,074	-	-	28,493	112,567
Community Services	12,939	-	-	15,342	28,281
Capital outlay	72,515	163,093	-	1,363,284	1,598,892
Debt service:					
Principal retirement	-	-	575,000	-	575,000
Bond interest paid	-	-	107,646	-	107,646
Bond issuance costs	-	-	-	29,190	29,190
Total expenditures	<u>6,870,690</u>	<u>164,362</u>	<u>687,497</u>	<u>4,452,759</u>	<u>12,175,308</u>
Excess (deficiency) of revenues over expenditures	<u>495,114</u>	<u>(36,667)</u>	<u>(145,064)</u>	<u>(233,128)</u>	<u>80,255</u>
Other financing sources and financing uses:					
Sale of bonds	-	-	-	380,000	380,000
Refunds	-	(23,151)	-	-	(23,151)
Total other financing sources and financing uses	<u>-</u>	<u>(23,151)</u>	<u>-</u>	<u>380,000</u>	<u>356,849</u>
Net change in fund balance	<u>495,114</u>	<u>(59,818)</u>	<u>(145,064)</u>	<u>146,872</u>	<u>437,104</u>
Fund balance as previously reported	1,240,385	174,321	696,766	600,591	2,712,063
Restatement	-	(775,000)	-	-	(775,000)
Fund balance (deficit) as restated	<u>1,240,385</u>	<u>(600,679)</u>	<u>696,766</u>	<u>600,591</u>	<u>1,937,063</u>
Fund balance (deficit) at end of the year	<u>\$ 1,735,499</u>	<u>\$ (660,497)</u>	<u>\$ 551,702</u>	<u>\$ 747,463</u>	<u>\$ 2,374,167</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, 2011

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

Net change in fund balance - total governmental funds	\$	437,104
<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		1,598,892
Depreciation		(1,209,481)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
<p style="padding-left: 20px;">Deferred property taxes at:</p>		
June 30, 2010		(104,285)
June 30, 2011		77,441
<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		575,000
Bonds sold		(380,000)
Current year issuance costs		29,190
Issuance cost amortization		(15,176)
<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 style="padding-left: 20px;">Compensated absences at:</p>		
June 30, 2010		36,071
June 30, 2011		(8,981)
<p style="padding-left: 20px;">Accrued interest at:</p>		
June 30, 2010		(45,605)
June 30, 2011		48,050
Loss on asset disposal		<u>(7,935)</u>
Change in net assets of governmental activities	\$	<u>1,030,285</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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Public Law 874	\$ 1,628,139	\$ 1,628,139	\$ 1,367,619	\$ (260,520)
Forest reserve	6,259	6,259	5,826	(433)
Federal grant	85,000	85,000	91,855	6,855
State sources:				
State equalization guarantee	5,067,330	4,891,427	5,090,364	198,937
Transportation	723,970	717,619	686,677	(30,942)
State instructional material	25,034	25,034	27,015	1,981
Local sources:				
District school tax levy	25,001	25,001	22,312	(2,689)
Fees and activities	30,500	30,500	69,296	38,796
Miscellaneous	-	-	4,000	4,000
Total revenues	<u>7,591,233</u>	<u>7,408,979</u>	<u>7,364,964</u>	<u>(44,015)</u>
Expenditures:				
Current:				
Instruction	3,276,142	3,176,258	2,896,524	279,734
Support Services:				
Students	905,035	959,971	840,607	119,364
Instruction	136,300	142,860	123,136	19,724
General Administration	243,533	260,924	201,786	59,138
School Administration	550,030	556,300	525,804	30,496
Central Services	569,997	584,354	539,408	44,946
Operation & Maintenance of Plant	2,045,488	1,794,155	903,912	890,243
Student Transportation	725,170	719,619	736,197	(16,578)
Other Support Services	9,393	9,393	4,333	5,060
Food Services Operations	11,000	85,200	84,074	1,126
Community Services Operations	17,920	18,720	12,939	5,781
Total expenditures	<u>8,490,008</u>	<u>8,307,754</u>	<u>6,868,720</u>	<u>1,439,034</u>
Excess (deficiency) of revenues over expenditures	(898,775)	(898,775)	496,244	1,395,019
Beginning cash balance budgeted	898,775	898,775	-	(898,775)
Fund balance at beginning of the year	-	-	1,240,385	1,240,385
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,736,629	<u>\$ 1,736,629</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			564	
Change in due from other governments			392	
Change in payables			(1,970)	
Change in deferred property taxes			(116)	
			<u>\$ 1,735,499</u>	

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2011

ASSETS

Pooled cash and investments	\$ <u>69,107</u>
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LIABILITIES

Deposits held for others	\$ <u>69,107</u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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 has three 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. 89, *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, 2011

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 inter-fund activity has been removed from these statements.

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

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

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

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

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

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, 2011

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.

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

Debt Service Fund: This fund is used 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 – Special Revenue Funds are used to account for the proceeds of specific revenue sources – which are legally restricted to expenditures for specified purposes.

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

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

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Assets or Equity

1. *Deposits and investments*

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

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

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the school district. Deposits may be made to the extent that they are insured by an 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.

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 inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of inter-fund 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, and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

3. *Inventories*

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

4. *Capital assets*

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

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

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building improvements	20
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 120 days of earned but unused vacation, which will be paid to employees upon retirement from the District's service. The amount for liability has been reported 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, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

7. *Fund balance*

Non-Spendable

The non-spendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Restricted

Fund balance is reported as restricted when constraints placed on the use of resources are either (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

Committed

Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the District's Board of Education should be reported as committed fund balance. The committed amounts cannot be used for any other purpose unless the District's Board of Education removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District did not have committed fund balances for the year ended June 30, 2011.

Assigned

Assigned fund balance includes (a) all remaining amounts, except for negative balances, that are reported in governmental funds, other than the general fund, that are not classified as non-spendable and are neither restricted nor committed and amounts in the general fund that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent, and removal of, is expressed by the Board of Education or the Finance Committee. The District did not have assigned fund balances for the year ended June 30, 2011.

Unassigned

The remaining fund balance, after all other classifications, within the general fund is reported as unassigned fund balance. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, a negative fund balance will be reported as unassigned fund balance.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

When committed, assigned, and unassigned resources are available for use, it is the District's policy to use committed first followed by assigned and unassigned resources as they are needed.

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."

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.

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, 2011

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*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$5,090,364 in state equalization guarantee distributions during the year ended June 30, 2011.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$686,677 in transportation distributions during the year ended June 30, 2011.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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, 2011

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, 2011 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	\$ 8,490,008	\$ 8,307,754
Special Revenue Fund	2,667,637	4,045,202
Capital Projects Fund	2,904,339	3,035,716
Debt Service Fund	1,080,491	1,080,491
Totals	\$ 15,142,475	\$ 16,469,163

B. Budgetary Violations

The District exceeded its legal budget in individual funds as referenced in Findings 2011 – 1 on page 177 and Finding 2011 – 2 on page 178. 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 four deficit fund balances as of June 30, 2011 as follows:

Transportation Fund	\$ 49,309
Athletics Special Revenue Fund	76
Public School Capital Outlay Capital Projects Fund	129,557
Special Capital Outlay - State Capital Projects Fund	24,494
Capital Improvements - SB-9 Capital Projects Fund	660,497
Totals	\$ 863,933

These deficits will be covered by future revenues or by the Operational Fund.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2011, the carrying amount of the District's deposits was \$2,475,107 and the bank balance was \$3,057,182 with the difference consisting of outstanding checks and deposits. Of this balance \$3,057,182 was covered by federal depository insurance.

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, 2011, none of the District's bank balance of \$3,057,182 was exposed to custodial risk as follows:

Uninsured and uncollateralized	\$	-
Uninsured and collateral held by pledging bank's trust dept not in the District's name		-
		<hr/>
Total uninsured		-
Insured (FDIC)		3,057,182
		<hr/>
Total deposits	\$	<u>3,057,182</u>
State of New Mexico collateral requirement:		
50% of uninsured public fund bank deposits	\$	-
Pledged security		-
		<hr/>
Under collateralization	\$	<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. As of December 31, 2010, all noninterest bearing transaction accounts held by FDIC insured institutions are fully insured. This will continue to be in effect until December 31, 2012.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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:

	Receivables		Due from Other	
	Delinquent Property		<u>Governments</u>	<u>Funds</u>
	<u>Taxes</u>	<u>Grant</u>		
Major Funds:				
General	\$ 3,854	\$ -	\$ 844	\$ 410,434
Capital Improvements SB - 9	2,766	-	3,921	-
Debt Service Fund	81,460	-	20,191	-
Other Governmental Funds	2,138	864,852	-	27,558
Total	\$ 90,218	\$ 864,852	\$ 24,956	\$ 437,992

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		
Other Governmental Funds	\$ -	\$ 135,036
Delinquent property taxes		
General Fund	3,405	-
Capital Improvements SB - 9	760	-
Debt Service Fund	71,138	-
Other Governmental Funds	2,138	-
Total deferred/unearned revenue for governmental funds	\$ 77,441	\$ 135,036

**STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62**

Notes to the Financial Statements
June 30, 2011

C. Capital Assets

Capital asset activity for the year ended June 30, 2011 was as follows:

	Beginning Balance	Restatement	Restated Beginning Balance	Increases	Decreases	Adjustments	Ending Balance
Governmental activities:							
Capital assets, not being depreciated:							
Land	\$ 63,000	\$ -	\$ 63,000	\$ -	\$ -	\$ -	\$ 63,000
Construction in progress	1,545,857	-	1,545,857	-	-	(1,545,857)	-
Total capital assets, not being depreciated	<u>1,608,857</u>	<u>-</u>	<u>1,608,857</u>	<u>-</u>	<u>-</u>	<u>(1,545,857)</u>	<u>63,000</u>
Capital assets, being depreciated:							
Land improvements	389,431	-	389,431	-	-	-	389,431
Buildings and improvements	22,626,423	4,451,711	27,078,134	1,572,509	-	1,368,907	30,019,550
Furniture, fixtures, and equipment	5,513,233	-	5,513,233	26,383	(34,157)	176,950	5,682,409
Total capital assets being depreciated	<u>28,529,087</u>	<u>4,451,711</u>	<u>32,980,798</u>	<u>1,598,892</u>	<u>(34,157)</u>	<u>1,545,857</u>	<u>36,091,390</u>
Less accumulated depreciation for:							
Land improvements	(137,043)	-	(137,043)	(17,057)	-	-	(154,100)
Buildings and improvements	(4,792,731)	-	(4,792,731)	(727,201)	-	-	(5,519,932)
Furniture, fixtures, and equipment	(3,628,193)	-	(3,628,193)	(465,223)	26,222	-	(4,067,194)
Total accumulated depreciation	<u>(8,557,967)</u>	<u>-</u>	<u>(8,557,967)</u>	<u>(1,209,481)</u>	<u>26,222</u>	<u>-</u>	<u>(9,741,226)</u>
Total capital assets being depreciated, net	<u>19,971,120</u>	<u>4,451,711</u>	<u>24,422,831</u>	<u>389,411</u>	<u>(7,935)</u>	<u>1,545,857</u>	<u>26,350,164</u>
Total capital assets, net	<u>\$ 21,579,977</u>	<u>\$ 4,451,711</u>	<u>\$ 26,031,688</u>	<u>\$ 389,411</u>	<u>\$ (7,935)</u>	<u>\$ -</u>	<u>\$ 26,413,164</u>

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

Instruction	\$ 600,796
Support Services - Students	154,662
Support Services - Instruction	13,895
Support Services - General Administration	37,842
Support Services - School Administration	78,611
Central Services	71,672
Operations & Maintenance of Plant	102,697
Student Transportation	131,438
Other Support Services	551
Food Services	13,840
Community Services	3,477
Total Depreciation Expense	<u>\$ 1,209,481</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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 received \$783,350 from the State of New Mexico Public School Facilities Authority for the year ended June 30, 2011. There has been a restatement of capital assets in the amount of \$4,451,711 for monies received from Public School Finance Authority in the prior year for construction projects that completed during the year ended June 30, 2011 as detailed in Note IV.E on page 37.

The District is involved in several long-term construction projects as part of their master plan for upgrading the district buildings. Interest on construction projects is not capitalized.

D. Inter-Fund Receivables and Payables

The inter-fund receivables and payables at June 30, 2011 were:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 410,434	\$ 30,856
Capital Improvements SB-9 Capital Projects Fund	-	83,057
Debt Service Fund	-	50,208
Other Governmental Funds	<u>27,558</u>	<u>273,871</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 437,992</u>	<u>\$ 437,992</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.

E. Inter-Fund Transfers

There were not any inter-fund transfers at June 30, 2011.

**STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62**

Notes to the Financial Statements
June 30, 2011

III. DETAILED NOTES ON ALL FUNDS (continued)

F. Due to Other Governments

There was \$775,000 due and payable to the Public Schools Finance Authority for monies that were advanced to the District in January 2009 for construction projects. The financials have been restated for this amount as detailed in Note IV.E on page 37.

G. 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, 2011 are as follows:

<u>General Obligations Bonds</u>		<u>Original Amount</u>	<u>Interest Rates</u>	<u>Balance</u>	<u>Amount Due Within One Year</u>
Series 2003		\$ 1,030,000	1.00% to 3.28%	\$ 665,000	\$ 105,000
Series 2004		450,000	0.71% to 2.17%	210,000	40,000
Series 2005		310,000	1.19% to 1.48%	160,000	35,000
Series 2006		1,125,000	2.54% to 3.75%	900,000	50,000
Series 2006B		725,000	2.63% to 2.99%	385,000	50,000
Series 2007		580,000	2.51% to 2.82%	420,000	15,000
Series 2008		900,000	1.31% to 3.38%	620,000	95,000
Series 2009		475,000	0.65% to 3.89%	325,000	75,000
Series 2010		380,000	0.78% to 1.84%	380,000	75,000
Total		\$ 5,975,000		\$ 4,065,000	\$ 540,000

Balances shown for bonds and notes do not include unamortized premiums or deferred amounts on refinancing. Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>General Obligation Bonds</u>			
<u>Year Ending</u>			<u>Total</u>
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2012	\$ 540,000	\$ 104,169	\$ 644,169
2013	395,000	94,296	489,296
2014	385,000	84,960	469,960
2015	405,000	75,024	480,024
2016	410,000	64,189	474,189
2017 - 2021	1,395,000	180,365	1,575,365
2022 - 2026	535,000	37,450	572,450
Total	\$ 4,065,000	\$ 640,453	\$ 4,705,453

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

III. DETAILED NOTES ON ALL FUNDS (continued)

G. Long-Term Debt (continued)

Changes in long term debt – During the year ended June 30, 2011 the following changes occurred in liabilities reported in the general obligation bonds account group:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	Ending <u>Balance</u>	<u>Amount Due Within One Year</u>
Compensated absences:					
Compensated vacation	\$ 36,071	\$ 3,466	\$ 30,556	\$ 8,981	\$ 8,981
Bonds payable	<u>4,260,000</u>	<u>380,000</u>	<u>575,000</u>	<u>4,065,000</u>	<u>540,000</u>
	<u>\$ 4,296,071</u>	<u>\$ 383,466</u>	<u>\$ 605,556</u>	<u>\$ 4,073,981</u>	<u>\$ 548,981</u>

	Balance <u>June 30, 2011</u>
Bonds payable	\$ 4,065,000
Less: current maturities	<u>(540,000)</u>
Total non-current liabilities	<u>\$ 3,525,000</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.

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2011.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

IV. OTHER INFORMATION (continued)

B. Contingent Liabilities

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

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

C. Employee Retirement Plan

Plan Description - Substantially all of 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 - Effective July 1, 2009 through June 30, 2011, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The District was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross covered salary of employees earning more than \$20,000 annually. Effective July 1, 2011 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to the ERB for the years ended June 30, 2011, 2010, and 2009 were \$594,932, \$571,815, and \$647,624, respectively, equal to the amount of the required contribution for the year.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

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, 2011

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. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee was required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contribution rates for employees and employers will rise as follows:

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

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, 2011, 2010, and 2009 were \$85,556, \$70,065, and \$72,249, respectively, which equal the required contributions for each year.

E. Restatement

There was a restatement of the financials in the amount of \$3,676,711. Of this amount, there was \$775,000 due and payable to the Public Schools Finance Authority for monies that were advanced to the District in January 2009 for construction projects resulting in a reduction of net assets. The remaining amount of \$4,451,711 was for monies received from Public School Finance Authority in the prior year for construction projects that completed during the year ended June 30, 2011.

F. Refund

The District refunded \$23,151 to the New Mexico Public Education Department for an overpayment grant funds during the year ended June 30, 2000.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

Notes to the Financial Statements
June 30, 2011

IV. OTHER INFORMATION (continued)

G. 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.

**STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62**

**GENERAL FUNDS
Year Ended June 30, 2011**

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, 2011

	General Funds				Total General Funds
	Operational Fund #11000	Teachergage Fund #12000	Transportation Fund #13000	Instructional Materials Fund #14000	
ASSETS					
Pooled cash and investments	\$ 1,279,355	\$ 100,071	\$ (18,453)	\$ 4,826	\$ 1,365,799
Receivables:					
Delinquent property taxes	3,854	-	-	-	3,854
Due from other governments	844	-	-	-	844
Due from other funds	<u>410,434</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>410,434</u>
Total assets	<u>\$ 1,694,487</u>	<u>\$ 100,071</u>	<u>\$ (18,453)</u>	<u>\$ 4,826</u>	<u>\$ 1,780,931</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 10,404	\$ 767	\$ -	\$ -	\$ 11,171
Due to other funds	-	-	30,856	-	30,856
Deferred revenue:					
Delinquent property taxes	<u>3,405</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,405</u>
Total liabilities	13,809	767	30,856	-	45,432
Fund balance:					
Unassigned	<u>1,680,678</u>	<u>99,304</u>	<u>(49,309)</u>	<u>4,826</u>	<u>1,735,499</u>
Total liabilities and fund balance	<u>\$ 1,694,487</u>	<u>\$ 100,071</u>	<u>\$ (18,453)</u>	<u>\$ 4,826</u>	<u>\$ 1,780,931</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, 2011

	General Funds				Total General Fund
	Operational Fund #11000	Teacherage Fund #12000	Transportation Fund #13000	Instructional Materials Fund #14000	
Revenues:					
Federal sources:					
Public Law 874	\$ 1,367,619	\$ -	\$ -	\$ -	\$ 1,367,619
Forest reserve	5,826	-	-	-	5,826
Federal flowthrough grants	91,855	-	-	-	91,855
State sources:					
State equalization guarantee	5,090,364	-	-	-	5,090,364
Transportation	-	-	686,677	-	686,677
State instructional material	-	-	-	27,015	27,015
Local sources:					
District school tax levy	23,152	-	-	-	23,152
Fees and activities	29,965	39,331	-	-	69,296
Miscellaneous	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000</u>
 Total revenue	 <u>\$ 6,612,781</u>	 <u>\$ 39,331</u>	 <u>\$ 686,677</u>	 <u>\$ 27,015</u>	 <u>\$ 7,365,804</u>

(continued)

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, 2011

	General Funds				Total General Fund
	Operational Fund #11000	Teacherage Fund #12000	Transportation Fund #13000	Instructional Materials Fund #14000	
Expenditures:					
Current:					
Instruction	\$ 2,876,451	\$ -	\$ -	\$ 22,296	\$ 2,898,747
Support Services:					
Students	840,607	-	-	-	840,607
Instruction	123,136	-	-	-	123,136
General Administration	202,857	-	-	-	202,857
School Administration	526,234	-	-	-	526,234
Central Services	539,620	-	-	-	539,620
Operation & Maintenance of Plant	823,001	6,280	-	-	829,281
Student Transportation	124	-	736,073	-	736,197
Other Support Services	4,483	-	-	-	4,483
Food Services Operations	<u>84,074</u>	-	-	-	<u>84,074</u>
Community Services	12,939	-	-	-	12,939
Capital outlay	72,515	-	-	-	72,515
Total expenditures	<u>6,106,041</u>	<u>6,280</u>	<u>736,073</u>	<u>22,296</u>	<u>6,870,690</u>
Excess (deficiency) of revenues over expenditures	506,740	33,051	(49,396)	4,719	495,114
Fund balance at beginning of the year	<u>1,173,938</u>	<u>66,253</u>	<u>87</u>	<u>107</u>	<u>1,240,385</u>
Fund balance at end of the year	<u>\$ 1,680,678</u>	<u>\$ 99,304</u>	<u>\$ (49,309)</u>	<u>\$ 4,826</u>	<u>\$ 1,735,499</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

OPERATIONAL FUND

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

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 1,628,139	\$ 1,628,139	\$ 1,367,619	\$ (260,520)
Forest reserve	6,259	6,259	5,826	(433)
Federal grant	85,000	85,000	91,855	6,855
State sources:				
State equalization guarantee	5,067,330	4,891,427	5,090,364	198,937
Local sources:				
District school tax levy	25,001	25,001	22,312	(2,689)
Fees and activities	-	-	29,965	29,965
Miscellaneous	-	-	4,000	4,000
Total revenues	6,811,729	6,635,826	6,611,941	(23,885)
Expenditures:				
Current:				
Instruction	3,251,108	3,151,224	2,874,228	276,996
Support Services:				
Students	905,035	959,971	840,607	119,364
Instruction	136,300	142,860	123,136	19,724
General Administration	243,533	260,924	201,786	59,138
School Administration	550,030	556,300	525,804	30,496
Central Services	569,997	584,354	539,408	44,946
Operation & Maintenance of Plant	1,954,402	1,703,069	898,271	804,798
Student Transportation	1,200	2,000	124	1,876
Other Support Services	9,393	9,393	4,333	5,060
Food Services Operations	11,000	85,200	84,074	1,126
Community Services Operations	17,920	18,720	12,939	5,781
Total expenditures	7,649,918	7,474,015	6,104,710	1,369,305
Excess (deficiency) of revenues over expenditures	(838,189)	(838,189)	507,231	1,345,420
Beginning cash balance budgeted	838,189	838,189	-	(838,189)
Fund balance at beginning of the year	-	-	1,173,938	1,173,938
Fund balance at end of the year	\$ -	\$ -	1,681,169	\$ 1,681,169
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			564	
Change in due from other governments			392	
Change in payables			(1,331)	
Change in deferred property taxes			(116)	
			\$ 1,680,678	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TEACHERAGE FUND

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

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Local sources:				
Fees and activities	\$ 30,500	\$ 30,500	\$ 39,331	\$ 8,831
 Expenditures:				
Current:				
Support Services:				
Operation & Maintenance of Plant	<u>91,086</u>	<u>91,086</u>	<u>5,641</u>	<u>85,445</u>
Excess (deficiency) of revenues over expenditures	(60,586)	(60,586)	33,690	94,276
Beginning cash balance budgeted	60,586	60,586	-	(60,586)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>66,253</u>	<u>66,253</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	99,943	<u>\$ 99,943</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(639)</u>	
			<u>\$ 99,304</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TRANSPORTATION FUND

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

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
Transportation	\$ 723,970	\$ 717,619	\$ 686,677	\$ (30,942)
 Expenditures:				
Current:				
Support Services:				
Student Transportation	<u>723,970</u>	<u>717,619</u>	<u>736,073</u>	<u>(18,454)</u>
Excess (deficiency) of revenues over expenditures	-	-	(49,396)	(49,396)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>87</u>	<u>87</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(49,309)	<u>\$ (49,309)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ (49,309)</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

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

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
State sources:				
State instructional material	\$ 25,034	\$ 25,034	\$ 27,015	\$ 1,981
Expenditures:				
Current:				
Instruction	<u>25,034</u>	<u>25,034</u>	<u>22,296</u>	<u>2,738</u>
Excess of revenues over expenditures	-	-	4,719	4,719
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>107</u>	<u>107</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,826	<u>\$ 4,826</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 4,826</u>	

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>							
	Food Service	Athletics	Title I	Migrant Children Education	Title I Program Improvement	Entitlement IDEA-B	Discretionary IDEA-B	Competitive IDEA-B
	<u>Fund #21000</u>	<u>Fund #22000</u>	<u>Fund #24101</u>	<u>Fund #24103</u>	<u>Fund #24105</u>	<u>Fund #24106</u>	<u>Fund #24107</u>	<u>Fund #24108</u>
ASSETS								
Pooled cash and investments	\$ 74,747	\$ 96	\$ (276,707)	\$ 7	\$ 9,472	\$ (91,644)	\$ 10,623	\$ 16,079
Receivables:								
Delinquent property taxes	-	-	-	-	-	-	-	-
Grant	-	-	339,386	-	-	97,496	-	-
Due from other funds	-	-	-	-	-	-	-	-
Food inventory	<u>8,360</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 83,107</u>	<u>\$ 96</u>	<u>\$ 62,679</u>	<u>\$ 7</u>	<u>\$ 9,472</u>	<u>\$ 5,852</u>	<u>\$ 10,623</u>	<u>\$ 16,079</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ 417	\$ -	\$ -	\$ 5,852	\$ -	\$ -
Due to other funds	531	172	62,262	-	-	-	-	-
Deferred revenue:								
Federal, state, and local grants	-	-	-	7	9,472	-	10,623	16,079
Delinquent property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>531</u>	<u>172</u>	<u>62,679</u>	<u>7</u>	<u>9,472</u>	<u>5,852</u>	<u>10,623</u>	<u>16,079</u>
Fund balance:								
Non-spendable:								
Inventories	8,360	-	-	-	-	-	-	-
Restricted for:								
Special revenue funds	74,216	(76)	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-
Debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>82,576</u>	<u>(76)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 83,107</u>	<u>\$ 96</u>	<u>\$ 62,679</u>	<u>\$ 7</u>	<u>\$ 9,472</u>	<u>\$ 5,852</u>	<u>\$ 10,623</u>	<u>\$ 16,079</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>						
	Preschool IDEA-B <u>Fund #24109</u>	Title VI <u>Fund #24112</u>	Title IV Drug Free Schools <u>Fund #24128</u>	Enhancing Education <u>Fund #24133</u>	Reading Excellence <u>Fund #24147</u>	Enhancing Education Through Technology <u>Fund #24149</u>	Title V <u>Fund #24150</u>
ASSETS							
Pooled cash and investments	\$ 6,488	\$ 4,902	\$ 3,707	\$ 6,125	\$ 13,122	\$ (23,730)	\$ 698
Receivables:							
Delinquent property taxes	-	-	-	-	-	-	-
Grant	-	-	-	-	-	53,382	1,833
Due from other funds	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 6,488</u>	<u>\$ 4,902</u>	<u>\$ 3,707</u>	<u>\$ 6,125</u>	<u>\$ 13,122</u>	<u>\$ 29,652</u>	<u>\$ 2,531</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	29,652	2,531
Deferred revenue:							
Federal, state, and local grants	6,488	4,902	3,707	6,125	13,122	-	-
Delinquent property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>6,488</u>	<u>4,902</u>	<u>3,707</u>	<u>6,125</u>	<u>13,122</u>	<u>29,652</u>	<u>2,531</u>
Fund balance:							
Non-spendable:							
Inventories	-	-	-	-	-	-	-
Restricted for:							
Special revenue funds	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-
Debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 6,488</u>	<u>\$ 4,902</u>	<u>\$ 3,707</u>	<u>\$ 6,125</u>	<u>\$ 13,122</u>	<u>\$ 29,652</u>	<u>\$ 2,531</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>							
	Title III English Language <u>Fund #24153</u>	Teacher/Principal Training <u>Fund #24154</u>	Safe and Drug Free Schools <u>Fund #24157</u>	21st Century Community Living Centers <u>Fund #24159</u>	Rural & Low- Income Schools <u>Fund #24160</u>	Title I School Improvement <u>Fund #24162</u>	Reading First <u>Fund #24167</u>	ARRA - Title I <u>Fund #24201</u>
ASSETS								
Pooled cash and investments	\$ (17,175)	\$ (63,253)	\$ (16,563)	\$ (1,561)	\$ (14,291)	\$ (53,860)	\$ -	\$ (78,953)
Receivables:								
Delinquent property taxes	-	-	-	-	-	-	-	-
Grant	18,809	79,857	17,408	6,171	14,291	54,617	-	78,953
Due from other funds	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,634</u>	<u>\$ 16,604</u>	<u>\$ 845</u>	<u>\$ 4,610</u>	<u>\$ -</u>	<u>\$ 757</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	\$ -	\$ 5,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	1,634	11,604	845	4,610	-	757	-	-
Deferred revenue:								
Federal, state, and local grants	-	-	-	-	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-	-
Total liabilities	<u>1,634</u>	<u>16,604</u>	<u>845</u>	<u>4,610</u>	<u>-</u>	<u>757</u>	<u>-</u>	<u>-</u>
Fund balance:								
Non-spendable:								
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
Special revenue funds	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,634</u>	<u>\$ 16,604</u>	<u>\$ 845</u>	<u>\$ 4,610</u>	<u>\$ -</u>	<u>\$ 757</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	Special Revenue Funds						
	ARRA - Entitlement IDEA-B <u>Fund #24206</u>	ARRA - Preschool IDEA-B <u>Fund #24209</u>	Headstart <u>Fund #25127</u>	Johnson O'Malley <u>Fund #25131</u>	Impact Aid Special Education <u>Fund #25145</u>	Impact Aid Indian Education <u>Fund #25147</u>	Title XIX Medicaid <u>Fund #25153</u>
ASSETS							
Pooled cash and investments	\$ (2,316)	\$ 126	\$ 24,731	\$ (5,000)	\$ 52,381	\$ 247,846	\$ 61,257
Receivables:							
Delinquent property taxes	-	-	-	-	-	-	-
Grant	2,316	-	-	13,400	-	-	-
Due from other funds	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ 126</u>	<u>\$ 24,731</u>	<u>\$ 8,400</u>	<u>\$ 52,381</u>	<u>\$ 247,846</u>	<u>\$ 61,257</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ 7,217	\$ -	\$ 718	\$ -
Due to other funds	-	-	-	1,183	-	51,189	-
Deferred revenue:							
Federal, state, and local grants	-	126	24,731	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>126</u>	<u>24,731</u>	<u>8,400</u>	<u>-</u>	<u>51,907</u>	<u>-</u>
Fund balance:							
Non-spendable:							
Inventories	-	-	-	-	-	-	-
Restricted for:							
Special revenue funds	-	-	-	-	52,381	195,939	61,257
Capital projects funds	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52,381</u>	<u>195,939</u>	<u>61,257</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 126</u>	<u>\$ 24,731</u>	<u>\$ 8,400</u>	<u>\$ 52,381</u>	<u>\$ 247,846</u>	<u>\$ 61,257</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>							
	Child & Adult Food Program <u>Fund #25171</u>	Indian Ed Formula Grant <u>Fund #25184</u>	Title V Indian Health Care Improvement Act <u>Fund #25209</u>	Workforce Investment Act <u>Fund #25220</u>	Literacy through School Libraries <u>Fund #25235</u>	Native American Program <u>Fund #25248</u>	ARRA - State Revitalization <u>Fund #25250</u>	Impact Aid Construction <u>Fund #25252</u>
ASSETS								
Pooled cash and investments	\$ 28,878	\$ -	\$ 8,492	\$ 580	\$ 21,241	\$ (62)	\$ 1	\$ -
Receivables:								
Delinquent property taxes	-	-	-	-	-	-	-	-
Grant	-	2,739	-	-	-	62	-	-
Due from other funds	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-
Total assets	<u>\$ 28,878</u>	<u>\$ 2,739</u>	<u>\$ 8,492</u>	<u>\$ 580</u>	<u>\$ 21,241</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	2,739	-	-	19,538	-	-	-
Deferred revenue:								
Federal, state, and local grants	28,878	-	8,492	580	1,703	-	1	-
Delinquent property taxes	-	-	-	-	-	-	-	-
Total liabilities	<u>28,878</u>	<u>2,739</u>	<u>8,492</u>	<u>580</u>	<u>21,241</u>	<u>-</u>	<u>1</u>	<u>-</u>
Fund balance:								
Non-spendable:								
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
Special revenue funds	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 28,878</u>	<u>\$ 2,739</u>	<u>\$ 8,492</u>	<u>\$ 580</u>	<u>\$ 21,241</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	Special Revenue Funds								
	Education Jobs Fund #25255	LANL Foundation Fund #26113	Indian Health Services Fund #26157	Microsoft Settlement Fund #26170	GO Bond Library Fund #27105	Technology for Education Fund #27117	Physical Education Classes Fund #27121	Statewide Computer Language Fund #27144	Libraries GO Bond 2004 Fund #27145
ASSETS									
Pooled cash and investments	\$ -	\$ 282	\$ 17	\$ (1,275)	\$ (9,763)	\$ 1,717	\$ 1,044	\$ 28	\$ 2,354
Receivables:									
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Grant	-	-	-	1,275	9,763	-	161	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ 282	\$ 17	\$ -	\$ -	\$ 1,717	\$ 1,205	\$ 28	\$ 2,354
LIABILITIES AND FUND BALANCE									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	1,205	-	-
Deferred revenue:									
Federal, state, and local grants	-	-	-	-	-	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	1,205	-	-
Fund balance:									
Non-spendable:									
Inventories	-	-	-	-	-	-	-	-	-
Restricted for:									
Special revenue funds	-	282	17	-	-	1,717	-	28	2,354
Capital projects funds	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Total fund balance	-	282	17	-	-	1,717	-	28	2,354
Total liabilities and fund balance	\$ -	\$ 282	\$ 17	\$ -	\$ -	\$ 1,717	\$ 1,205	\$ 28	\$ 2,354

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>							
	Pre-K Initiative <u>Fund #27149</u>	Beginning Teacher Mentoring <u>Fund #27154</u>	Breakfast for Elementary Students <u>Fund #27155</u>	Libraries GO Bond 2006 <u>Fund #27170</u>	State Discretionary IDEA-B <u>Fund #27200</u>	Rural Revitalization <u>Fund #27503</u>	Library Books <u>Fund #27549</u>	Youth Conservation Corp <u>Fund #28133</u>
ASSETS								
Pooled cash and investments	\$ (15,655)	\$ (9,916)	\$ -	\$ (1,692)	\$ 7,585	\$ (4,905)	\$ 1,786	\$ 887
Receivables:								
Delinquent property taxes	-	-	-	-	-	-	-	-
Grant	16,013	9,916	-	1,692	-	4,905	-	-
Due from other funds	-	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-	-
Total assets	<u>\$ 358</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,585</u>	<u>\$ -</u>	<u>\$ 1,786</u>	<u>\$ 887</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	358	-	-	-	-	-	-	-
Deferred revenue:								
Federal, state, and local grants	-	-	-	-	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-	-
Total liabilities	<u>358</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:								
Non-spendable:								
Inventories	-	-	-	-	-	-	-	-
Restricted for:								
Special revenue funds	-	-	-	-	7,585	-	1,786	887
Capital projects funds	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,585</u>	<u>-</u>	<u>1,786</u>	<u>887</u>
Total liabilities and fund balance	<u>\$ 358</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,585</u>	<u>\$ -</u>	<u>\$ 1,786</u>	<u>\$ 887</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	Special Revenue Funds						
	AP New Mexico Incentive Funding <u>Fund #28168</u>	Children's Medical Services <u>Fund #28171</u>	Gear Up <u>Fund #28178</u>	Career- Vocational Technical Education <u>Fund #28181</u>	Life Link <u>Fund #29102</u>	Substance Abuse Ed <u>Fund #29105</u>	City/County Grants <u>Fund #29107</u>
ASSETS							
Pooled cash and investments	\$ 2,160	\$ 102	\$ (18,766)	\$ 405	\$ 215	\$ 7,226	\$ 2,458
Receivables:							
Delinquent property taxes	-	-	-	-	-	-	-
Grant	-	-	18,766	1,794	-	-	-
Due from other funds	-	-	-	-	-	-	-
Food inventory	-	-	-	-	-	-	-
Total assets	<u>\$ 2,160</u>	<u>\$ 102</u>	<u>\$ -</u>	<u>\$ 2,199</u>	<u>\$ 215</u>	<u>\$ 7,226</u>	<u>\$ 2,458</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	2,199	-	-	-
Deferred revenue:							
Federal, state, and local grants	-	-	-	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,199</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:							
Non-spendable:							
Inventories	-	-	-	-	-	-	-
Restricted for:							
Special revenue funds	2,160	102	-	-	215	7,226	2,458
Capital projects funds	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Total fund balance	<u>2,160</u>	<u>102</u>	<u>-</u>	<u>-</u>	<u>215</u>	<u>7,226</u>	<u>2,458</u>
Total liabilities and fund balance	<u>\$ 2,160</u>	<u>\$ 102</u>	<u>\$ -</u>	<u>\$ 2,199</u>	<u>\$ 215</u>	<u>\$ 7,226</u>	<u>\$ 2,458</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Special Revenue Funds</u>			<u>Capital Projects Funds</u>			
	School Based Health Center <u>Fund #29130</u>	Exemplary School Based Health Center <u>Fund #29131</u>	Total Non-Major Special Revenue <u>Funds</u>	Bond Building <u>Fund #31100</u>	Public School Capital Outlay <u>Fund #31200</u>	Special Capital Outlay - State <u>Fund #31400</u>	Special Capital Outlay - Federal <u>Fund #31500</u>
ASSETS							
Pooled cash and investments	\$ 10,449	\$ 2,290	\$ (74,483)	\$ 348,362	\$ (129,557)	\$ 5,506	\$ 48,255
Receivables:							
Delinquent property taxes	-	-	-	-	-	-	-
Grant	19,847	-	864,852	-	-	-	-
Due from other funds	-	-	-	-	-	-	745
Food inventory	-	-	8,360	-	-	-	-
Total assets	<u>\$ 30,296</u>	<u>\$ 2,290</u>	<u>\$ 798,729</u>	<u>\$ 348,362</u>	<u>\$ (129,557)</u>	<u>\$ 5,506</u>	<u>\$ 49,000</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 19,204	\$ -	\$ -	\$ -	\$ -
Due to other funds	30,296	-	223,305	-	-	30,000	-
Deferred revenue:							
Federal, state, and local grants	-	-	135,036	-	-	-	-
Delinquent property taxes	-	-	-	-	-	-	-
Total liabilities	<u>30,296</u>	<u>-</u>	<u>377,545</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
Fund balance:							
Non-spendable:							
Inventories	-	-	8,360	-	-	-	-
Restricted for:							
Special revenue funds	-	2,290	412,824	-	-	-	-
Capital projects funds	-	-	-	348,362	(129,557)	(24,494)	49,000
Debt service	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>2,290</u>	<u>421,184</u>	<u>348,362</u>	<u>(129,557)</u>	<u>(24,494)</u>	<u>49,000</u>
Total liabilities and fund balance	<u>\$ 30,296</u>	<u>\$ 2,290</u>	<u>\$ 798,729</u>	<u>\$ 348,362</u>	<u>\$ (129,557)</u>	<u>\$ 5,506</u>	<u>\$ 49,000</u>

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2011

	<u>Capital Projects Funds</u>				
	Ed Technology Equipment Act <u>Fund #31900</u>	Public School Capital Outlay - 20% <u>Fund #32100</u>	Total Non-Major Capital Projects <u>Funds</u>	Ed Tech Debt Service <u>Fund #43000</u>	Total Nonmajor Governmental <u>Funds</u>
ASSETS					
Pooled cash and investments	\$ -	\$ 23,082	\$ 295,648	\$ 53,639	\$ 274,804
Receivables:					
Delinquent property taxes	-	-	-	2,138	2,138
Grant	-	-	-	-	864,852
Due from other funds	6,807	20,006	27,558	-	27,558
Food inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,360</u>
Total assets	<u>\$ 6,807</u>	<u>\$ 43,088</u>	<u>\$ 323,206</u>	<u>\$ 55,777</u>	<u>\$ 1,177,712</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 19,204
Due to other funds	-	-	30,000	20,566	273,871
Deferred revenue:					
Federal, state, and local grants	-	-	-	-	135,036
Delinquent property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,138</u>	<u>2,138</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>22,704</u>	<u>430,249</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	-	8,360
Restricted for:					
Special revenue funds	-	-	-	-	412,824
Capital projects funds	6,807	43,088	293,206	-	293,206
Debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,073</u>	<u>33,073</u>
Total fund balance	<u>6,807</u>	<u>43,088</u>	<u>293,206</u>	<u>33,073</u>	<u>747,463</u>
Total liabilities and fund balance	<u>\$ 6,807</u>	<u>\$ 43,088</u>	<u>\$ 323,206</u>	<u>\$ 55,777</u>	<u>\$ 1,177,712</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, 2011

	Special Revenue Funds				
	Food Service	Athletics	Title I	Migrant Children Education	Title I Program Improvement
	<u>Fund #21000</u>	<u>Fund #22000</u>	<u>Fund #24101</u>	<u>Fund #24103</u>	<u>Fund #24105</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	764,456	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	257,034	-	-	-	-
USDA Commodities	19,698	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	20,081	30,995	-	-	-
Earnings from investments	<u>1,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>298,287</u>	<u>30,995</u>	<u>764,456</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	-	31,094	611,340	-	-
Support Services:					
Students	-	-	74,390	-	-
Instruction	-	-	4,170	-	-
General Administration	-	-	45,793	-	-
School Administration	-	-	25,883	-	-
Central Services	-	-	170	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	305,225	-	-	-	-
Food Services Operations	-	-	2,710	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>305,225</u>	<u>31,094</u>	<u>764,456</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(6,938)	(99)	-	-	-
Other financing sources:					
Sale of bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(6,938)	(99)	-	-	-
Fund balance (deficit) at beginning of the year	<u>89,514</u>	<u>23</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of the year	<u>\$ 82,576</u>	<u>\$ (76)</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, 2011

	Special Revenue Funds				
	Entitlement IDEA-B <u>Fund #24106</u>	Discretionary IDEA-B <u>Fund #24107</u>	Competitive IDEA-B <u>Fund #24108</u>	Preschool IDEA-B <u>Fund #24109</u>	Title VI <u>Fund #24112</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	222,057	-	-	7,322	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	222,057	-	-	7,322	-
Expenditures:					
Current:					
Instruction	45,982	-	-	828	-
Support Services:					
Students	88,042	-	-	6,446	-
Instruction	-	-	-	-	-
General Administration	13,000	-	-	-	-
School Administration	49,176	-	-	-	-
Central Services	-	-	-	48	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	25,667	-	-	-	-
Food Services Operations	190	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	222,057	-	-	7,322	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2011

	Special Revenue Funds				
	Title IV Drug Free Schools <u>Fund #24128</u>	Enhancing Education <u>Fund #24133</u>	Reading Excellence <u>Fund #24147</u>	Enhancing Education Through Technology <u>Fund #24149</u>	Title V <u>Fund #24150</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	1,267	-	13,151	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	-	1,267	-	13,151	-
Expenditures:					
Current:					
Instruction	-	-	-	-	-
Support Services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	1,267	-	13,151	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	1,267	-	13,151	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2011

	Special Revenue Funds				
	Title III English Language <u>Fund #24153</u>	Teacher/Principal Training <u>Fund #24154</u>	Safe and Drug Free Schools <u>Fund #24157</u>	21st Century Community Living Centers <u>Fund #24159</u>	Rural & Low- Income Schools <u>Fund #24160</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	27,011	85,584	9,001	-	12,823
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	27,011	85,584	9,001	-	12,823
Expenditures:					
Current:					
Instruction	26,529	70,309	9,001	-	11,255
Support Services:					
Students	-	1,103	-	-	-
Instruction	-	80	-	-	-
General Administration	-	13,140	-	-	944
School Administration	482	480	-	-	-
Central Services	-	472	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	624
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	27,011	85,584	9,001	-	12,823
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2011

	Special Revenue Funds				
	Title I School Improvement <u>Fund #24162</u>	Reading First <u>Fund #24167</u>	ARRA - Title I <u>Fund #24201</u>	ARRA - Entitlement IDEA-B <u>Fund #24206</u>	ARRA - Preschool IDEA-B <u>Fund #24209</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	22,214	-	113,447	31,710	2,039
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>22,214</u>	<u>-</u>	<u>113,447</u>	<u>31,710</u>	<u>2,039</u>
Expenditures:					
Current:					
Instruction	22,214	-	108,150	20,929	2,039
Support Services:					
Students	-	-	-	8,450	-
Instruction	-	-	-	-	-
General Administration	-	-	5,297	-	-
School Administration	-	-	-	351	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	1,980	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	<u>22,214</u>	<u>-</u>	<u>113,447</u>	<u>31,710</u>	<u>2,039</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ -</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, 2011

	Special Revenue Funds				
	Headstart	Johnson	Impact Aid Special	Impact Aid	Title XIX
	Fund #25127	O'Malley	Education	Indian	Medicaid
	<u>Fund #25127</u>	<u>Fund #25131</u>	<u>Fund #25145</u>	<u>Fund #25147</u>	<u>Fund #25153</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ 92,037	\$ 621,776	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	37,836	-	-	95,887
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>-</u>	<u>37,836</u>	<u>92,037</u>	<u>621,776</u>	<u>95,887</u>
Expenditures:					
Current:					
Instruction	-	15,374	39,656	320,775	110
Support Services:					
Students	-	21,116	-	38,598	27,470
Instruction	-	-	-	-	-
General Administration	-	-	-	3,890	-
School Administration	-	172	-	12,840	7,050
Central Services	-	1,174	-	23,996	-
Operation & Maintenance of Plant	-	-	-	3,854	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	20,084	-
Community Services	-	-	-	1,800	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	<u>-</u>	<u>37,836</u>	<u>39,656</u>	<u>425,837</u>	<u>34,630</u>
Excess (deficiency) of revenues over expenditures	-	-	52,381	195,939	61,257
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	<u>-</u>	<u>-</u>	<u>52,381</u>	<u>195,939</u>	<u>61,257</u>
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,381</u>	<u>\$ 195,939</u>	<u>\$ 61,257</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, 2011

	<u>Special Revenue Funds</u>				
	Child & Adult Food Program Fund #25171	Indian Ed Formula Grant Fund #25184	Title V Indian Health Care Improvement Act Fund #25209	Workforce Investment Act Fund #25220	Literacy through School Libraries Fund #25235
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	104,367	18,481	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>-</u>	<u>104,367</u>	<u>18,481</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	-	92,818	-	-	-
Support Services:					
Students	-	6,398	18,481	-	-
Instruction	-	-	-	-	-
General Administration	-	5,151	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	<u>-</u>	<u>104,367</u>	<u>18,481</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ -</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, 2011

	Special Revenue Funds				
	Native American Program <u>Fund #25248</u>	ARRA - State Revitalization <u>Fund #25250</u>	Impact Aid Construction <u>Fund #25252</u>	Education Jobs <u>Fund #25255</u>	LANL Foundation <u>Fund #26113</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ 1,079	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	186,078	65,012	-	175,164	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	3,657
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	186,078	65,012	1,079	175,164	3,657
Expenditures:					
Current:					
Instruction	157,024	65,012	-	175,164	3,375
Support Services:					
Students	12,071	-	-	-	-
Instruction	-	-	-	-	-
General Administration	11,603	-	-	-	-
School Administration	2,001	-	-	-	-
Central Services	3,059	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	320	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	1,079	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	186,078	65,012	1,079	175,164	3,375
Excess (deficiency) of revenues over expenditures	-	-	-	-	282
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	-	-	-	282
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ -	\$ -	\$ 282

(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, 2011

	Special Revenue Funds				
	Indian Health Services <u>Fund #26157</u>	Microsoft Settlement <u>Fund #26170</u>	GO Bond Library <u>Fund #27105</u>	Technology for Education <u>Fund #27117</u>	Physical Education Classes <u>Fund #27121</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	9,763	1,717	-
Local sources:					
Grant	17	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	17	-	9,763	1,717	-
Expenditures:					
Current:					
Instruction	-	-	-	-	-
Support Services:					
Students	-	-	-	-	-
Instruction	-	-	9,763	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	-	9,763	-	-
Excess (deficiency) of revenues over expenditures	17	-	-	1,717	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	17	-	-	1,717	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ 17	\$ -	\$ -	\$ 1,717	\$ -

(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, 2011

	Special Revenue Funds				
	Statewide Computer Language Fund #27144	Libraries GO Bond 2004 Fund #27145	Pre-K Initiative Fund #27149	Beginning Teacher Mentoring Fund #27154	Breakfast for Elementary Students Fund #27155
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	28	2,354	37,570	-	4,565
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	28	2,354	37,570	-	4,565
Expenditures:					
Current:					
Instruction	-	-	37,570	-	-
Support Services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	4,565
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	-	37,570	-	4,565
Excess (deficiency) of revenues over expenditures	28	2,354	-	-	-
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	28	2,354	-	-	-
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ 28	\$ 2,354	\$ -	\$ -	\$ -

(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, 2011

	Special Revenue Funds				
	Libraries GO Bond 2006 <u>Fund #27170</u>	State Discretionary IDEA-B <u>Fund #27200</u>	Rural Revitalization <u>Fund #27503</u>	Library Books <u>Fund #27549</u>	Youth Conservation Corp <u>Fund #28133</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	47,000	-	1,786	887
Local sources:					
Grant	-	-	-	-	-
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	-	47,000	-	1,786	887
Expenditures:					
Current:					
Instruction	-	21,429	-	-	-
Support Services:					
Students	-	10,501	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	7,485	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	39,415	-	-	-
Excess (deficiency) of revenues over expenditures	-	7,585	-	1,786	887
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	-	7,585	-	1,786	887
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ 7,585	\$ -	\$ 1,786	\$ 887

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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, 2011

	Special Revenue Funds				
	AP New Mexico Incentive Funding <u>Fund #28168</u>	Children's Medical Services <u>Fund #28171</u>	Gear Up <u>Fund #28178</u>	Career- Vocational Technical Education <u>Fund #28181</u>	Life Link <u>Fund #29102</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	2,160	102	101,968	1,795	-
Local sources:					
Grant	-	-	-	-	215
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	2,160	102	101,968	1,795	215
Expenditures:					
Current:					
Instruction	-	-	85,820	1,795	-
Support Services:					
Students	-	-	9,127	-	-
Instruction	-	-	2,956	-	-
General Administration	-	-	-	-	-
School Administration	-	-	3,230	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	835	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	-	101,968	1,795	-
Excess (deficiency) of revenues over expenditures	2,160	102	-	-	215
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	2,160	102	-	-	215
Fund balance (deficit) at beginning of the year	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ 2,160	\$ 102	\$ -	\$ -	\$ 215

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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, 2011

	Special Revenue Funds				
	Substance Abuse Ed Fund #29105	City/County Grants Fund #29107	School Based Health Center Fund #29130	Exemplary School Based Health Center Fund #29131	Total Nonmajor Special Revenue Funds
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ 714,892
Federal flowthrough grants	-	-	-	-	1,312,082
Federal direct grants	-	-	-	-	682,825
Food and milk reimbursements	-	-	-	-	257,034
USDA Commodities	-	-	-	-	19,698
State sources:					
State grant	-	-	78,245	2,290	292,230
Local sources:					
Grant	7,226	20,000	28,418	-	59,533
District school tax levy	-	-	-	-	-
Fees and activities	-	-	-	-	51,076
Earnings from investments	-	-	-	-	1,474
Total revenue	7,226	20,000	106,663	2,290	3,390,844
Expenditures:					
Current:					
Instruction	-	12,320	-	-	1,987,912
Support Services:					
Students	-	-	95,165	-	417,358
Instruction	-	-	-	-	16,969
General Administration	-	-	-	-	98,818
School Administration	-	-	11,498	-	113,163
Central Services	-	-	-	-	43,337
Operation & Maintenance of Plant	-	-	-	-	3,854
Student Transportation	-	-	-	-	332,872
Food Services Operations	-	-	-	-	28,493
Community Services	-	5,222	-	-	15,342
Capital outlay	-	-	-	-	1,079
Debt service:					
Bond issuance costs	-	-	-	-	-
Total expenditures	-	17,542	106,663	-	3,059,197
Excess (deficiency) of revenues over expenditures	7,226	2,458	-	2,290	331,647
Other financing sources:					
Sale of bonds	-	-	-	-	-
Net change in fund balance	7,226	2,458	-	2,290	331,647
Fund balance (deficit) at beginning of the year	-	-	-	-	89,537
Fund balance (deficit) at end of the year	\$ 7,226	\$ 2,458	\$ -	\$ 2,290	\$ 421,184

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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, 2011

	Capital Projects Funds			
	Bond Building Fund #31100	Public School Capital Outlay Fund #31200	Special Capital Outlay - State Fund #31400	Special Capital Outlay - Federal Fund #31500
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ -	\$ -	\$ 45,338
Federal flowthrough grants	-	-	-	-
Federal direct grants	-	-	-	-
Food and milk reimbursements	-	-	-	-
USDA Commodities	-	-	-	-
State sources:				
State grant	-	-	783,350	-
Local sources:				
Grant	-	-	-	-
District school tax levy	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	<u>78</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>78</u>	<u>-</u>	<u>783,350</u>	<u>45,338</u>
Expenditures:				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	2,166	-	-	-
Student Transportation	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	453,855	-	783,350	125,000
Debt service:				
Bond issuance costs	<u>29,190</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>485,211</u>	<u>-</u>	<u>783,350</u>	<u>125,000</u>
Excess (deficiency) of revenues over expenditures	(485,133)	-	-	(79,662)
Other financing sources:				
Sale of bonds	<u>380,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(105,133)	-	-	(79,662)
Fund balance (deficit) at beginning of the year	<u>453,495</u>	<u>(129,557)</u>	<u>(24,494)</u>	<u>128,662</u>
Fund balance (deficit) at end of the year	<u>\$ 348,362</u>	<u>\$ (129,557)</u>	<u>\$ (24,494)</u>	<u>\$ 49,000</u>

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STATE OF NEW MEXICO
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NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2011

	<u>Capital Projects Funds</u>				
	Ed Technology Equipment Act <u>Fund #31900</u>	Public School Capital Outlay - 20% <u>Fund #32100</u>	Total Nonmajor Capital Projects <u>Funds</u>	Ed Tech Debt Service <u>Fund #43000</u>	Total Nonmajor Governmental <u>Funds</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ 45,338	\$ -	\$ 760,230
Federal flowthrough grants	-	-	-	-	1,312,082
Federal direct grants	-	-	-	-	682,825
Food and milk reimbursements	-	-	-	-	257,034
USDA Commodities	-	-	-	-	19,698
State sources:					
State grant	-	-	783,350	-	1,075,580
Local sources:					
Grant	-	-	-	-	59,533
District school tax levy	-	-	-	21	21
Fees and activities	-	-	-	-	51,076
Earnings from investments	-	-	78	-	1,552
Total revenue	<u>-</u>	<u>-</u>	<u>828,766</u>	<u>21</u>	<u>4,219,631</u>
Expenditures:					
Current:					
Instruction	-	-	-	-	1,987,912
Support Services:					
Students	-	-	-	-	417,358
Instruction	-	-	-	-	16,969
General Administration	-	-	-	1	98,819
School Administration	-	-	-	-	113,163
Central Services	-	-	-	-	43,337
Operation & Maintenance of Plant	-	-	2,166	-	6,020
Student Transportation	-	-	-	-	332,872
Food Services Operations	-	-	-	-	28,493
Community Services	-	-	-	-	15,342
Capital outlay	-	-	1,362,205	-	1,363,284
Debt service:					
Bond issuance costs	-	-	29,190	-	29,190
Total expenditures	<u>-</u>	<u>-</u>	<u>1,393,561</u>	<u>1</u>	<u>4,452,759</u>
Excess (deficiency) of revenues over expenditures	-	-	(564,795)	20	(233,128)
Other financing sources:					
Sale of bonds	-	-	380,000	-	380,000
Net change in fund balance	-	-	(184,795)	20	146,872
Fund balance (deficit) at beginning of the year	<u>6,807</u>	<u>43,088</u>	<u>478,001</u>	<u>33,053</u>	<u>600,591</u>
Fund balance (deficit) at end of the year	<u>\$ 6,807</u>	<u>\$ 43,088</u>	<u>\$ 293,206</u>	<u>\$ 33,073</u>	<u>\$ 747,463</u>

BUDGETARY PRESENTATION

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2011

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 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.

PRESCHOOL IDEA-B

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

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2011

TITLE VI

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

TITLE 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.

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.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2011

TEACHER/PRINCIPAL TRAINING

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.

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 failings, or most at risk of failing, to meet State academic achievement standards. Targeted assistance programs must ensure that Title I services supplement, and do not supplant the regular education programs normally provided with non-Federal funds by local educational agencies. This program is subject to non-supplanting requirements and must use a restricted indirect cost rate, which is referenced under 34 CFR 76.564-76.569. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), Title I, Part A, 20 U.S.C. 6301 et seq. and the American Recovery and Reinvestment Act of 2010 (ARRA), Public Law 111-5.

STATE OF NEW MEXICO
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NONMAJOR SPECIAL REVENUE FUNDS
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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 2011 (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 2011 (ARRA), Public Law 111-5.

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,

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/INDIAN 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.

STATE OF NEW MEXICO
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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2011

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.

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.

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NONMAJOR SPECIAL REVENUE FUNDS
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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 2010 (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 2010 (ARRA), Public Law 111-5.

EDUCATION JOBS

To provide funds to States to assist local educational agencies (LEAs) in saving or creating education jobs for school year 2010-2011. Authorization: Title I, Public Law 111-126.

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.

GO BOND LIBRARY

To 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. Authorization: through Senate Bill 2009 SB333.

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.

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)

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**NONMAJOR SPECIAL REVENUE FUNDS
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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.

LIBRARIES GO BOND 2006

Funding made available to update and expand library collections.

STATE DISCRETIONARY IDEA-B

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

RURAL EDUCATION ACHIEVEMENT

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

LIBRARY BOOKS

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

YOUTH CONSERVATION CORP

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.

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NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2011

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.

CITY/COUNTY GRANTS

To implement science based curriculum.

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.

EXEMPLARY SCHOOL BASED HEALTH CENTER

To provide a comprehensive array of school based behavioral health programs and services for school students.

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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, 2011

	<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	\$ 195,000	\$ 195,000	\$ 257,034	\$ 62,034
Local sources:				
Fees and activities	<u>51,500</u>	<u>51,500</u>	<u>21,555</u>	<u>(29,945)</u>
Total revenues	246,500	246,500	278,589	32,089
Expenditures:				
Current:				
Food Services Operations	<u>263,310</u>	<u>263,310</u>	<u>263,309</u>	<u>1</u>
Excess (deficiency) of revenues over expenditures	(16,810)	(16,810)	15,280	32,090
Beginning cash balance budgeted	16,810	16,810	-	(16,810)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>89,514</u>	<u>89,514</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	104,794	<u>\$ 104,794</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			<u>(22,218)</u>	
			<u>\$ 82,576</u>	

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ATHLETICS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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	\$ 38,214	\$ 38,214	\$ 30,995	\$ (7,219)
Earnings from investments	<u>15</u>	<u>15</u>	<u>-</u>	<u>(15)</u>
Total revenues	38,229	38,229	30,995	(7,234)
 Expenditures:				
Current:				
Instruction	<u>38,363</u>	<u>38,363</u>	<u>31,094</u>	<u>7,269</u>
Excess (deficiency) of revenues over expenditures	(134)	(134)	(99)	35
Beginning cash balance budgeted	134	134	-	(134)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>23</u>	<u>23</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(76)</u>	<u>\$ (76)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ (76)</u>	

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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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ 800,970	\$ 1,098,866	\$ 604,153	\$ (494,713)
Expenditures:				
Current:				
Instruction	562,047	859,943	610,923	249,020
Support Services:				
Students	149,097	143,347	74,390	68,957
Instruction	-	4,200	4,170	30
General Administration	48,623	48,623	45,793	2,830
School Administration	36,961	38,511	25,883	12,628
Central Services	2,000	400	170	230
Food Services Operations	<u>2,242</u>	<u>3,842</u>	<u>2,710</u>	<u>1,132</u>
Total expenditures	<u>800,970</u>	<u>1,098,866</u>	<u>764,039</u>	<u>334,827</u>
Excess (deficiency) of revenues over expenditures	-	-	(159,886)	(159,886)
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>	(159,886)	<u>\$ (159,886)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			160,303	
Change in payables			<u>(417)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
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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, 2011

	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
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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, 2011

	<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:				
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>	

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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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 216,788	\$ 268,236	\$ 159,927	\$ (108,309)
Expenditures:				
Current:				
Instruction	60,281	78,005	45,982	32,023
Support Services:				
Students	46,050	91,751	82,189	9,562
General Administration	13,000	13,000	13,000	-
School Administration	48,302	49,234	49,177	57
Operation & Maintenance of Plant	8,000	-	-	-
Student Transportation	31,155	26,246	25,667	579
Food Services Operations	-	1,000	190	810
Community Services Operations	<u>10,000</u>	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Total expenditures	<u>216,788</u>	<u>268,236</u>	<u>216,205</u>	<u>52,031</u>
Excess (deficiency) of revenues over expenditures	-	-	(56,278)	(56,278)
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>	(56,278)	<u>\$ (56,278)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			62,130	
Change in payables			<u>(5,852)</u>	
			<u>\$ -</u>	

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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, 2011

	<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
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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, 2011

	<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>	

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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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ 8,352	\$ 15,226	\$ 1,564	\$ (13,662)
Expenditures:				
Current:				
Instruction	8,352	7,226	828	6,398
Support Services:				
Students	-	7,766	6,446	1,320
Central Services	-	234	48	186
Total expenditures	8,352	15,226	7,322	7,904
Excess (deficiency) of revenues over expenditures	-	-	(5,758)	(5,758)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(5,758)	\$ (5,758)
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			5,758	
			\$ -	

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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, 2011

	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
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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, 2011

	<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, 2011

	<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:				
Federal grant	\$ -	\$ 8,025	\$ -	\$ (8,025)
 Expenditures:				
Current:				
Support Services:				
Central Services	<u>-</u>	<u>8,025</u>	<u>1,901</u>	<u>6,124</u>
Excess (deficiency) of revenues over expenditures	-	-	(1,901)	(1,901)
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>	(1,901)	<u>\$ (1,901)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			634	
Change in deferred revenue			<u>1,267</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
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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, 2011

	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

ENHANCING EDUCATION THROUGH TECHNOLOGY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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:				
Federal grant	\$ -	\$ 13,361	\$ -	\$ (13,361)
 Expenditures:				
Current:				
Support Services:				
Central Services	<u>-</u>	<u>13,361</u>	<u>13,151</u>	<u>210</u>
Excess (deficiency) of revenues over expenditures	-	-	(13,151)	(13,151)
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>(13,151)</u>	<u>\$ (13,151)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>13,151</u>	
			<u>\$ -</u>	

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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, 2011

	<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:				
Federal grant	\$ -	\$ -	\$ 177	\$ 177
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	177	177
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	177	<u>\$ 177</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(177)	
			<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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 23,881	\$ 29,474	\$ 89,481	\$ 60,007
Expenditures:				
Current:				
Instruction	20,000	28,992	26,673	2,319
Support Services:				
Students	881	-	-	-
School Administration	-	482	482	-
Food Services Operations	3,000	-	-	-
Total expenditures	23,881	29,474	27,155	2,319
Excess of revenues over expenditures	-	-	62,326	62,326
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	62,326	\$ 62,326
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(62,470)	
Change in payables			144	
			\$ -	

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TEACHER/PRINCIPAL TRAINING SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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:				
Federal grant	\$ 165,841	\$ 330,085	\$ 36,538	\$ (293,547)
Expenditures:				
Current:				
Instruction	147,475	275,719	66,278	209,441
Support Services:				
Students	1,000	2,000	1,103	897
Instruction	1,500	1,500	80	1,420
General Administration	9,446	44,446	13,140	31,306
School Administration	5,420	5,420	480	4,940
Central Services	<u>1,000</u>	<u>1,000</u>	<u>472</u>	<u>528</u>
Total expenditures	<u>165,841</u>	<u>330,085</u>	<u>81,553</u>	<u>248,532</u>
Excess (deficiency) of revenues over expenditures	-	-	(45,015)	(45,015)
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>(45,015)</u>	<u>\$ (45,015)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			49,046	
Change in payables			<u>(4,031)</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 10,596	\$ 1,605	\$ (8,991)
 Expenditures:				
Current:				
Instruction	-	10,596	9,001	1,595
Excess (deficiency) of revenues over expenditures	-	-	(7,396)	(7,396)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(7,396)	<u>\$ (7,396)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>7,396</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, 2011

	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

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, 2011

	<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:				
Federal grant	\$ -	\$ 34,366	\$ 10,658	\$ (23,708)
Expenditures:				
Current:				
Instruction	-	32,366	11,255	21,111
Support Services:				
General Administration	-	1,000	944	56
Food Services Operations	-	1,000	624	376
Total expenditures	-	34,366	12,823	21,543
Excess (deficiency) of revenues over expenditures	-	-	(2,165)	(2,165)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(2,165)	\$ (2,165)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			2,165	
			<u>\$ -</u>	

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, 2011

	<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:				
Federal grant	\$ -	\$ 58,870	\$ 46,582	\$ (12,288)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>58,870</u>	<u>26,566</u>	<u>32,304</u>
Excess of revenues over expenditures	-	-	20,016	20,016
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>	20,016	<u>\$ 20,016</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(24,368)	
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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 6,794	\$ 6,794
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	6,794	6,794
Fund balance at beginning of the year	-	-	-	-
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, 2011

	<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:				
Federal grant	\$ 93,000	\$ 113,447	\$ 34,494	\$ (78,953)
Expenditures:				
Current:				
Instruction	87,703	108,150	108,150	-
Support Services:				
General Administration	<u>5,297</u>	<u>5,297</u>	<u>5,297</u>	<u>-</u>
Total expenditures	<u>93,000</u>	<u>113,447</u>	<u>113,447</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(78,953)	(78,953)
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>	(78,953)	<u>\$ (78,953)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>78,953</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, 2011

	<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:				
Federal grant	\$ -	\$ 31,688	\$ 127,518	\$ 95,830
Expenditures:				
Current:				
Instruction	-	20,958	20,929	29
Support Services:				
Students	-	8,398	8,450	(52)
School Administration	-	351	351	-
Student Transportation	-	1,981	1,980	1
Total expenditures	-	31,688	31,710	(22)
Excess of revenues over expenditures	-	-	95,808	95,808
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	95,808	\$ 95,808
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(95,808)	
			<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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 2,914	\$ 1,143	\$ (1,771)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>2,914</u>	<u>2,039</u>	<u>875</u>
Excess (deficiency) of revenues over expenditures	-	-	(896)	(896)
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>	(896)	<u>\$ (896)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>896</u>	
			<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, 2011

	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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal direct grant	\$ 25,000	\$ 44,118	\$ 29,647	\$ (14,471)
Expenditures:				
Current:				
Instruction	13,295	17,295	8,391	8,904
Support Services:				
Students	10,460	22,734	20,883	1,851
Instruction	-	450	-	450
General Administration	1,000	1,000	-	1,000
School Administration	1,000	1,394	172	1,222
Central Services	-	2,000	1,174	826
Total expenditures	<u>25,755</u>	<u>44,873</u>	<u>30,620</u>	<u>14,253</u>
Excess (deficiency) of revenues over expenditures	(755)	(755)	(973)	(218)
Beginning cash balance budgeted	755	755	-	(755)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(973)	<u>\$ (973)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			8,190	
Change in payables			<u>(7,217)</u>	
			<u>\$ -</u>	

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, 2011

	<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	\$ -	\$ -	\$ 45,123	\$ 45,123
Expenditures:				
Current:				
Instruction	36,555	41,555	39,656	1,899
Support Services:				
Students	<u>9,937</u>	<u>4,937</u>	-	<u>4,937</u>
Total expenditures	<u>46,492</u>	<u>46,492</u>	<u>39,656</u>	<u>6,836</u>
Excess (deficiency) of revenues over expenditures	(46,492)	(46,492)	5,467	51,959
Beginning cash balance budgeted	46,492	46,492	-	(46,492)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	5,467	<u>\$ 5,467</u>
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>46,914</u>	
			<u>\$ 52,381</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

IMPACT AID INDIAN EDUCATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Public Law 874	\$ 406,833	\$ 406,833	\$ 355,028	\$ (51,805)
Expenditures:				
Current:				
Instruction	373,034	373,034	320,775	52,259
Support Services:				
Students	21,686	48,666	38,598	10,068
Instruction	-	890	-	890
General Administration	2,000	4,700	3,890	810
School Administration	1,750	15,404	12,840	2,564
Central Services	36,630	44,738	23,278	21,460
Operation & Maintenance of Plant	186,484	134,152	3,854	130,298
Food Services Operations	23,181	20,781	20,084	697
Community Services Operations	-	2,400	2,340	60
Total expenditures	<u>644,765</u>	<u>644,765</u>	<u>425,659</u>	<u>219,106</u>
Excess (deficiency) of revenues over expenditures	(237,932)	(237,932)	(70,631)	167,301
Beginning cash balance budgeted	237,932	237,932	-	(237,932)
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>	(70,631)	<u>\$ (70,631)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(178)	
Change in deferred revenue			<u>266,748</u>	
			<u>\$ 195,939</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 32,000	\$ 32,000	\$ 59,600	\$ 27,600
Expenditures:				
Current:				
Instruction	1,535	1,535	110	1,425
Support Services:				
Students	44,500	37,623	27,583	10,040
School Administration	500	9,377	7,050	2,327
Operation & Maintenance of Plant	2,500	500	-	500
Total expenditures	49,035	49,035	34,743	14,292
Excess (deficiency) of revenues over expenditures	(17,035)	(17,035)	24,857	41,892
Beginning cash balance budgeted	17,035	17,035	-	(17,035)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	24,857	\$ 24,857
RECONCILIATION TO GAAP BASIS:				
Change in payables			113	
Change in deferred revenue			36,287	
			\$ 61,257	

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, 2011

	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

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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 82,886	\$ 82,886	\$ 80,022	\$ (2,864)
Expenditures:				
Current:				
Instruction	77,433	98,533	92,818	5,715
Support Services:				
Students	-	6,420	6,398	22
General Administration	<u>33,283</u>	<u>5,763</u>	<u>5,151</u>	<u>612</u>
Total expenditures	<u>110,716</u>	<u>110,716</u>	<u>104,367</u>	<u>6,349</u>
Excess (deficiency) of revenues over expenditures	(27,830)	(27,830)	(24,345)	3,485
Beginning cash balance budgeted	27,830	27,830	-	(27,830)
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>	(24,345)	<u>\$ (24,345)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			2,739	
Change in deferred revenue			<u>21,606</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

TITLE V INDIAN HEALTH CARE IMPROVEMENT ACT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 26,973	\$ -	\$ (26,973)
 Expenditures:				
Current:				
Support Services:				
Students	<u>-</u>	<u>26,973</u>	<u>18,481</u>	<u>8,492</u>
Excess (deficiency) of revenues over expenditures	-	-	(18,481)	(18,481)
 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>	(18,481)	<u>\$ (18,481)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>18,481</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, 2011

	<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, 2011

	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

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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 206,350	\$ 250,096	\$ 43,746
Expenditures:				
Current:				
Instruction	-	168,490	157,024	11,466
Support Services:				
Students	-	12,785	12,071	714
General Administration	-	17,764	11,603	6,161
School Administration	-	2,040	2,002	38
Central Services	-	4,946	3,059	1,887
Food Services Operations	-	325	320	5
Total expenditures	-	206,350	186,079	20,271
Excess of revenues over expenditures	-	-	64,017	64,017
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	64,017	\$ 64,017
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(64,017)	
			\$ -	

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, 2011

	<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	\$ 64,755	\$ 65,013	\$ 65,012	\$ (1)
 Expenditures:				
Current:				
Instruction	<u>64,755</u>	<u>65,013</u>	<u>65,012</u>	<u>1</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

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, 2011

	<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	\$ -	\$ 1,079	\$ 1,079	\$ -
 Expenditures:				
Capital outlay:				
Construction in progress	-	1,079	1,079	-
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

EDUCATION JOBS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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	\$ -	\$ 175,165	\$ 175,164	\$ (1)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>175,165</u>	<u>175,164</u>	<u>1</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

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, 2011

	<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	\$ -	\$ 3,658	\$ -	\$ (3,658)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>3,658</u>	<u>3,375</u>	<u>283</u>
Excess (deficiency) of revenues over expenditures	-	-	(3,375)	(3,375)
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>(3,375)</u>	<u>\$ (3,375)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>3,657</u>	
			<u>\$ 282</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, 2011

	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 deferred revenue			17	
			<u>\$ 17</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, 2011

	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

GO BOND LIBRARY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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	\$ -	\$ 10,083	\$ -	\$ (10,083)
 Expenditures:				
Current:				
Support Services:				
Instruction	<u>-</u>	<u>10,083</u>	<u>9,763</u>	<u>320</u>
Excess (deficiency) of revenues over expenditures	-	-	(9,763)	(9,763)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(9,763)	<u>\$ (9,763)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>9,763</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, 2011

	<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 deferred revenue			<u>1,717</u>	
			<u>\$ 1,717</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, 2011

	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, 2011

	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 deferred revenue			<u>28</u>	
			<u>\$ 28</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, 2011

	<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 deferred revenue			<u>2,354</u>	
			<u>\$ 2,354</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

PRE-K INITIATIVE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 40,614	\$ 37,713	\$ 32,261	\$ (5,452)
 Expenditures:				
Current:				
Instruction	<u>40,614</u>	<u>37,713</u>	<u>37,569</u>	<u>144</u>
Excess (deficiency) of revenues over expenditures	-	-	(5,308)	(5,308)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(5,308)	<u>\$ (5,308)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>5,308</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, 2011

	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

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, 2011

	<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	\$ -	\$ 4,565	\$ 4,565	\$ -
 Expenditures:				
Current:				
Food Services Operations	-	4,565	4,565	-
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 2006 SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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	\$ -	\$ -	\$ -	\$ -
 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

STATE 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, 2011

Revenues:	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
State sources:				
State grant	\$ -	\$ 47,000	\$ 10,538	\$ (36,462)
Expenditures:				
Current:				
Instruction	-	27,985	21,429	6,556
Support Services:				
Students	-	10,977	10,501	476
Community Services Operations	-	8,038	7,485	553
Total expenditures	-	47,000	39,415	7,585
Excess (deficiency) of revenues over expenditures	-	-	(28,877)	(28,877)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(28,877)	\$ (28,877)
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			36,462	
			\$ 7,585	

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, 2011

	<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

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, 2011

	<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 deferred revenue			<u>1,786</u>	
			<u>\$ 1,786</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

YOUTH CONSERVATION CORP SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<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	\$ -	\$ -	\$ -	\$ -
 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 deferred revenue			887	
			<u>\$ 887</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, 2011

	<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	\$ -	\$ -	\$ -	\$ -
 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 deferred revenue			<u>2,160</u>	
			<u>\$ 2,160</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, 2011

	<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	\$ -	\$ -	\$ -	\$ -
 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 deferred revenue			<u>102</u>	
			<u>\$ 102</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, 2011

	<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	\$ -	\$ 106,508	\$ 92,761	\$ (13,747)
Expenditures:				
Current:				
Instruction	-	86,564	85,820	744
Support Services:				
Students	-	11,214	9,127	2,087
Instruction	-	2,960	2,956	4
School Administration	-	3,270	3,230	40
Community Services Operations	-	2,500	835	1,665
Total expenditures	-	106,508	101,968	4,540
Excess (deficiency) of revenues over expenditures	-	-	(9,207)	(9,207)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(9,207)	\$ (9,207)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			9,207	
			<u>\$ -</u>	

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, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 2,199	\$ -	\$ (2,199)
Expenditures:				
Current:				
Instruction	-	2,199	1,795	404
Excess (deficiency) of revenues over expenditures	-	-	(1,795)	(1,795)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(1,795)	<u>\$ (1,795)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>1,795</u>	
			<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, 2011

	<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 deferred revenue			215	
			<u>\$ 215</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	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 deferred revenue			<u>7,226</u>	
			<u>\$ 7,226</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, 2011

	<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:				
Grant	\$ -	\$ 32,320	\$ 43,373	\$ 11,053
 Expenditures:				
Current:				
Instruction	-	12,320	12,320	-
Community Services Operations	<u>-</u>	<u>20,000</u>	<u>5,222</u>	<u>14,778</u>
Total expenditures	<u>-</u>	<u>32,320</u>	<u>17,542</u>	<u>14,778</u>
Excess of revenues over expenditures	-	-	25,831	25,831
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>	25,831	<u>\$ 25,831</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(23,373)</u>	
			<u>\$ 2,458</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, 2011

	<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	\$ 75,000	\$ 75,000	\$ 78,245	\$ 3,245
Local sources:				
Grant	-	<u>38,868</u>	-	<u>(38,868)</u>
Total revenues	<u>75,000</u>	<u>113,868</u>	<u>78,245</u>	<u>(35,623)</u>
Expenditures:				
Current:				
Support Services:				
Students	75,000	102,366	95,165	7,201
School Administration	-	<u>11,502</u>	<u>11,498</u>	<u>4</u>
Total expenditures	<u>75,000</u>	<u>113,868</u>	<u>106,663</u>	<u>7,205</u>
Excess (deficiency) of revenues over expenditures	-	-	(28,418)	(28,418)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(28,418)	<u>\$ (28,418)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			19,846	
Change in deferred revenue			<u>8,572</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

EXEMPLARY 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, 2011

	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 deferred revenue			<u>2,290</u>	
			<u>\$ 2,290</u>	

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**STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62**

**CAPITAL PROJECTS FUNDS
Year Ended June 30, 2011**

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

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Earnings from investments	\$ 750	\$ 750	\$ 78	\$ (672)
Expenditures:				
Current:				
Support Services:				
Operation & Maintenance of Plant	175,000	175,000	31,356	143,644
Capital outlay:				
Equipment	25,000	25,000	-	25,000
Construction in progress	<u>739,287</u>	<u>739,287</u>	<u>453,855</u>	<u>285,432</u>
Total expenditures	<u>939,287</u>	<u>939,287</u>	<u>485,211</u>	<u>454,076</u>
Excess (deficiency) of revenues over expenditures	(938,537)	(938,537)	(485,133)	453,404
Other financing sources:				
Sale of bonds	<u>500,000</u>	<u>500,000</u>	<u>380,000</u>	<u>(120,000)</u>
Net change in fund balance	(438,537)	(438,537)	(105,133)	333,404
Beginning cash balance budgeted	438,537	438,537	-	(438,537)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>453,495</u>	<u>453,495</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>348,362</u>	<u>\$ 348,362</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 348,362</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ 860,695	\$ 860,695	\$ -	\$ (860,695)
 Expenditures:				
Capital outlay:				
Construction in progress	<u>860,695</u>	<u>860,695</u>	<u>-</u>	<u>860,695</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(129,557)</u>	<u>(129,557)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(129,557)</u>	<u>\$ (129,557)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	(24,494)	(24,494)
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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ -	\$ 45,338	\$ 45,338
Expenditures:				
Capital outlay:				
Construction in progress	<u>127,917</u>	<u>127,917</u>	<u>125,000</u>	<u>2,917</u>
Excess (deficiency) of revenues over expenditures	(127,917)	(127,917)	(79,662)	48,255
Beginning cash balance budgeted	127,917	127,917	-	(127,917)
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>	49,000	<u>\$ 49,000</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 49,000</u>	

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ 570,785	\$ 702,162	\$ -	\$ (702,162)
Local sources:				
District school tax levy	<u>112,825</u>	<u>112,825</u>	<u>100,807</u>	<u>(12,018)</u>
Total revenues	<u>683,610</u>	<u>814,987</u>	<u>100,807</u>	<u>(714,180)</u>
Expenditures:				
Current:				
Support Services:				
General Administration	7,500	7,500	1,269	6,231
Operation & Maintenance of Plant	777,774	816,724	147,108	669,616
Capital outlay:				
Equipment	87,825	159,202	-	159,202
Construction in progress	<u>85,000</u>	<u>106,050</u>	<u>14,292</u>	<u>91,758</u>
Total expenditures	<u>958,099</u>	<u>1,089,476</u>	<u>162,669</u>	<u>926,807</u>
Excess (deficiency) of revenues over expenditures	<u>(274,489)</u>	<u>(274,489)</u>	<u>(61,862)</u>	<u>212,627</u>
Beginning cash balance budgeted	<u>274,489</u>	<u>274,489</u>	<u>-</u>	<u>(274,489)</u>
Fund balance as previously reported	-	-	174,321	174,321
Restatement	<u>-</u>	<u>-</u>	<u>(775,000)</u>	<u>(775,000)</u>
Fund balance as restated	<u>-</u>	<u>-</u>	<u>(600,679)</u>	<u>(600,679)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(662,541)	<u>\$ (662,541)</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(13,764)	
Change in due from other governments			1,732	
Change in payables			(1,694)	
Change in deferred property taxes			<u>15,770</u>	
			<u>\$ (660,497)</u>	

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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	6,807	6,807
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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Revenues:				
Local sources:				
Earnings from investments	\$ 40	\$ 40	\$ -	\$ (40)
 Expenditures:				
Current:				
Support Services:				
Operation & Maintenance of Plant	<u>18,341</u>	<u>18,341</u>	<u>-</u>	<u>18,341</u>
Excess (deficiency) of revenues over expenditures	(18,301)	(18,301)	-	18,301
Beginning cash balance budgeted	18,301	18,301	-	(18,301)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>43,088</u>	<u>43,088</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	43,088	<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 FUND
Year Ended June 30, 2010

DEBT SERVICE FUND

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

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 SERVICE FUND

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

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Local sources:				
District school tax levy	\$ 615,688	\$ 615,688	\$ 523,112	\$ (92,576)
 Expenditures:				
Current:				
Support Services:				
General Administration	6,000	6,000	4,851	1,149
Debt service:				
Principal retirement	580,000	580,000	575,000	5,000
Bond interest paid	116,377	116,377	107,646	8,731
Reserves	<u>324,048</u>	<u>324,048</u>	-	<u>324,048</u>
Total expenditures	<u>1,026,425</u>	<u>1,026,425</u>	<u>687,497</u>	<u>338,928</u>
Excess (deficiency) of revenues over expenditures	(410,737)	(410,737)	(164,385)	246,352
Beginning cash balance budgeted	410,737	410,737	-	(410,737)
Fund balance at beginning of the year	-	-	<u>696,766</u>	<u>696,766</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	532,381	<u>\$ 532,381</u>
 RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(1,988)	
Change in due from other governments			8,999	
Change in deferred property taxes			<u>12,310</u>	
			<u>\$ 551,702</u>	

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, 2011

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
District school tax levy	\$ 300	\$ 300	\$ 66	\$ (234)
Earnings from investments	120	120	-	(120)
Total revenues	420	420	66	(354)
Expenditures:				
Current:				
Support Services:				
General Administration	10	10	1	9
Debt service:				
Reserves	54,056	54,056	-	54,056
Total expenditures	54,066	54,066	1	54,065
Excess (deficiency) of revenues over expenditures	(53,646)	(53,646)	65	53,711
Beginning cash balance budgeted	53,646	53,646	-	(53,646)
Fund balance at beginning of the year	-	-	33,053	33,053
Fund balance at end of the year	\$ -	\$ -	33,118	\$ 33,118
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,120	
Change in due from other governments			(45)	
Change in deferred property taxes			(1,120)	
			\$ 33,073	

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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, 2011

Activity		Balance			Balance
Fund	ASSETS	<u>June 30, 2010</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2011</u>
23901	HS Arts & Crafts	\$ 2,832	\$ 1,115	\$ 26	\$ 3,921
23902	CAP Activity	695	-	216	479
23903	Dine Club Pageant Committee	10	-	-	10
23904	HS Honor Society	-	3,049	2,189	860
23905	Cheerleaders	869	1,957	1,055	1,771
23907	Class of 2014	-	1,006	995	11
23908	Adult Vocational Ed	20	-	-	20
23909	AutoCAD	365	-	-	365
23910	Dine Education	13	-	-	13
23911	Transportation Activity	90	-	-	90
23912	HS General	752	2,644	75	3,321
23913	HS Softball	97	-	97	-
23914	Boys Basketball	251	692	741	202
23915	HS Library	1,600	494	-	2,094
23916	Girls Basketball	269	441	201	509
23917	HS Indian Club	3,004	7,301	6,493	3,812
23918	Cuba SADD	51	-	-	51
23919	Baile Latino de Cuba Elementary	935	-	935	-
23920	HS Science	178	-	-	178
23921	Class of 2011	4,336	4,508	4,893	3,951
23922	Swimming Pool	13,228	562	2,769	11,021
23923	HS Student Council	1,246	485	773	958
23924	HS Woodwork	1,489	-	1,488	1
23925	HS Yearbook	2,791	5,542	4,714	3,619
23926	HS Welding	59	453	59	453
23928	MS General MS Incentive	3,440	11,310	12,546	2,204
23930	Class of 2010	2,060	-	553	1,507
23931	MS Library	792	222	841	173
23932	HS Counseling	21	-	21	-
23933	HS Volleyball	1,432	2,097	2,492	1,037
23934	MS Student Council	259	12	-	271
23935	MID School Athletics	-	516	405	111
23936	Elementary Fund	2,411	3,010	3,916	1,505
23937	Cross Country	611	789	1,372	28
23938	Elementary PTSO	932	-	182	750
23939	Inservice Days	943	1,450	1,419	974
23940	Track	-	3,940	3,483	457

(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, 2011

Activity		Balance				Balance
Fund	ASSETS	<u>June 30, 2010</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2011</u>
23941	HS Special Ed	\$ 1,546	\$ 1,303	\$ 1,485		\$ 1,364
23942	Ntyational Jr. Honor Society	361	557	918		-
23943	Laptop Repair	325	-	58		267
23944	Elementary Drug Education	933	2,681	837		2,777
23945	Elementary Incentive	300	3,863	2,133		2,030
23947	HS Football	1,608	2,338	1,895		2,051
23949	Administration Scholarship Fund	1,113	24	671		466
23950	Athletic Special Events	581	3,673	4,161		93
23952	Class of 2009	1,162	30	467		725
23953	Cuba Green Project	25	-	-		25
23954	Little Rams Spirit Team	-	1,876	1,702		174
23956	Multi-Cultural Fair Committee	217	-	-		217
23959	HS Concession	7,922	11,827	14,830		4,919
23960	HS Staff Retention	-	6,560	5,704		856
23961	Class of 2013	108	394	-		502
23976	Elementary Yearbook	1,798	660	460		1,998
23980	Summer School	1,394	-	-		1,394
23985	Headstart	5	1,235	1,228		12
23987	HS Baseball	761	-	761		-
23990	Lost Books	536	-	-		536
23991	Class of 2012	190	4,131	2,863		1,458
23992	Navajo Language	200	-	-		200
23993	Elementary Library	462	2,341	2,487		316
23994	Cuba High Travel Academy	<u>1,771</u>	<u>-</u>	<u>1,771</u>		<u>-</u>
	Pooled cash and investments	<u>\$ 71,399</u>	<u>\$ 97,088</u>	<u>\$ 99,380</u>		<u>\$ 69,107</u>
	LIABILITIES					
	Deposits held for others	<u>\$ 71,399</u>	<u>\$ 97,088</u>	<u>\$ 99,380</u>		<u>\$ 69,107</u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF PLEDGED COLLATERAL

June 30, 2011

	Wells Fargo <u>Bank</u>	The Bank of <u>New York Mellon</u>	<u>Total</u>
Cash on deposit at June 30, 2011	\$ 2,975,855	\$ 81,327	\$ 3,057,182
Less FDIC coverage	<u>2,975,855</u>	<u>81,327</u>	<u>3,057,182</u>
Uninsured funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
50% collateral requirement	\$ -	\$ -	\$ -
Pledged collateral	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of pledged collateral	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

CASH RECONCILIATION
June 30, 2011

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 852,814	\$ 6,611,941	\$ (6,104,711)	\$ (80,689)	\$ 1,279,355	\$ -	\$ 1,279,355
Teacherege	66,381	39,331	(5,641)	-	100,071	-	100,071
Transportation	30,943	686,677	(736,073)	-	(18,453)	-	(18,453)
Instructional Materials	107	27,015	(22,296)	-	4,826	-	4,826
Food Services	59,467	278,589	(263,309)	-	74,747	-	74,747
Athletics	195	30,995	(31,094)	-	96	-	96
Federal Flowthrough Funds	(382,429)	1,120,635	(1,306,910)	-	(568,704)	-	(568,704)
Federal Direct Funds	460,433	1,060,771	(1,080,859)	-	440,345	-	440,345
Local Grants	2,400	-	(3,376)	-	(976)	-	(976)
State Flowthrough Funds	16,531	47,364	(91,312)	-	(27,417)	-	(27,417)
State Direct Funds	(4,211)	92,761	(103,762)	-	(15,212)	-	(15,212)
Local/State	25,226	121,618	(124,206)	-	22,638	-	22,638
Bond Building	453,391	380,084	(485,211)	98	348,362	-	348,362
Public School Capital Outlay	(129,557)	-	-	-	(129,557)	-	(129,557)
Special Capital Outlay - State	5,506	783,350	(783,350)	-	5,506	-	5,506
Special Capital Outlay - Federal	127,917	45,338	(125,000)	-	48,255	-	48,255
Capital Improvements SB-9	255,863	123,957	(162,669)	(23,151)	194,000	-	194,000
Public School Capital Outlay - 20%	23,082	-	-	-	23,082	-	23,082
Debt Service	655,093	523,112	(687,497)	80,689	571,397	-	571,397
Ed Tech Debt Service	53,574	66	(1)	-	53,639	-	53,639
Agency Funds	-	-	-	-	-	69,107	69,107
Total	\$ 2,572,726	\$ 11,973,604	\$ (12,117,277)	\$ (23,053)	\$ 2,406,000	\$ 69,107	\$ 2,475,107

Account Name	Account Type	Bank Name	Bank Amount	Adjustments to report:	
Operational	Checking	Wells Fargo Bank	\$ 2,975,854	Agency funds	\$ 69,107
Federal Projects	Checking	Wells Fargo Bank	1		
Capital projects	Checking	Bank of NY Mellon	81,327		
			<u>\$ 3,057,182</u>	Adjustments to cash:	
				Bank Balance	\$ 3,057,182
				Cash on hand	-
				Outstanding deposits	258
				Outstanding checks	(582,333)
				Total adjustment to cash	\$ 2,475,107

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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
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 presented as supplemental information of Cuba Independent School District No. 62 as of and for the year ended June 30, 2011, and have issued our report thereon dated November 4, 2011. 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

Management of Cuba Independent School District No. 62 is responsible for establishing and maintaining effective 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 opinion 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 Cuba Independent School District No. 62's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency in internal control over financial reporting. Findings 2011 – 1 through 2011 – 6. 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.

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Hector H. Balderas, State Auditor
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 2011 – 4.

We also noted certain other matters that are required to be reported pursuant to Government Auditing Standards paragraphs 5.14 and 5.16, and pursuant to Section 12-6- 5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings 2011 – 1 through 2011 – 3, 2011 – 5, and 2011 – 6.

Management's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit management's response and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, others within the Cuba Independent School District No. 62, the U.S. Department of Education, 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

November 4, 2011

**INDEPENDENT AUDITORS' 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**

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INDEPENDENT AUDITORS' 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

Independent Auditor's Report

Hector H. Balderas, State Auditor
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 OMB Circular A-133 Compliance Supplement (Revised March 2011) 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, 2011. Cuba Independent School District No. 62's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Cuba Independent School District No. 62's management. Our responsibility is to express an opinion on Cuba Independent School District No. 62'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; standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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 on 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, 2011.

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Hector H. Balderas, State Auditor
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 to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 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 would not necessarily 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 U.S. Department of Education, 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

November 4, 2011

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2011

A. PRIOR YEAR AUDIT FINDINGS

NOT RESOLVED

- 2006 – A LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS
Current Status: Not resolved. Repeated in the current year as Finding 2011 – 1.
- 2007 – 1 PREPARATION OF FINANCIAL STATEMENTS
Current Status: Not resolved. Repeated in the current year as Finding 2011 – 4.
- 2010 – 7 LATE DEPOSIT OF RECEIPTS
Current Status: Not resolved. Repeated in the current year as Finding 2011 – 5.
- 2010 – 8 NO INVENTORY OF CAPITAL ASSETS
Current Status: Not resolved. Repeated in the current year as Finding 2011 – 6.

RESOLVED

- 2007 – 6 UNTIMELY PAYMENT OF PURCHASES
Current Status: Resolved. Not repeated in the current year.
- 2010 – 2 NO FOOD SERVICE INVENTORY
Current Status: Resolved. Not repeated in the current year.
- 2010 – 4 DEPRECIATION CALCULATION IS INCORRECT
Current Status: Resolved. Not repeated in the current year.
- 2010 – 5 PAYMENT FOR SERVICES NOT RENDERED
Current Status: Resolved. Not repeated in the current year.
- 2010 – 9 PURCHASE BEFORE PURCHASE ORDER
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, 2011

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 six 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 considered to be 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 Report on Compliance with Requirements Applicable to 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 are required to be reported in accordance with OMB Circular A-133.510(a).
7. The programs treated as major programs include:
 - Child Nutrition (USDA) Cluster CFDA #10.553 and #10.555;
 - Impact Aid Indian Education CFDA #84.041; and
 - Native American Program CFDA #84.060.
8. The threshold for distinguishing types A and B programs was \$300,000.
9. Cuba Independent School District No. 62 was not determined to be a low-risk auditee.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

2011 – 1 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS
(Repeat of prior year Finding 2006 – A)

Significant Deficiency?
Yes

Material Weakness?
No

Internal Control?
Yes

Compliance?
No

Other Matter?
Yes

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

Transportation Fund	Support Services	\$ 18,454
ARRA - Entitlement IDEA-B	Support Services	\$ 51

Criteria: According to NMSA 1978 Section 22-8-11 B all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines.

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

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

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

Management's response: Immediate steps will be implemented to provide adequate financial reports to allow for proper and timely monitoring of expenditures. Budget adjustment requests will be submitted monthly to the Board of Education and State Department of Education for approval.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2011 – 2 EXPENDITURES WERE PAID IN EXCESS OF BUDGETED AMOUNT

	<u>Significant Deficiency?</u> Yes	<u>Material Weakness?</u> No	
<u>Internal Control?</u> Yes	<u>Compliance?</u> No	<u>Other Matter?</u> Yes	

Condition: A fund had expenditures that were paid in excess of the total operating budget established for that fund.

	Final Approved <u>Expenditures</u>	Actual <u>Expenditures</u>	Negative Variance with <u>Final Budget</u>
Transportation Fund	\$ 717,619	\$ 736,073	\$ (18,454)

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.

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.

Effect of condition: Violation of NMSA 1978 Section 22.8.11.B. Expenditures were made without the approval of the New Mexico Public Education Department.

Recommendation: Current policies and procedures provide for methods to change original approved budget expenses when necessary. Management should immediately implement and enforce internal controls to insure that no expenditures be charged against an item until proper approval, based on guidelines established by the New Mexico Public Education Department, have been received. When adherence is made to these policies, discipline then becomes established beginning at the requisition level.

Management's response: Internal controls will be enforced to insure that no expenditures are charged against a line item without proper approval from the Board of Education and State Department of Education.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2011 – 3 ASSET DISPOSITION WITHOUT NOTIFICATION

Significant Deficiency?

Yes

Material Weakness?

No

Internal Control?

Yes

Compliance?

No

Other Matter?

Yes

Condition: There was \$30,328 of capital assets determined to be obsolete or unusable and were removed from the capital asset listing. The assets were subsequently sold to a local business for \$2,000 on August 3, 2010 and \$4,000 on March 1, 2011. The New Mexico State Auditor was not notified of the disposal until June 16, 2011.

Criteria: In accordance NMAC 2.2.2.10.V, the New Mexico State Auditor is to be notified at least 30 days prior to the disposition of any asset on the inventory list.

Cause: The District sold assets that were on the depreciable inventory list without making the required notification to the New Mexico State Auditor.

Effect of condition: The District violated NMAC 2.2.2.10.V.

Recommendation: The District should ensure that any proposed asset dispositions are approved by the local Board of Education and then notification of the proposed dispositions given to the New Mexico State Auditor no less than 30 days prior to the disposition.

Management's response: Management will enforce procedures for proper disposition of equipment, with proper notification and approval from the Board of Education and State Department of Education.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2011 – 4 PREPARATION OF FINANCIAL STATEMENTS
(Repeat of prior year Finding 2007 – 1)

Significant Deficiency?
Yes

Material Weakness?
No

Internal Control?
Yes

Compliance?
Yes

Other Matter?
No

Condition: The financial statements were prepared by the auditor.

Criteria: 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: Staff development will take place in order to enable management to prepare and 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, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2011 – 5 UNTIMELY DEPOSIT OF RECEIPTS
(Repeat of prior year Finding 2010 – 7)

Significant Deficiency?
Yes

Material Weakness?
No

Internal Control?
Yes

Compliance?
No

Other Matter?
Yes

Condition: One of the thirty receipts tested were not deposited within one banking day.

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

Effect of Condition: The District is in violation of NMAC 6.20.2.14 (c). Also, the time between the receipt of the funds and deposit makes the District susceptible to fraud.

Cause: The receipts were held from 2 days to about one month before being deposited.

Recommendation: Receipts should be deposited within one banking day.

Management's Response: The receipting process has been changed to allow for receipts to be deposited in a timely manner.

STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2011 – 6 NO INVENTORY OF CAPITAL ASSETS
(Repeat of prior year Finding 2010 – 8)

Significant Deficiency?
Yes

Material Weakness?
No

Internal Control?
Yes

Compliance?
No

Other Matter?
Yes

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: A capital asset physical inventory will be completed this year and once every two years after that.

C. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

No findings 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, 2011

<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>				
Direct Program:				
Forest Reserve	10.670	11000		\$ <u>5,826</u>
Pass-Through Program From:				
New Mexico Department of Education:				
<u>Child Nutrition Cluster:</u>				
USDA National School Lunch Program	10.555	21000	200,019	
USDA School Breakfast Program	10.553	21000	<u>57,015</u>	
Total Child Nutrition Cluster				257,034
Pass-Through Program From:				
New Mexico Human Service Department:				
USDA Commodities Program	10.550	21000		<u>19,698</u>
Subtotal Pass-Through Programs				<u>276,732</u>
Total U.S. Department of Agriculture				<u>282,558</u>
<u>U.S. Department of Interior</u>				
Pass-Through Programs From:				
Office of the Navajo Nation:				
Johnson O'Malley	15.130	25131		<u>37,836</u>
<u>U.S. Department of Education:</u>				
Direct Programs:				
Impact Aid Indian Education	84.041	25147		1,959,191
Indian Ed Formula Grant	84.060	25184		104,367
Native American Program	84.060	25248		<u>186,078</u>
Subtotal Direct Programs				<u>2,249,636</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, 2011

<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>				
Pass-Through Programs From:				
New Mexico Department of Education:				
<u>Special Education (IDEA) Cluster:</u>				
Entitlement IDEA-B	84.027	24106	\$ 222,057	
Preschool IDEA-B	84.173	24109	7,322	
ARRA - Entitlement IDEA-B	84.391	24206	31,710	
ARRA - Preschool IDEA-B	84.392	24209	<u>2,039</u>	
Total Special Education (IDEA) Cluster				263,128
<u>Title I, Part A Cluster:</u>				
Title I	84.010	24101	764,456	
ARRA - Title I	84.389	24201	<u>113,447</u>	
Total Title I, Part A Cluster:				877,903
Enhancing Education	84.318X	24133		1,267
Enhancing Education Through Technology	84.318X	24149		13,151
Title III English Language	84.365	24153		27,011
Teacher/Principal Training	84.367	24154		85,584
Safe and Drug Free Schools	84.186	24157		9,001
Rural & Low-Income Schools	84.358	24160		12,823
Title I School Improvement	84.010	24162		22,214
Education Jobs	84.410	25255		175,164
ARRA - State Revitalization	84.394	25250		<u>65,012</u>
Subtotal Pass-Through Programs				<u>1,552,258</u>
Total U.S. Department of Education				<u>3,801,894</u>
<u>U.S. Department of Health and Human Services:</u>				
Pass-Through Program From:				
New Mexico Department of Health:				
Title XIX Medicaid	93.778	25153		34,630
Title V Indian Health Care Improvement Act	93.237	25209		<u>18,481</u>
Total U.S. Department of Health and Human Services				<u>53,111</u>
Total Expenditures of Federal Awards				<u>\$ 4,175,399</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, 2011

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 March 2011 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 2011 cash and non-cash expenditures to ensure coverage of at least 50% (HIGH risk auditee) of federally granted funds. Actual coverage is approximately 57% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$4,076,039 and all non-cash expenditures amounted to \$19,698.

Major Federal Award Program Description	Fiscal 2011 <u>Expenditure</u>
Cash assistance:	
Child Nutrition (USDA) Cluster	\$ 257,034
Native American Program	186,078
Impact Aid Indian Education	<u>1,959,191</u>
Total	<u>\$ 2,402,303</u>

The School District’s federal program Impact Aid Indian Education was considered low risk Type A programs for the 2011 audit.

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

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, 2011. 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 2011.

REQUIRED DISCLOSURE

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STATE OF NEW MEXICO
CUBA INDEPENDENT SCHOOL DISTRICT NO. 62

REQUIRED DISCLOSURES
Year Ended June 30, 2011

REQUIRED DISCLOSURE

The financial statements were prepared by the independent public accountants.

An exit conference was held November 4, 2011, 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 Vice-President
Jackie Dyer	Incoming Superintendent
Rhiannon Chavez	Interim Business Manger

KEYSTONE ACCOUNTING, LLC

Terry Ogle, CPA	Partner
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