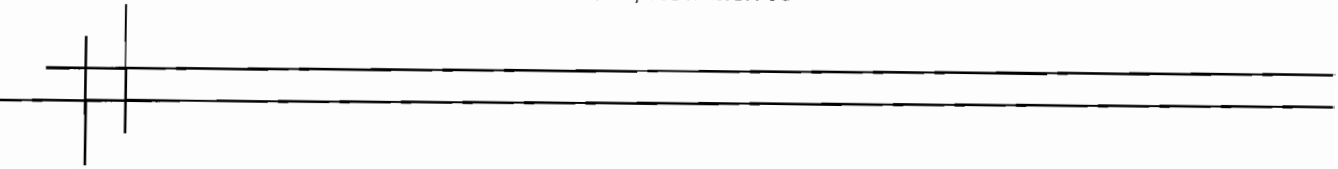




STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21

ANNUAL FINANCIAL REPORT
June 30, 2009

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



STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
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 For the Year Ended June 30, 2009

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DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
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DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
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STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
Official Roster
June 30, 2009

BOARD OF EDUCATION

David Montoya	President
Joanna Dykehouse	Vice-President
Clyde Vicenti	Secretary
Robert C. Cooke	Member
Connie Gomes	Member

SCHOOL OFFICIALS

Dr. Rose Rooth	Superintendent
Naomi Vicenti	Finance Director

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Dulce Independent School District No. 21

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of DULCE INDEPENDENT SCHOOL DISTRICT NO. 21, (District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2009, and the respective changes in financial position and the respective budgetary comparisons for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2009, and the respective changes in financial position and the respective budgetary comparisons for the major capital projects funds, debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 5, 2009, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements and the combining and individual financial statements and budgetary comparisons presented as supplemental information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by US 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.

De'Aun Willoughby CPA PC

October 5, 2009

FINANCIAL SECTION

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Government-Wide Statement of Net Assets
 June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 9,182,806
Investments	8,991,974
Taxes Receivable	359,480
Due from Grantor	367,119
Inventory	4,014
Total Current Assets	<u>18,905,393</u>
Noncurrent Assets	
Capital Assets	69,025,305
Less: Accumulated Depreciation	<u>(11,714,222)</u>
Total Noncurrent Assets	<u>57,311,083</u>
Total Assets	<u>76,216,476</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	160,567
Teachorage Rental Deposits	7,350
Accrued Interest	310,909
Current Portion of Long-Term Debt	3,115,000
Deferred Revenue	3,722
Total Current Liabilities	<u>3,597,548</u>
Noncurrent Liabilities	
Bonds and Notes, Net	42,182,697
Compensated Absences	48,113
Total Noncurrent Liabilities	<u>42,230,810</u>
Total Liabilities	<u>45,828,358</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	11,702,477
Restricted for:	
Capital Projects	14,723,710
Debt Service	(582,605)
Unrestricted	4,544,536
Total Net Assets	<u>\$ 30,388,118</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Government-Wide Statement of Activities
 For the Year Ended June 30, 2009

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Governmental Activities					
Instruction	\$ 6,385,990	\$ 32,162	\$ 1,665,760	\$ 0	\$ (4,688,068)
Support Services-Students	1,218,063	0	299,309	0	(918,754)
Support Services-Instruction	223,331	0	0	0	(223,331)
General Administration	858,647	0	15,558	0	(843,089)
School Administration	617,892	0	36,919	0	(580,973)
Central Services	242,631	0	0	0	(242,631)
Operation of Plant	3,516,254	89,372	0	0	(3,426,882)
Student Transportation	227,397	0	255,529	0	28,132
Food Services Operations	464,500	10,826	311,381	0	(142,293)
Interest on Long-Term Obligations	1,191,158	0	0	0	(1,191,158)
Total Governmental Activities	\$ 14,945,863	\$ 132,360	\$ 2,584,456	\$ 0	\$ (12,229,047)
General Revenues					
Taxes					
				\$	522,173
					4,131,535
					4,470,126
					Federal and State aid not restricted to specific program
					General 6,424,660
					Capital 47,678
					Interest and investment earnings 224,548
					Miscellaneous 418,888
					Loss on Disposition of Capital Assets (1,219,778)
					Total General Revenues and Special Items 15,019,830
					Change in Net Assets 2,790,783
					Net Assets - beginning 27,597,335
					Net Assets - ending \$ 30,388,118

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	General Fund		
	Operational 11000	Teacherage 12000	Transportation 13000
ASSETS			
Cash and Cash Equivalents	\$ 583,782	\$ 30,396	\$ 132,600
Investments	0	0	0
Receivables			
Taxes	14,462	0	0
Due From Grantor	0	0	0
Interfund Balance	361,684	0	0
Inventory	0	0	0
Total Assets	<u>\$ 959,928</u>	<u>\$ 30,396</u>	<u>\$ 132,600</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	37,925	0	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Teacherage Rental Deposits	0	7,350	0
Deferred Revenue	791	0	0
Total Liabilities	<u>38,716</u>	<u>7,350</u>	<u>0</u>
Fund Balances			
Reserved for Inventory	0	0	0
Reserved for Capital Improvements	0	0	0
Reserved for Retirement Of			
Long Term Debt	0	0	0
Unreserved, Undesignated			
General Fund	921,212	23,046	132,600
Special Revenue	0	0	0
Total Fund Balances	<u>921,212</u>	<u>23,046</u>	<u>132,600</u>
Total Liabilities and Fund Balances	<u>\$ 959,928</u>	<u>\$ 30,396</u>	<u>\$ 132,600</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	General Fund	Capital Projects	
	Instructional Materials 14000	Bond Building 31100	HB-33 31600
ASSETS			
Cash and Cash Equivalents	\$ 32,638	\$ 1,686,365	\$ 3,243,252
Investments	0	8,778,729	213,245
Receivables			
Taxes	0	0	113,139
Due From Grantor	0	0	0
Interfund Balance	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 32,638</u>	<u>\$ 10,465,094</u>	<u>\$ 3,569,636</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	0	107,399	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Teacherage Rental Deposits	0	0	0
Deferred Revenue	0	0	8,236
Total Liabilities	<u>0</u>	<u>107,399</u>	<u>8,236</u>
Fund Balances			
Reserved for Inventory	0	0	0
Reserved for Capital Improvements	0	10,357,695	3,561,400
Reserved for Retirement Of			
Long Term Debt	0	0	0
Unreserved, Undesignated			
General Fund	32,638	0	0
Special Revenue	0	0	0
Total Fund Balances	<u>32,638</u>	<u>10,357,695</u>	<u>3,561,400</u>
Total Liabilities and Fund Balances	<u>\$ 32,638</u>	<u>\$ 10,465,094</u>	<u>\$ 3,569,636</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 1,864,654	\$ 1,609,119	\$ 9,182,806
Investments	0	0	8,991,974
Receivables			
Taxes	172,504	59,375	359,480
Due From Grantor	0	367,119	367,119
Interfund Balance	0	0	361,684
Inventory	0	4,014	4,014
Total Assets	<u>\$ 2,037,158</u>	<u>\$ 2,039,627</u>	<u>\$ 19,267,077</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 361,684	\$ 361,684
Accounts Payable	0	15,243	160,567
Current Portion Due			
Principal	2,365,000	0	2,365,000
Interest	238,617	0	238,617
Teacherage Rental Deposits	0	0	7,350
Deferred Revenue	16,146	8,235	33,408
Total Liabilities	<u>2,619,763</u>	<u>385,162</u>	<u>3,166,626</u>
Fund Balances			
Reserved for Inventory	0	4,014	4,014
Reserved for Capital Improvements	0	804,615	14,723,710
Reserved for Retirement Of			
Long Term Debt	(582,605)	0	(582,605)
Unreserved, Undesignated			
General Fund	0	0	1,109,496
Special Revenue	0	845,836	845,836
Total Fund Balances	<u>(582,605)</u>	<u>1,654,465</u>	<u>16,100,451</u>
Total Liabilities and Fund Balances	<u>\$ 2,037,158</u>	<u>\$ 2,039,627</u>	<u>\$ 19,267,077</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 June 30, 2009

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

Total Fund Balance - Governmental Funds	\$ 16,100,451
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Property taxes receivable will be collected after the period of availability, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	29,686
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$ 69,025,305	
Accumulated depreciation is	<u>(11,714,222)</u>	57,311,083

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

Bond payable	(43,190,000)	
Accrued interest on bonds	(72,292)	
Premium on Bonds	(40,152)	
Accumulated Amortization	13,439	
Bond Issue Costs	397,269	
Accumulated Amortization	(113,253)	
Compensated Absences	<u>(48,113)</u>	<u>(43,053,102)</u>

Total net assets - governmental activities	\$ <u><u>30,388,118</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2009

	General Fund		
	Operational 11000	Teacherage 12000	Transportation 13000
Revenues			
Property Taxes	\$ 521,382	\$ 0	\$ 0
Investment Income	7,444	563	537
Fees	205	89,372	0
State & Local Grants	3,353,320	0	252,275
Federal Grants	2,884,039	0	0
Miscellaneous	22,711	0	0
Total Revenues	6,789,101	89,935	252,812
Expenditures			
Current			
Instruction	3,465,169	0	0
Support Services-Student	744,648	0	0
Support Services-Instruction	177,469	0	0
Support Services-General Administration	585,106	0	0
Support Services-School Administration	470,768	0	0
Central Services	213,402	0	0
Operation & Maintenance	711,415	167,301	0
Transportation	1,102	0	186,979
Food Service	137,476	0	0
Capital Outlay	391,442	0	75,187
Debt Service			
Bond Issue Costs	0	0	0
Principal	0	0	0
Interest	0	0	0
Total Expenditures	6,897,997	167,301	262,166
Excess (Deficiency) of Revenues Over Expenditures	(108,896)	(77,366)	(9,354)
Other Financing Sources			
Bond Proceeds	0	0	0
Total Other Financing Sources	0	0	0
Net Change in Fund Balance	(108,896)	(77,366)	(9,354)
Fund Balances at Beginning of Year	1,030,108	100,412	141,954
Fund Balance End of Year	\$ 921,212	\$ 23,046	\$ 132,600

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2009

	Capital Projects		
	General Fund	Bond	HB-33
	Instructional	Building	HB-33
	Materials	31100	31600
	14000		
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 2,043,290
Investment Income	185	20,950	123,315
Fees	0	0	0
State & Local Grants	67,344	0	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	67,529	20,950	2,166,605
Expenditures			
Current			
Instruction	83,810	150,590	0
Support Services-Student	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	8,656
Support Services-School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance	0	0	0
Transportation	0	0	0
Food Service	0	0	0
Capital Outlay	0	15,800,598	7,321,904
Debt Service			
Bond Issue Costs	0	209,433	0
Principal	0	0	0
Interest	0	0	0
Total Expenditures	83,810	16,160,621	7,330,560
Excess (Deficiency) of Revenues Over Expenditures	(16,281)	(16,139,671)	(5,163,955)
Other Financing Sources			
Bond Proceeds	0	18,000,000	0
Total Other Financing Sources	0	18,000,000	0
Net Change in Fund Balance	(16,281)	1,860,329	(5,163,955)
Fund Balances at Beginning of Year	48,919	8,497,366	8,725,355
Fund Balance End of Year	\$ 32,638	\$ 10,357,695	\$ 3,561,400

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL
DISTRICT NO. 21
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2009

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$ 4,453,980	\$ 2,075,496	\$ 9,094,148
Investment Income	65,746	5,808	224,548
Fees	0	69,597	159,174
State & Local Grants	0	414,882	4,087,821
Federal Grants	0	2,058,120	4,942,159
Miscellaneous	375,227	20,950	418,888
Total Revenues	<u>4,894,953</u>	<u>4,644,853</u>	<u>18,926,738</u>
Expenditures			
Current			
Instruction	0	1,782,822	5,482,391
Support Services-Student	0	301,758	1,046,406
Support Services-Instruction	0	0	177,469
Support Services-General Administration	45,113	185,212	824,087
Support Services-School Administration	0	36,919	507,687
Central Services	0	0	213,402
Operation & Maintenance	0	2,118,017	2,996,733
Transportation	0	3,254	191,335
Food Service	0	257,080	394,556
Capital Outlay	0	313,590	23,902,721
Debt Service			
Bond Issue Costs	0	0	209,433
Principal	2,865,000	0	2,865,000
Interest	1,121,185	0	1,121,185
Total Expenditures	<u>4,031,298</u>	<u>4,998,652</u>	<u>39,932,405</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>863,655</u>	<u>(353,799)</u>	<u>(21,005,667)</u>
Other Financing Sources			
Bond Proceeds	<u>0</u>	<u>0</u>	<u>18,000,000</u>
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>18,000,000</u>
Net Change in Fund Balance	863,655	(353,799)	(3,005,667)
Fund Balances at Beginning of Year	<u>(1,446,260)</u>	<u>2,008,264</u>	<u>19,106,118</u>
Fund Balance End of Year	<u>\$ (582,605)</u>	<u>\$ 1,654,465</u>	<u>\$ 16,100,451</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2009

Net Change in Fund Balance-Governmental Funds \$ (3,005,667)

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

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities. 29,686

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. Buildings have been removed resulting in a loss on disposition that has no effect on the governmental funds but is an expense on the Statement of Acitivities.

Depreciation expense	\$ (1,941,783)	
Loss of Disposition of Assets	(1,219,778)	
Capital Outlays	<u>23,902,721</u>	20,741,160

The issuance of long-term debt provides current financial resources to governmental funds but has no effect on net assets. (18,000,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 2,865,000

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds. 209,433

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds.

Amortization of Premiums	4,461	
Amortized Bond Issue Costs	<u>(46,507)</u>	(42,046)

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (27,927)

Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 21,144

Changes in Net Assets of Governmental Activities \$ 2,790,783

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 OPERATIONAL-GENERAL FUND-11000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 476,179	\$ 476,179	\$ 544,834	\$ 68,655
Investment Income	32,000	32,000	7,444	(24,556)
Fees	2,400	2,400	205	(2,195)
State & Local Grants	3,658,819	3,658,819	3,353,320	(305,499)
Federal Grants	2,884,481	2,884,481	2,884,039	(442)
Miscellaneous	57,000	57,000	21,430	(35,570)
Total Revenues	<u>7,110,879</u>	<u>7,110,879</u>	<u>6,811,272</u>	<u>(299,607)</u>
Expenditures				
Instruction				
Personnel Services	2,620,413	2,542,384	2,495,294	47,090
Employee Benefits	651,301	729,330	719,032	10,298
Professional & Tech Services	88,563	88,113	62,744	25,369
Purchased Property Services	0	26,486	21,625	4,861
Other Purchased Services	189,022	152,586	30,482	122,104
Supplies	425,000	230,394	150,819	79,575
Total Instruction	<u>3,974,299</u>	<u>3,769,293</u>	<u>3,479,996</u>	<u>289,297</u>
Support Services-Students				
Personnel Services	355,593	503,485	497,916	5,569
Employee Benefits	130,388	135,448	131,500	3,948
Professional & Tech Services	13,000	106,239	93,963	12,276
Purchased Property Services	0	2,636	1,111	1,525
Other Purchased Services	0	1,350	1,327	23
Supplies	50,000	29,855	18,831	11,024
Total Support Services-Students	<u>548,981</u>	<u>779,013</u>	<u>744,648</u>	<u>34,365</u>
Support Services-Instruction				
Personnel Services	123,685	123,685	123,385	300
Employee Benefits	33,573	41,608	41,539	69
Supplies	0	18,000	12,545	5,455
Total Support Services-Instruction	<u>157,258</u>	<u>183,293</u>	<u>177,469</u>	<u>5,824</u>
Support Services-General Administration				
Personnel Services	300,144	258,470	258,469	1
Employee Benefits	65,948	69,013	69,013	0
Professional & Tech Services	134,000	197,182	197,145	37
Purchased Property Services	0	7,848	7,582	266
Other Purchased Services	33,500	35,728	32,275	3,453
Supplies	16,000	18,500	14,362	4,138
Total Support Services-General Administration	<u>\$ 549,592</u>	<u>\$ 586,741</u>	<u>\$ 578,846</u>	<u>\$ 7,895</u>

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 OPERATIONAL-GENERAL FUND-11000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Support Services-School Administration				
Personnel Services	\$ 442,026	\$ 362,504	\$ 359,631	\$ 2,873
Employee Benefits	122,135	105,292	102,725	2,567
Professional & Tech Services	0	1,100	1,100	0
Purchased Property Services	8,500	8,500	180	8,320
Other Purchased Services	0	4,550	4,153	397
Supplies	10,000	6,000	2,979	3,021
Total Support Services-School Administration	582,661	487,946	470,768	17,178
Central Services				
Personnel Services	296,928	156,403	148,435	7,968
Employee Benefits	54,824	39,162	39,160	2
Professional & Tech Services	0	15,800	9,983	5,817
Purchased Services	0	5,765	4,295	1,470
Supplies	0	16,500	12,531	3,969
Total Central Services	351,752	233,630	214,404	19,226
Operation & Maintenance of Plant				
Personnel Services	0	1,301	1,301	0
Employee Benefits	0	217	214	3
Professional & Tech Services	25,000	3,207	381	2,826
Purchased Property Services	757,622	719,238	523,948	195,290
Purchased Services	240,414	159,365	159,346	19
Supplies	110,000	74,350	35,162	39,188
Property	150,672	20,672	2,578	18,094
Total Operation & Maintenance of Plant	1,283,708	978,350	722,930	255,420
Transportation				
Purchased Property Services	0	650	195	455
Other Purchased Services	0	175	175	0
Supplies	50	9,547	734	8,813
Property	63,273	397,000	391,442	5,558
Total Transportation	63,323	407,372	392,546	14,826
Food Service				
Other Purchased Services	0	138,000	137,476	524
Total Food Service	0	138,000	137,476	524
Total Expenditures	7,511,574	7,563,638	6,919,083	644,555
Excess (Deficiency) of Revenues Over Expenditures	\$ (400,695)	\$ (452,759)	\$ (107,811)	\$ 344,948

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 OPERATIONAL-GENERAL FUND-11000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Other Financing Sources (Uses)				
Sale of Property	\$ 0	\$ 0	\$ 1,281	\$ 1,281
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,281</u>	<u>1,281</u>
Net Change in Cash Balance	(400,695)	(452,759)	(106,530)	346,229
Cash Balance Beginning of Year	<u>1,051,996</u>	<u>1,051,996</u>	<u>1,051,996</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 651,301</u>	<u>\$ 599,237</u>	<u>\$ 945,466</u>	<u>\$ 346,229</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (106,530)	
Net Change in Taxes Receivable-Current			(23,451)	
Net Change in Taxes Receivable-Delinquent			18	
Net Change in Payables			21,085	
Net Change in Deferred Revenue			(18)	
Net Change in Fund Balance			<u>\$ (108,896)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
TEACHERAGE-GENERAL FUND-12000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 3,225	\$ 3,225	\$ 563	\$ (2,662)
Rental Income	114,209	114,209	89,472	(24,737)
Total Revenues	<u>117,434</u>	<u>117,434</u>	<u>90,035</u>	<u>(27,399)</u>
Expenditures				
Operation & Maintenance of Plant				
Employee Benefits	0	137	135	2
Purchased Property Services	76,343	51,997	32,312	19,685
Other Purchased Services	95,000	87,209	84,619	2,590
Supplies	25,000	25,000	6,558	18,442
Property	25,000	45,736	45,736	0
Total Operation & Maintenance of Plant	<u>221,343</u>	<u>210,079</u>	<u>169,360</u>	<u>40,719</u>
Total Expenditures	<u>221,343</u>	<u>210,079</u>	<u>169,360</u>	<u>40,719</u>
Excess (Deficiency) of Revenues Over Expenditures	(103,909)	(92,645)	(79,325)	13,320
Cash Balance Beginning of Year	<u>109,721</u>	<u>109,721</u>	<u>109,721</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 5,812</u>	<u>\$ 17,076</u>	<u>\$ 30,396</u>	<u>\$ 13,320</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (79,325)	
Net Change in Accounts Payable			2,059	
Net Change in Teacherage Rental Deposits			(100)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (77,366)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
TRANSPORTATION-GENERAL FUND-13000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 537	\$ 537
State & Local Grants	196,255	268,426	252,275	(16,151)
Total Revenues	<u>196,255</u>	<u>268,426</u>	<u>252,812</u>	<u>(15,614)</u>
Expenditures				
Transportation				
Personnel Services	92,523	104,610	104,609	1
Employee Benefits	27,957	35,240	35,240	0
Professional & Tech Services	1,521	574	574	0
Purchased Property Services	0	534	534	0
Other Purchased Services	8,164	6,370	6,369	1
Supplies	52,000	45,913	45,913	0
Property	0	75,187	75,187	0
Total Transportation	<u>182,165</u>	<u>268,428</u>	<u>268,426</u>	<u>2</u>
Total Expenditures	<u>182,165</u>	<u>268,428</u>	<u>268,426</u>	<u>2</u>
Excess (Deficiency) of Revenues Over Expenditures	14,090	(2)	(15,614)	(15,612)
Cash Balance Beginning of Year	<u>148,214</u>	<u>148,214</u>	<u>148,214</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 162,304</u>	<u>\$ 148,212</u>	<u>\$ 132,600</u>	<u>\$ (15,612)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (15,614)	
Net Change in Payables			6,260	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (9,354)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 INSTRUCTIONAL MATERIALS-GENERAL FUND-14000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 185	\$ 185
State & Local Grants	67,372	67,372	67,344	(28)
Total Revenues	<u>67,372</u>	<u>67,372</u>	<u>67,529</u>	<u>157</u>
Expenditures				
Instruction				
Supplies	102,605	106,009	88,065	17,944
Total Instruction	<u>102,605</u>	<u>106,009</u>	<u>88,065</u>	<u>17,944</u>
Total Expenditures	<u>102,605</u>	<u>106,009</u>	<u>88,065</u>	<u>17,944</u>
Excess (Deficiency) of Revenues Over Expenditures	(35,233)	(38,637)	(20,536)	18,101
Cash Balance Beginning of Year	<u>53,174</u>	<u>53,174</u>	<u>53,174</u>	<u>0</u>
Cash Balance End of Year	\$ <u>17,941</u>	\$ <u>14,537</u>	\$ <u>32,638</u>	\$ <u>18,101</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (20,536)	
Net Change in Payables			<u>4,255</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(16,281)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Statement of Fiduciary Net Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2009

		<u>Agency Funds</u>
Assets		
Cash and Cash Equivalents	\$	<u>99,961</u>
Total Assets	\$	<u><u>99,961</u></u>
Liabilities		
Deposits Held for Others	\$	<u>99,961</u>
Total Liabilities	\$	<u><u>99,961</u></u>

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The DULCE INDEPENDENT SCHOOL DISTRICT NO. 21 (District) has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

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

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

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements (GWFS)

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

In the government-wide Statement of Net Assets, the governmental activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

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

Fund Financial Statements (FFS)

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

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

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

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

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.

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

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

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

Fiduciary Fund Type

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

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

Major Funds

Under the requirements of GASB #43, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following:

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
Notes to the Financial Statements
June 30, 2009

GENERAL FUND (11000)(12000)(13000)(14000)

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

CAPITAL PROJECT FUNDS

Bond Building (31100)

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

House Bill 33 (31600)

construction and remodeling of various school buildings. Expenditures are restricted to Capital Improvements.

DEBT SERVICE FUND (41000)

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

Assets, Liabilities and Net Assets and Fund Balances

Cash and Cash Equivalents

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

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

Investments

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

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
Notes to the Financial Statements
June 30, 2009

Receivables and Payables

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

Elimination and Reclassifications of Certain Receivables and Payables

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

Inventories and Prepaid Items

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

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 (per Section 12-6-10 NMSA1978) and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

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

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

Deferred Revenue

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

Compensated Absences

After a non-certified employee has been with the District for a period of at least six months, the employee is entitled to a one-week paid vacation; when employed twelve months, the employee is entitled to a two week paid vacation accumulative to no more than 20 contract days. Vacation is to be scheduled at an appropriate time and approved by the supervisor. If an employee is discharged because of lack of work, and through no fault of the employee, the employee shall receive commensurate vacation pay.

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For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported. The entire compensated absence liability is reported on the government-wide financial statements.

Long-Term Liabilities

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

Contingent Liabilities

Receivables 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.

Fund Balances of Fund Financial Statements

Reserved fund balance indicates that portion of fund equity which has been segregated for specific purposes. Unreserved fund balance indicates that portion of fund equity which is available for budgeting in future

Net Assets

Net Assets are presented on the Statement of Net Assets and may be presented in any of the three components.

1. Invested in Capital Assets, Net of Related Debt. This component of net assets consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
2. 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.
3. Unrestricted Net Assets. This component consist of net assets that do not meet the definition of the above two components.

Revenues

Taxes. The District's property taxes are levied each year on the assessed valuation of property located in the District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, Capital Improvement HB-33 Fund, Capital Improvements SB-9 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. Therefore, the District has recorded a delinquent tax receivable and revenue for taxes received within the sixty days following year end. A receivable and deferred revenue have been recorded for uncollected delinquent taxes. On the government-wide financial statements, the District has recorded delinquent property taxes receivable and revenue for taxes assessed as of year end that have not been collected. An allowance for refunds and uncollectables has not been recorded.

Grants. Government mandated nonexchange transaction and voluntary nonexchange transactions. Recipients should recognize revenues in the period when all applicable eligibility requirements have been met and the resources are available.

Revenue Recognition for Grants. Eligibility requirements for government-mandated and voluntary nonexchange transaction comprise one or more of the following:

1. Required characteristics of recipients. The recipient has the characteristics specified by the provider (are required to be school districts).
2. Time requirements. Time requirements specified by enabling legislation or the provider have been met (period when the resources are required to be used).
3. Reimbursements. The provider offers resources on a reimbursement ("expenditure-driven") basis and the recipient has incurred allowable costs under the applicable program.
4. Contingencies. The providers offer of resources is contingent upon a specified action of the recipient and that action has occurred (the recipient has raised the matching funds).

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

Program Revenues. Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants which include SEG, Transportation, Instructional Materials and several federal and state grants as listed on the title pages, and 3) program specific capital grants which include capital grants received from the state for construction and improvements.

Expenditures

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

Other Financing Sources (Uses) and Interfund Transfers

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

Estimates

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

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

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

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

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

Reconciliation of Budgetary Basis to GAAP Basis Statements

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

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

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

Reconciliations are located at the bottom of each budget actual.

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Deficit Fund Equity

The Debt Service fund has a deficit fund balance at year end of \$(582,605). The Debt Service Fund does not have an adequate cash balance to meet their debt payments due in July. The fund has and will continue to borrow the money to make the debt payments from other District funds.

DETAILED NOTES

Cash and Investments

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

Wells Fargo Bank

<u>Name of Account</u>	<u>Balance Per Bank</u>	<u>Reconciled Balance</u>	<u>Type</u>
Dulce Independent School District-Repurchase Agreement	\$ 9,568,995	\$ 9,568,995	Checking
Dulce Independent School District-BXP	0	(528,910)	Checking
Dulce Independent School District-BXP	0	(302,527)	Checking
Dulce Independent School District-BXP Activity	100,095	99,961	Checking
Dulce Independent School District-Bradburry	445,248	445,248	Savings
TOTAL Deposited	<u>10,114,338</u>	<u>\$ 9,282,767</u>	
Less: FDIC Coverage	<u>(350,095)</u>		
Uninsured Amount	9,764,243		
50% collateral requirement	97,624		
102% collateral requirement	9,760,375		
Pledged securities	9,224,956		
Over (Under) requirement	<u>\$ (633,043)</u>		

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

The following securities are pledged at Wells Fargo Bank:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>
FNCL	31413UYZ6	\$ 1,543,466	11/1/2037
FNCL	31409BA56	7,681,490	3/1/2036
		<u>\$ 9,224,956</u>	

The above securities are held at Wells Fargo in Minneapolis, MN.

Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 350,095
Collateralized:	
Collateral held by the pledging bank in District's name	9,224,956
Uninsured and uncollateralized	539,287
Total Deposits	<u>\$ 10,114,338</u>

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of the end of the fiscal year \$539,287 of the District's bank balance of \$10,114,338 was exposed to custodial credit risk.

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New Mexico State Treasurer

<u>Name of Account</u>	<u>Balance Per Bank 06/30/09</u>	<u>Reconciled Balance</u>	<u>Type</u>
Dulce Independent School District	\$ 8,778,729	\$ 8,778,729	Investment
Dulce Independent School District	213,245	213,245	Investment
TOTAL Deposited	<u>\$ 8,991,974</u>	<u>\$ 8,991,974</u>	

GASB Statement No. 40, Deposit and Investment Risk Disclosures, relates to how deposits and investments are reported in the annual financial statements of governmental entities. GASB Statement No. 40 disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit risk (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk. The State Treasurer's Office provides the following information regarding the LGIP:

1. With respect to credit risk, the LGIP, a government investment pool, is rated AAAm by Standard & Poor's. Therefore, the LGIP reports AAAm for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.
2. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure.
3. GASB Statement No. 40 defines interest rate risk as the risk that interest rate variations may adversely affect the fair value of an investment. According to GASB Statement No. 40, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at www.stonm.org. As of June 30, 2009, the LGIP WAM is 43 days.
4. Finally, with respect to foreign currency risk, all investments in the LGIP are in U.S. dollar denominated assets. Therefore, the LGIP has no foreign currency risk.

Interfund Receivables, Payables, Transfers and Deferred Revenues

The composition of interfund balances is as follows:

<u>Receivable Funds</u>	<u>Payable Funds</u>	
	<u>Non Major Funds</u>	<u>Total</u>
General Fund	\$ 361,684	\$ 361,684
Totals	<u>\$ 361,684</u>	<u>\$ 361,684</u>

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

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Receivables

Following is a schedule of property taxes receivable:

	General	House Bill 33	Debt Service	Non Major Funds
Property Taxes Receivable:				
Available	\$ 13,671	\$ 104,903	\$ 156,358	\$ 54,862
Unavailable	791	8,236	16,146	4,513
TOTAL Property Taxes Receivable	\$ 14,462	\$ 113,139	\$ 172,504	\$ 59,375

Amounts due from other agencies and units of government were as follows:

Federal Agencies	\$ 220,180
State Agencies	146,939
Total	\$ 367,119

Deferred Revenue

Revenues are deferred in accordance with the modified accrual basis of accounting for the fund financial statements. The following deferred revenues are measurable but do not represent available expendable resources for the fund financial statements.

	Operational	House Bill 33	Debt Service	Non Major Funds
Property Taxes	\$ 791	\$ 8,236	\$ 16,146	\$ 4,513
Federal Revenues	0	0	0	3,722
TOTAL Deferred Revenues	\$ 791	\$ 8,236	\$ 16,146	\$ 8,235

Capital Assets

Capital assets balances and activity for the year is as follows:

	Balance 6/30/08	Increases	Decreases	Balance 6/30/09
Capital Assets not being Depreciated				
Land	\$ 70,141	\$ 0	\$ 0	\$ 70,141
Construction in Progress	8,419,208	23,270,121	0	31,689,329
Total Capital Assets not being Depreciated	8,489,349	23,270,121	0	31,759,470
Capital Assets, being Depreciated				
Buildings & Improvement	38,059,445	135,454	5,600,388	32,594,511
Land Improvements	1,466,385	13,146	0	1,479,531
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3,236,176	483,999	528,382	3,191,793
Total Capital Assets being Depreciated	42,762,006	632,599	6,128,770	37,265,835
Total Capital Assets	\$ 51,251,355	\$ 23,902,720	\$ 6,128,770	\$ 69,025,305

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Less Accumulated Depreciation				
Buildings & Improvements	\$ 12,302,412	\$ 1,617,735	\$ 4,380,612	\$ 9,539,535
Land Improvements	205,129	77,242	0	282,371
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	2,173,891	246,807	528,382	1,892,316
Total Accumulated Depreciation	<u>14,681,432</u>	<u>1,941,784</u>	<u>4,908,994</u>	<u>11,714,222</u>
Capital Assets, net	<u>\$ 36,569,923</u>	<u>\$ 21,960,936</u>	<u>\$ 1,219,776</u>	<u>\$ 57,311,083</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 1,941,783
Total depreciation expenses	<u>\$ 1,941,783</u>

Commitments

The District is involved in a major construction project that is anticipated to cost an additional \$12,000,000 .

Long Term Debt

A summary of activity in the long term debt is as follows:

	Balance 6/30/08	Additions	Reductions	Balance 6/30/09	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 30,315,000	\$ 18,000,000	\$ 2,760,000	\$ 45,555,000	\$ 3,115,000
Total Bonds	<u>30,315,000</u>	<u>18,000,000</u>	<u>2,760,000</u>	<u>45,555,000</u>	<u>3,115,000</u>
Other Liabilities					
Compensated					
Absences	69,257	42,069	63,213	48,113	0
Total Other Liabilities	<u>69,257</u>	<u>42,069</u>	<u>63,213</u>	<u>48,113</u>	<u>0</u>
Long-Term	<u>\$ 30,384,257</u>	<u>\$ 18,042,069</u>	<u>\$ 2,823,213</u>	<u>\$ 45,603,113</u>	<u>\$ 3,115,000</u>

Payments on the general obligation bonds are made by the Debt Service Funds. The compensated absences liability will ultimately be liquidated by several of the District's governmental funds, with most being paid by the General Fund, Food Service Fund and Title I Fund.

The current portion of the compensated absences is estimated at zero since there are no anticipated retirements or terminations.

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

Balance	Balance	Due within
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Date of Issue	6/30/08	Additions	Reductions	6/30/09	One Year
1/1/2001	\$ 3,190,000	\$ 0	\$ 740,000	\$ 2,450,000	\$ 780,000
10/15/2001	745,000	0	235,000	510,000	250,000
6/15/2002	2,760,000	0	500,000	2,260,000	525,000
1/15/2003	2,905,000	0	315,000	2,590,000	325,000
7/15/2003	4,215,000	0	470,000	3,745,000	485,000
5/15/2006	6,500,000	0	250,000	6,250,000	250,000
6/1/2007	10,000,000	0	250,000	9,750,000	500,000
6/1/2008	0	10,000,000	0	10,000,000	0
3/1/2009	0	8,000,000	0	8,000,000	0
	<u>\$ 30,315,000</u>	<u>\$ 18,000,000</u>	<u>\$ 2,760,000</u>	<u>\$ 45,555,000</u>	<u>\$ 3,115,000</u>

Date of Issue	Interest Rates
1/1/2001	4.5% to 6.00%
10/15/2001	2.95% to 4.35%
6/15/2002	4.00% to 4.125%
1/15/2003	3.85% to 4.35%
7/15/2003	3.00% to 3.65%
5/15/2006	3.65% to 4.00%
6/1/2007	4.00% to 4.25%
9/1/2008	4.00% to 4.25%
3/1/2009	4.00% to 4.25%

The annual requirements to amortize the general obligation bonds, including interest payments are as

	Principal	Interest	Total
2010	\$ 3,115,000	\$ 2,004,782	\$ 5,119,782
2011	3,910,000	1,669,117	5,579,117
2012	4,405,000	1,512,840	5,917,840
2013	4,500,000	1,349,163	5,849,163
2014	4,385,000	1,180,788	5,565,788
2015-2019	22,740,000	3,252,455	25,992,455
2020	2,500,000	110,000	2,610,000
	<u>\$ 45,555,000</u>	<u>\$ 11,079,145</u>	<u>\$ 56,634,145</u>

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

Above Balance of Long-Term Debts	\$ 45,555,000
Net Issue Costs/Premium/Discounts on Bond Issues	(257,303)
Statement of Net Assets	<u>\$ 45,297,697</u>
Long-Term Per Government Wide Financial Statements	\$ 42,182,697
Current Portion	3,115,000
Statement of Net Assets	<u>\$ 45,297,697</u>

Reconciliation of principal paid on the above note and the amount paid in the Statement of Revenues, Expenditures and Changes in Fund Balance

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
Notes to the Financial Statements
June 30, 2009

Above amount of principal	\$ 2,760,000
Current Amount Due on the 06/30/09 Balance Sheet	2,365,000
Less Current Amount Due on the 06/30/08 Balance Sheet	<u>(2,260,000)</u>
Amount of principal paid on the Statement of Revenues, Expenditures and Changes in Fund Balance	<u>\$ 2,865,000</u>

OTHER INFORMATION

Retirement Plan

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

Plan members are required to contribute 7.9% of their gross salary. The District is required to contribute 11.65% of the gross covered salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2009, 2008, and 2007, were \$557,730, \$489,505 and \$460,103 respectively, which equal the amount of the required contributions for each fiscal year.

Post-Retirement Health Care Benefits

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

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary.

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

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

The District's contributions to the RHCA for the years ended June 30, 2009, 2008 and 2007 were \$62,236, \$58,381 and \$58,998, respectively, which equal the required contributions for each year.

Risk Management

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

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

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 CAPITAL PROJECTS FUND-BOND BUILDING-31100
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 10,000	\$ 10,000	\$ 20,950	\$ 10,950
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>20,950</u>	<u>10,950</u>
Expenditures				
Instruction				
Supplies	50,000	50,000	43,191	6,809
Total Instruction	<u>50,000</u>	<u>50,000</u>	<u>43,191</u>	<u>6,809</u>
Capital Outlay				
Other Services	2,161,758	1,952,325	44,187	1,908,138
Construction Services	22,295,608	23,544,958	15,719,820	7,825,138
Fixed Assets	0	250,650	36,591	214,059
Total Capital Outlay	<u>24,457,366</u>	<u>25,747,933</u>	<u>15,800,598</u>	<u>9,947,335</u>
Debt Service				
Cost of Bond Issue	0	209,433	209,433	0
Total Debt Service	<u>0</u>	<u>209,433</u>	<u>209,433</u>	<u>0</u>
Total Expenditures	<u>24,507,366</u>	<u>26,007,366</u>	<u>16,053,222</u>	<u>9,954,144</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(24,497,366)</u>	<u>(25,997,366)</u>	<u>(16,032,272)</u>	<u>9,965,094</u>
Other Financing Sources (Uses)				
Sale of Bonds	18,000,000	18,000,000	18,000,000	0
Total Other Sources (Uses)	<u>18,000,000</u>	<u>18,000,000</u>	<u>18,000,000</u>	<u>0</u>
Net Change in Cash Balance	(6,497,366)	(7,997,366)	1,967,728	9,965,094
Cash Balance Beginning of Year	<u>8,497,366</u>	<u>8,497,366</u>	<u>8,497,366</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 2,000,000</u>	<u>\$ 500,000</u>	<u>\$ 10,465,094</u>	<u>\$ 9,965,094</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 1,967,728	
Net Change in Payables			(107,399)	
Net Change in Fund Balance			<u>\$ 1,860,329</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 CAPITAL PROJECTS FUND-CAPITAL IMPROVEMENTS HOUSE BILL-33-31600
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 540,454	\$ 540,454	\$ 1,938,387	\$ 1,397,933
Investment Income	100,000	100,000	123,315	23,315
Total Revenues	<u>640,454</u>	<u>640,454</u>	<u>2,061,702</u>	<u>1,421,248</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	2,703	19,300	19,278	22
Total Support Services-General Administration	<u>2,703</u>	<u>19,300</u>	<u>19,278</u>	<u>22</u>
Capital Outlay				
Improvements	250,000	275,718	21,173	254,545
Construction Services	8,000,000	9,000,000	7,300,730	1,699,270
Total Capital Outlay	<u>8,250,000</u>	<u>9,275,718</u>	<u>7,321,903</u>	<u>1,953,815</u>
Total Expenditures	<u>8,252,703</u>	<u>9,295,018</u>	<u>7,341,181</u>	<u>1,953,837</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,612,249)	(8,654,564)	(5,279,479)	3,375,085
Cash Balance Beginning of Year	8,735,976	8,735,976	8,735,976	0
Cash Balance End of Year	<u>\$ 1,123,727</u>	<u>\$ 81,412</u>	<u>\$ 3,456,497</u>	<u>\$ 3,375,085</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,279,479)	
Net Change in Taxes Receivable-Current			104,903	
Net Change in Taxes Receivable-Delinquent			203	
Net Change in Payables			10,621	
Net Change in Deferred Revenue			(203)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (5,163,955)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
DEBT SERVICE-41000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 7,842,722	\$ 7,842,722	\$ 4,511,298	\$ (3,331,424)
Investment Income	0	0	65,746	65,746
Miscellaneous	0	0	375,227	375,227
Total Revenues	<u>7,842,722</u>	<u>7,842,722</u>	<u>4,952,271</u>	<u>(2,890,451)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	<u>2,178</u>	<u>45,113</u>	<u>45,113</u>	<u>0</u>
Total Support Services-General Administration	<u>2,178</u>	<u>45,113</u>	<u>45,113</u>	<u>0</u>
Debt Service				
Principal	2,760,000	2,760,000	2,760,000	0
Interest	<u>1,159,201</u>	<u>1,159,201</u>	<u>1,159,201</u>	<u>0</u>
Total Debt Service	<u>3,919,201</u>	<u>3,919,201</u>	<u>3,919,201</u>	<u>0</u>
Total Expenditures	<u>3,921,379</u>	<u>3,964,314</u>	<u>3,964,314</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,921,343	3,878,408	987,957	(2,890,451)
Cash Balance Beginning of Year	<u>876,697</u>	<u>876,697</u>	<u>876,697</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 4,798,040</u>	<u>\$ 4,755,105</u>	<u>\$ 1,864,654</u>	<u>\$ (2,890,451)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 987,957	
Net Change in Taxes Receivables-Current			(57,318)	
Net Change in Taxes Receivables-Delinquent			335	
Net Change in Current Portion Due Principal			(105,000)	
Net Change in Current Portion Due Interest			38,016	
Net Change in Deferred Revenue			(335)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 863,655</u>	

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

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

NONMAJOR FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

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

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

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

IDEA Part B, Entitlement, Discretionary, Competitive (24106) (24107) (24108). To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

21st Century 2008 (24119). To provide expanded learning opportunities for participating children in a safe, drug-free and supervised environment. Funding is authorized under Title X, Part I, of the Elementary and Secondary Education Act of 1965.

Enhancing Education Through Technology (24133). To account for a Federal grant designed to strengthen teacher learning in the field of technology. The fund was created by the authority of federal grant provisions. (PL 103-382).

Title V (24150). To account for State and Local educational agencies in the reform of elementary and secondary education. Authorized by Elementary and Secondary Education Act of 1965, Title VI, as amended, 20 U.S.C. 7301-7373.

English Language Acquisition (24153). 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 related to 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.

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

NONMAJOR FUNDS

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

21st Century 2009 (24159) To account for revenues and expenditures for a collaborative consortium of education, health, culture enrichment and social support system in rural communities. The fund was created by grant provisions.

Title I School Improvement (24162). 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.

Reading First (24167) The purpose of this grant is to ensure that all children can read at grade level or above by the end of third grade. The Reading First program is authorized by Title I, Part B, Subpart 1 of the Elementary and Secondary Education Act of 1965, as amended by the No Child Left Behind Act of 2001 (20 USC 6361 et seq.).

Impact Aid - Special and Indian Education (25145 and 25147). 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.

Save the Children (26143). Established to create lasting, positive change for children living in low-income communities. The fund was created by grant provisions.

General Mills Foundation (26166). A comprehensive initiative to help youth improve their nutrition and fitness behaviors through grants that develop innovative programs. The fund was created by state grant provisions.

Technology for Education (27117) To account for funds used 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.

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

NONMAJOR FUNDS

Library GO Bonds (27145). To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. The fund was created by state grant provisions.

Native Language (27150) To account for a State Flow Through Grant for Native American Student Enrichment Program. The fund was created by state grant provisions.

Beginning Teacher Mentoring (27154). To account for revenues and expenditures from a state grant provided for beginning teacher mentoring programs. The fund was created by state grant provisions.

Breakfast for Elementary Students (27155). To account for revenues and expenditures from a state grant for the purpose of providing a free breakfast to elementary students. The fund was created by state grant provisions.

School in Need of Improvement (27163). To account for revenues and expenditures from a state grant to improve the District's academic performance of the students. The fund was created by state grant provisions.

Kindergarten 3-Plus (27166) To account for the revenues and expenditures from a state grant to extend kindergarten and preschool hours. The fund was created by state grant provisions.

21st Century Learning Center (27167) To account for revenues and expenditures to provide services for students after school hours. The fund was created by state grant provisions.

Industrial Art (27512) To account for the revenues and expenditures from a state grant to fund an industrial art program. The fund was created by state grant provisions.

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

Science Engineering Fair (28138). To account for the revenues and expenditures from a state grant to provide and promote Science and Engineering. The fund was created by state grant provisions.

Medicaid (28144). To assist schools in offering key health and health-related services that are designed to integrate and maintain active learning in Medicaid-eligible children with disabilities and special health care needs. The fund was created by state grant provisions.

GEAR UP (28178). To encourage eligible entities to provide or maintain a guarantee to eligible low-income students who obtain a secondary diploma, of the financial assistance necessary to permit the student to attend an institution of higher education; and provide additional support services to students who are at risk of dropping out of school. The fund was created by state grant provisions.

School Based Health Center (29130). To account for funds to provide health services to students. The fund is provided by PED and the State Grants. The fund was created by state grant provisions.

NONMAJOR FUNDS

Value Options/DOH (29131). For programs to provide substance abuse treatment services. The fund was created by grant provisions.

NONMAJOR CAPITAL PROJECTS FUNDS

Special Capital Outlay-Federal (31500)

To maintain school facilities owned by the Department of Education and operated by the 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.

Senate Bill Nine (31700)

The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

Public School Capital Outlay-20% (32100)

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 improvements of building and land, and the purchase of equipment.

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	Food Service 21000	Athletics 22000	Title I 24101
ASSETS			
Cash and Cash Equivalents	\$ 124,396	\$ 8,623	\$ 3,628
Receivables			
Taxes	0	0	0
Due From Grantor	4,893	0	0
Inventory	4,014	0	0
Total Assets	<u>\$ 133,303</u>	<u>\$ 8,623</u>	<u>\$ 3,628</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	12,732	0	582
Deferred Revenue	0	0	3,046
Total Liabilities	<u>12,732</u>	<u>0</u>	<u>3,628</u>
Fund Balance			
Reserved for Inventory	4,014	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	116,557	8,623	0
Capital Projects	0	0	0
Total Fund Balance	<u>120,571</u>	<u>8,623</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 133,303</u>	<u>\$ 8,623</u>	<u>\$ 3,628</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	IDEA, Part B Entitlement 24106	IDEA, Part B Discretionary 24107	IDEA, Part B Competitive 24108
ASSETS			
Cash and Cash Equivalents	\$ 676	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	65,219	0
Inventory	0	0	0
Total Assets	<u>\$ 676</u>	<u>\$ 65,219</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 65,219	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	676	0	0
Total Liabilities	<u>676</u>	<u>65,219</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 676</u>	<u>\$ 65,219</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	21st Century 2008 24119	Enhancing Ed Thru Tech 24133	Title V 24150
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	2,356	0	1,150
Inventory	0	0	0
Total Assets	<u>\$ 2,356</u>	<u>\$ 0</u>	<u>\$ 1,150</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 2,356	\$ 0	\$ 1,150
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>2,356</u>	<u>0</u>	<u>1,150</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 2,356</u>	<u>\$ 0</u>	<u>\$ 1,150</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Communities 24157
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	14,097	32,817	465
Inventory	0	0	0
Total Assets	<u>\$ 14,097</u>	<u>\$ 32,817</u>	<u>\$ 465</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 14,097	\$ 32,780	\$ 465
Accounts Payable	0	37	0
Deferred Revenue	0	0	0
Total Liabilities	<u>14,097</u>	<u>32,817</u>	<u>465</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 14,097</u>	<u>\$ 32,817</u>	<u>\$ 465</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	21st Century 2009 24159	Title I Improvement 24162	Reading First 24167
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	58,960	40,223	0
Inventory	0	0	0
Total Assets	<u>\$ 58,960</u>	<u>\$ 40,223</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 58,960	\$ 40,223	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>58,960</u>	<u>40,223</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 58,960</u>	<u>\$ 40,223</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	Impact Aid Special Education 25145	Impact Aid Indian Education 25147	Save the Children 26143
ASSETS			
Cash and Cash Equivalents	\$ 132,101	\$ 539,201	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	11,005
Inventory	0	0	0
Total Assets	<u>\$ 132,101</u>	<u>\$ 539,201</u>	<u>\$ 11,005</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 10,961
Accounts Payable	0	0	44
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>11,005</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	132,101	539,201	0
Capital Projects	0	0	0
Total Fund Balance	<u>132,101</u>	<u>539,201</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 132,101</u>	<u>\$ 539,201</u>	<u>\$ 11,005</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	General Mills Foundation 26166	Technology for Education 27117	Incentives for School Improvement 27138
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	14,167
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 14,167</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 14,167
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>14,167</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 14,167</u></u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	Library GO Bonds 27145	Native Language 27150	Beginning Teachers 27154
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	Breakfast for Elementary Students 27155	Schools in Need of Improvement 27163	K-3 Plus 27166
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	22,992
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 22,992</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 22,531
Accounts Payable	0	0	461
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>22,992</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 22,992</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	21st Century Learning Center 27167	Industrial Arts 27512	Libraries 27549
	<u>27167</u>	<u>27512</u>	<u>27549</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,077	\$ 0	\$ 2,070
Receivables			
Taxes	0	0	0
Due From Grantor	0	967	0
Inventory	0	0	0
Total Assets	<u>\$ 1,077</u>	<u>\$ 967</u>	<u>\$ 2,070</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 967	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>967</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	1,077	0	2,070
Capital Projects	0	0	0
Total Fund Balance	<u>1,077</u>	<u>0</u>	<u>2,070</u>
Total Liabilities and Fund Balance	<u>\$ 1,077</u>	<u>\$ 967</u>	<u>\$ 2,070</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		
	Science Engineering		
	Fair 28138	Medicaid 28144	Gear Up 28178
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 30,135	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	23,971
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 30,135</u>	<u>\$ 23,971</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 23,971
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>23,971</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	30,135	0
Capital Projects	0	0	0
Total Fund Balance	<u>0</u>	<u>30,135</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 30,135</u>	<u>\$ 23,971</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue Funds		Capital Projects
	School Based Health Center 29130	Value Options/ DOH 29131	Special Capital Outlay Federal 31500
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 16,072	\$ 277,245
Receivables			
Taxes	0	0	0
Due From Grantor	73,837	0	0
Inventory	0	0	0
Total Assets	<u>\$ 73,837</u>	<u>\$ 16,072</u>	<u>\$ 277,245</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 73,837	\$ 0	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>73,837</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	16,072	0
Capital Projects	0	0	277,245
Total Fund Balance	<u>0</u>	<u>16,072</u>	<u>277,245</u>
Total Liabilities and Fund Balance	<u>\$ 73,837</u>	<u>\$ 16,072</u>	<u>\$ 277,245</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Capital Projects		Total
	Sentate Bill Nine 31700	Public School Capital Outlay-20% 32100	
ASSETS			
Cash and Cash Equivalents	\$ 432,444	\$ 41,451	\$ 1,609,119
Receivables			
Taxes	59,375	0	59,375
Due From Grantor	0	0	367,119
Inventory	0	0	4,014
Total Assets	<u>\$ 491,819</u>	<u>\$ 41,451</u>	<u>\$ 2,039,627</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 361,684
Accounts Payable	1,387	0	15,243
Deferred Revenue	4,513	0	8,235
Total Liabilities	<u>5,900</u>	<u>0</u>	<u>385,162</u>
Fund Balance			
Reserved for Inventory	0	0	4,014
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	845,836
Capital Projects	485,919	41,451	804,615
Total Fund Balance	<u>485,919</u>	<u>41,451</u>	<u>1,654,465</u>
Total Liabilities and Fund Balance	<u>\$ 491,819</u>	<u>\$ 41,451</u>	<u>\$ 2,039,627</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	<u>Special Revenue Funds</u>		
	<u>Food Service 21000</u>	<u>Athletics 22000</u>	<u>Title I 24101</u>
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	205	4	0
Fees	10,826	31,957	0
Other Revenue	0	0	0
State & Local Grants	0	0	0
Federal Grants	301,300	0	282,664
Total Revenues	<u>312,331</u>	<u>31,961</u>	<u>282,664</u>
Expenditures			
Current			
Instruction	0	34,068	262,814
Support Services-Students	0	0	19,850
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	246,999	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>246,999</u>	<u>34,068</u>	<u>282,664</u>
Excess (Deficiency) of Revenues Over Expenditures	65,332	(2,107)	0
Fund Balance at Beginning of Year	<u>55,239</u>	<u>10,730</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 120,571</u>	<u>\$ 8,623</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	IDEA, Part B Entitlement 24106	IDEA, Part B Discretionary 24107	IDEA, Part B Competitive 24108
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	0
Federal Grants	110,078	30,141	0
Total Revenues	<u>110,078</u>	<u>30,141</u>	<u>0</u>
Expenditures			
Current			
Instruction	110,078	14,888	0
Support Services-Students	0	292	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	14,961	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>110,078</u>	<u>30,141</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	21st Century 2008 24119	Enhancing Ed Thru Tech 24133	Title V 24150
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	0
Federal Grants	116,638	5,302	1,411
Total Revenues	<u>116,638</u>	<u>5,302</u>	<u>1,411</u>
Expenditures			
Current			
Instruction	90,687	5,302	1,411
Support Services-Students	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	24,787	0	0
Transportation	1,164	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>116,638</u>	<u>5,302</u>	<u>1,411</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Communities 24157
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	0
Federal Grants	8,691	64,839	4,407
Total Revenues	<u>8,691</u>	<u>64,839</u>	<u>4,407</u>
Expenditures			
Current			
Instruction	0	42,063	0
Support Services-Students	0	19,909	4,407
Support Services-Instruction	0	0	0
Support Services-General Administration	0	329	0
Support Services-School Administration	8,691	2,538	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>8,691</u>	<u>64,839</u>	<u>4,407</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	21st Century 2009 24159	Title I Improvement 24162	Reading First 24167
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	0
Federal Grants	60,321	110,825	0
Total Revenues	<u>60,321</u>	<u>110,825</u>	<u>0</u>
Expenditures			
Current			
Instruction	60,053	103,130	0
Support Services-Students	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	268	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	7,695	0
Total Expenditures	<u>60,321</u>	<u>110,825</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Impact Aid Special Education 25145	Impact Aid Indian Education 25147	Save the Children 26143
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	58,801
Federal Grants	88,727	685,475	0
Total Revenues	<u>88,727</u>	<u>685,475</u>	<u>58,801</u>
Expenditures			
Current			
Instruction	42,628	293,488	58,801
Support Services-Students	680	78,924	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	169	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>43,477</u>	<u>372,412</u>	<u>58,801</u>
Excess (Deficiency) of Revenues Over Expenditures	45,250	313,063	0
Fund Balance at Beginning of Year	<u>86,851</u>	<u>226,138</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 132,101</u>	<u>\$ 539,201</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	General Mills Foundation 26166	Technology for Education 27117	Incentives for School Improvement 27138
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	0	14,167
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>14,167</u>
Expenditures			
Current			
Instruction	0	37,254	49,239
Support Services-Students	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>37,254</u>	<u>49,239</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(37,254)	(35,072)
Fund Balance at Beginning of Year	<u>0</u>	<u>37,254</u>	<u>35,072</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Library GO Bonds 27145	Native Language 27150	Beginning Teachers 27154
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	0	10,099	6,019
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>10,099</u>	<u>6,019</u>
Expenditures			
Current			
Instruction	0	10,099	10,156
Support Services-Students	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>10,099</u>	<u>10,156</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(4,137)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>4,137</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Breakfast for Elementary Students <u>27155</u>	Schools in Need of Improvement <u>27163</u>	K-3 Plus <u>27166</u>
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	10,081	0	29,633
Federal Grants	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>10,081</u>	<u>0</u>	<u>29,633</u>
Expenditures			
Current			
Instruction	0	0	74,236
Support Services-Students	0	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	734
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	10,081	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>10,081</u>	<u>0</u>	<u>74,970</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(45,337)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>45,337</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	21st Century Learning Center 27167	Industrial Arts 27512	Libraries 27549
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	44,282	4,600	2,070
Federal Grants	0	0	0
Total Revenues	<u>44,282</u>	<u>4,600</u>	<u>2,070</u>
Expenditures			
Current			
Instruction	41,005	4,600	0
Support Services-Students	110	0	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	2,090	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>43,205</u>	<u>4,600</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	1,077	0	2,070
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,077</u>	<u>\$ 0</u>	<u>\$ 2,070</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Science Engineering		
	Fair 28138	Medicaid 28144	Gear Up 28178
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	26,814	0
Other Revenue	0	0	0
State & Local Grants	0	0	15,295
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>26,814</u>	<u>15,295</u>
Expenditures			
Current			
Instruction	705	0	15,295
Support Services-Students	0	41,041	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>705</u>	<u>41,041</u>	<u>15,295</u>
Excess (Deficiency) of Revenues Over Expenditures	(705)	(14,227)	0
Fund Balance at Beginning of Year	<u>705</u>	<u>44,362</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 30,135</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue Funds		Capital Projects
	School Based Health Center 29130	Value Options/ DOH 29131	Special Capital Outlay Federal 31500
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	2,304
Fees	0	0	0
Other Revenue	0	0	0
State & Local Grants	149,387	22,770	0
Federal Grants	0	0	187,301
Total Revenues	<u>149,387</u>	<u>22,770</u>	<u>189,605</u>
Expenditures			
Current			
Instruction	25,904	0	308,472
Support Services-Students	129,847	6,698	0
Support Services-Instruction	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Transportation	0	0	0
Operation of Maintenance of Plant	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>155,751</u>	<u>6,698</u>	<u>308,472</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,364)	16,072	(118,867)
Fund Balance at Beginning of Year	<u>6,364</u>	<u>0</u>	<u>396,112</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 16,072</u>	<u>\$ 277,245</u>

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Capital Projects		Total
	Sentate Bill Nine 31700	Public School Capital Outlay-20% 32100	
Revenues			
Taxes	\$ 2,075,496	\$ 0	\$ 2,075,496
Investment Income	2,254	1,041	5,808
Fees	0	0	69,597
Other Revenue	20,950	0	20,950
State & Local Grants	47,678	0	414,882
Federal Grants	0	0	2,058,120
Total Revenues	2,146,378	1,041	4,644,853
Expenditures			
Current			
Instruction	86,446	0	1,782,822
Support Services-Students	0	0	301,758
Support Services-Instruction	0	0	0
Support Services-General Administration	169,654	0	185,212
Support Services-School Administration	0	0	36,919
Transportation	0	0	3,254
Operation of Maintenance of Plant	1,963,780	154,237	2,118,017
Food Service Operations	0	0	257,080
Capital Outlay	305,895	0	313,590
Total Expenditures	2,525,775	154,237	4,998,652
Excess (Deficiency) of Revenues Over Expenditures	(379,397)	(153,196)	(353,799)
Fund Balance at Beginning of Year	865,316	194,647	2,008,264
Fund Balance End of Year	\$ 485,919	\$ 41,451	\$ 1,654,465

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-FOOD SERVICE-21000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 205	\$ 205
Fees	8,500	8,500	10,825	2,325
Federal Grants	268,669	268,669	286,024	17,355
Total Revenues	<u>277,169</u>	<u>277,169</u>	<u>297,054</u>	<u>19,885</u>
Expenditures				
Food Service Operations				
Other Purchased Services	277,169	267,904	236,993	30,911
Supplies	0	9,265	9,264	1
Total Food Service Operations	<u>277,169</u>	<u>277,169</u>	<u>246,257</u>	<u>30,912</u>
Total Expenditures	<u>277,169</u>	<u>277,169</u>	<u>246,257</u>	<u>30,912</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	50,797	50,797
Cash Balance Beginning of Year	<u>73,599</u>	<u>73,599</u>	<u>73,599</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 73,599</u>	<u>\$ 73,599</u>	<u>\$ 124,396</u>	<u>\$ 50,797</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 50,797	
Net Change in Receivable from Grantor			4,893	
Net Change in Inventory			474	
Net Change in Payables			9,168	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 65,332</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-ATHLETICS-22000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 290	\$ 290	\$ 4	\$ (286)
Fees	22,000	22,000	31,956	9,956
Total Revenues	<u>22,290</u>	<u>22,290</u>	<u>31,960</u>	<u>9,670</u>
Expenditures				
Instruction				
Professional & Tech Services	1,000	13,799	12,015	1,784
Purchased Services	34,394	21,595	17,015	4,580
Supplies	9,000	9,000	5,037	3,963
Total Instruction	<u>44,394</u>	<u>44,394</u>	<u>34,067</u>	<u>10,327</u>
Total Expenditures	<u>44,394</u>	<u>44,394</u>	<u>34,067</u>	<u>10,327</u>
Excess (Deficiency) of Revenues Over Expenditures	(22,104)	(22,104)	(2,107)	19,997
Cash Balance Beginning of Year	<u>10,730</u>	<u>10,730</u>	<u>10,730</u>	<u>0</u>
Cash Balance End of Year	<u>\$ (11,374)</u>	<u>\$ (11,374)</u>	<u>\$ 8,623</u>	<u>\$ 19,997</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,107)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (2,107)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 333,895	\$ 305,128	\$ 298,885	\$ (6,243)
Total Revenues	<u>333,895</u>	<u>305,128</u>	<u>298,885</u>	<u>(6,243)</u>
Expenditures				
Instruction				
Personnel Services	200,862	152,120	152,119	1
Employee Benefits	0	49,638	49,637	1
Other Charges	43,919	14,731	14,731	0
Other Purchased Services	0	18,560	8,816	9,744
Supplies	56,588	36,713	36,713	0
Property	0	798	798	0
Total Instruction	<u>301,369</u>	<u>272,560</u>	<u>262,814</u>	<u>9,746</u>
Support Services-Students				
Personnel Services	14,786	14,786	14,786	0
Employee Benefits	5,147	5,189	5,064	125
Total Support Services-Students	<u>19,933</u>	<u>19,975</u>	<u>19,850</u>	<u>125</u>
Total Expenditures	<u>321,302</u>	<u>292,535</u>	<u>282,664</u>	<u>9,871</u>
Excess (Deficiency) of Revenues Over Expenditures	12,593	12,593	16,221	3,628
Cash Balance Beginning of Year	<u>(12,593)</u>	<u>(12,593)</u>	<u>(12,593)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,628</u>	<u>\$ 3,628</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 16,221	
Net Change in Due From Grantor			(13,176)	
Net Change in Deferred Revenue			(3,045)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 186,469	\$ 186,469	\$ 151,135	\$ (35,334)
Total Revenues	<u>186,469</u>	<u>186,469</u>	<u>151,135</u>	<u>(35,334)</u>
Expenditures				
Instruction				
Personnel Services	101,675	101,675	92,521	9,154
Employee Benefits	<u>44,413</u>	<u>44,413</u>	<u>17,557</u>	<u>26,856</u>
Total Instruction	<u>146,088</u>	<u>146,088</u>	<u>110,078</u>	<u>36,010</u>
Total Expenditures	<u>146,088</u>	<u>146,088</u>	<u>110,078</u>	<u>36,010</u>
Excess (Deficiency) of Revenues Over Expenditures	40,381	40,381	41,057	676
Cash Balance Beginning of Year	<u>(40,381)</u>	<u>(40,381)</u>	<u>(40,381)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 676</u>	<u>\$ 676</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 41,057	
Net Change in Due From Grantor			(40,381)	
Net Change in Deferred Revenue			<u>(676)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-IDEA, PART B DISCRETIONARY-24107
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 109,005	\$ 105,376	\$ 0	\$ (105,376)
Total Revenues	<u>109,005</u>	<u>105,376</u>	<u>0</u>	<u>(105,376)</u>
Expenditures				
Instruction				
Employee Benefits	<u>15,468</u>	<u>15,468</u>	<u>14,888</u>	<u>580</u>
Total Instruction	<u>15,468</u>	<u>15,468</u>	<u>14,888</u>	<u>580</u>
Support Services-Students				
Employee Benefits	<u>29,229</u>	<u>25,892</u>	<u>292</u>	<u>25,600</u>
Total Support Services-Students	<u>29,229</u>	<u>25,892</u>	<u>292</u>	<u>25,600</u>
Support Services-General				
Personnel Services	<u>29,229</u>	<u>25,892</u>	<u>12,355</u>	<u>13,537</u>
Employee Benefits	<u>0</u>	<u>3,045</u>	<u>2,605</u>	<u>440</u>
Total Support Services-General Administration	<u>29,229</u>	<u>28,937</u>	<u>14,960</u>	<u>13,977</u>
Total Expenditures	<u>73,926</u>	<u>70,297</u>	<u>30,140</u>	<u>40,157</u>
Excess (Deficiency) of Revenues Over Expenditures	35,079	35,079	(30,140)	(65,219)
Cash Balance Beginning of Year	<u>(35,079)</u>	<u>(35,079)</u>	<u>(35,079)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (65,219)</u>	<u>\$ (65,219)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (30,140)	
Net Change in Due From Grantor			<u>30,140</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-IDEA, PART B COMPETITIVE-24108
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 1,908	\$ 1,908	\$ 1,908	\$ 0
Total Revenues	<u>1,908</u>	<u>1,908</u>	<u>1,908</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	1,908	1,908	1,908	0
Cash Balance Beginning of Year	<u>(1,908)</u>	<u>(1,908)</u>	<u>(1,908)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,908	
Net Change in Due from Grantor			<u>(1,908)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-21st CENTURY 2008-24119
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 330,000	\$ 114,282	\$ (215,718)
Total Revenues	<u>0</u>	<u>330,000</u>	<u>114,282</u>	<u>(215,718)</u>
Expenditures				
Instruction				
Personnel Services	0	204,632	63,141	141,491
Employee Benefits	0	39,552	10,957	28,595
Professional & Tech Services	0	11,000	416	10,584
Supplies	0	27,246	16,174	11,072
Total Instruction	<u>0</u>	<u>282,430</u>	<u>90,688</u>	<u>191,742</u>
Support Services-School Administration				
Personnel Services	0	28,354	18,528	9,826
Employee Benefits	0	9,848	6,258	3,590
Total Support Services-School Administration	<u>0</u>	<u>38,202</u>	<u>24,786</u>	<u>13,416</u>
Transportation				
Personnel Services	0	968	968	0
Employee Benefits	0	200	196	4
Total Transportation	<u>0</u>	<u>1,168</u>	<u>1,164</u>	<u>4</u>
Total Expenditures	<u>0</u>	<u>321,800</u>	<u>116,638</u>	<u>205,162</u>
Excess (Deficiency) of Revenues Over Expenditures	0	8,200	(2,356)	(10,556)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 8,200</u>	<u>\$ (2,356)</u>	<u>\$ (10,556)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,356)	
Net Change in Due from Grantor			2,356	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-ENHANCING EDUCATION THRU TECH-24133
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supply Assets	0	5,302	5,302	0
Total Instruction	<u>0</u>	<u>5,302</u>	<u>5,302</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>5,302</u>	<u>5,302</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(5,302)	(5,302)	0
Cash Balance Beginning of Year	<u>5,302</u>	<u>5,302</u>	<u>5,302</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 5,302</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,302)	
Net Change in Deferred Revenue			<u>5,302</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-TITLE V-24150
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 2,475	\$ 2,475	\$ 530	\$ (1,945)
Total Revenues	<u>2,475</u>	<u>2,475</u>	<u>530</u>	<u>(1,945)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	1,150	1,150	0
Supplies	<u>2,205</u>	<u>1,055</u>	<u>260</u>	<u>795</u>
Total Instruction	<u>2,205</u>	<u>2,205</u>	<u>1,410</u>	<u>795</u>
Total Expenditures	<u>2,205</u>	<u>2,205</u>	<u>1,410</u>	<u>795</u>
Excess (Deficiency) of Revenues Over Expenditures	270	270	(880)	(1,150)
Cash Balance Beginning of Year	<u>(270)</u>	<u>(270)</u>	<u>(270)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,150)</u>	<u>\$ (1,150)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (880)	
Net Change in Due From Grantor			<u>880</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-ENGLISH LANGUAGE ACQUISITION-24153
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 29,874	\$ 29,874	\$ 6,819	\$ (23,055)
Total Revenues	<u>29,874</u>	<u>29,874</u>	<u>6,819</u>	<u>(23,055)</u>
Expenditures				
Support Services-School Administration				
Professional & Tech Services	3,385	2,385	979	1,406
Other Purchased Services	0	1,000	871	129
Supplies	14,264	14,264	6,841	7,423
Total Support Services-School Administration	<u>17,649</u>	<u>17,649</u>	<u>8,691</u>	<u>8,958</u>
Total Expenditures	<u>17,649</u>	<u>17,649</u>	<u>8,691</u>	<u>8,958</u>
Excess (Deficiency) of Revenues Over Expenditures	12,225	12,225	(1,872)	(14,097)
Cash Balance Beginning of Year	<u>(12,225)</u>	<u>(12,225)</u>	<u>(12,225)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (14,097)</u>	<u>\$ (14,097)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,872)	
Net Change in Due From Grantor			<u>1,872</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-TEACHER/PRINCIPAL TRAINING & RECRUITING-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 80,143	\$ 101,871	\$ 37,202	\$ (64,669)
Total Revenues	<u>80,143</u>	<u>101,871</u>	<u>37,202</u>	<u>(64,669)</u>
Expenditures				
Instruction				
Personnel Services	0	20,000	20,000	0
Employee Benefits	0	4,120	4,120	0
Professional & Tech Services	74,994	18,801	13,452	5,349
Other Purchased Services	0	1,948	1,948	0
Supplies	0	5,073	2,536	2,537
Total Instruction	<u>74,994</u>	<u>49,942</u>	<u>42,056</u>	<u>7,886</u>
Support Services-Students				
Personnel Services	0	34,786	14,786	20,000
Employee Benefits	0	5,135	5,064	71
Supplies	0	551	59	492
Total Support Services-Students	<u>0</u>	<u>40,472</u>	<u>19,909</u>	<u>20,563</u>
Support Services-General Administration				
Other Purchased Services	0	329	329	0
Total Support Services-General Administration	<u>0</u>	<u>329</u>	<u>329</u>	<u>0</u>
Support Services-School Administration				
Other Purchased Services	0	8,056	2,538	5,518
Total Support Services-School Administration	<u>0</u>	<u>8,056</u>	<u>2,538</u>	<u>5,518</u>
Total Expenditures	<u>74,994</u>	<u>98,799</u>	<u>64,832</u>	<u>33,967</u>
Excess (Deficiency) of Revenues Over Expenditures	5,149	3,072	(27,630)	(30,702)
Cash Balance Beginning of Year	<u>(5,149)</u>	<u>(5,149)</u>	<u>(5,149)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ (2,077)</u>	<u>\$ (32,779)</u>	<u>\$ (30,702)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (27,630)	
Net Change in Due from Grantor			27,637	
Net Change in Payables			(7)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-SAFE & DRUG FREE SCHOOLS & COMMUNITIES-24157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 8,602	\$ 8,602	\$ 7,916	\$ (686)
Total Revenues	<u>8,602</u>	<u>8,602</u>	<u>7,916</u>	<u>(686)</u>
Expenditures				
Support Services-Students				
Professional & Tech Services	<u>4,627</u>	<u>4,627</u>	<u>4,406</u>	<u>221</u>
Total Support Services-Students	<u>4,627</u>	<u>4,627</u>	<u>4,406</u>	<u>221</u>
Total Expenditures	<u>4,627</u>	<u>4,627</u>	<u>4,406</u>	<u>221</u>
Excess (Deficiency) of Revenues Over Expenditures	3,975	3,975	3,510	(465)
Cash Balance Beginning of Year	<u>(3,975)</u>	<u>(3,975)</u>	<u>(3,975)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (465)</u>	<u>\$ (465)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,510	
Net Change in Due from Grantor			<u>(3,510)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-21ST CENTURY 2009-24159
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 11,622	\$ 72,354	\$ 12,983	\$ (59,371)
Total Revenues	<u>11,622</u>	<u>72,354</u>	<u>12,983</u>	<u>(59,371)</u>
Expenditures				
Instruction				
Personnel Services	0	49,504	49,504	0
Employee Benefits	0	9,678	9,676	2
Professional & Tech Services	0	500	390	110
Other Purchased Services	0	650	483	167
Total Instruction	<u>0</u>	<u>60,332</u>	<u>60,053</u>	<u>279</u>
Support Services-Students				
Other Purchased Services	0	400	268	132
Total Support Services-Students	<u>0</u>	<u>400</u>	<u>268</u>	<u>132</u>
Total Expenditures	<u>0</u>	<u>60,732</u>	<u>60,321</u>	<u>411</u>
Excess (Deficiency) of Revenues Over Expenditures	11,622	11,622	(47,338)	(58,960)
Cash Balance Beginning of Year	<u>(11,622)</u>	<u>(11,622)</u>	<u>(11,622)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (58,960)</u>	<u>\$ (58,960)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (47,338)	
Net Change in Due from Grantor			<u>47,338</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-TITLE I SCHOOL IMPROVEMENT-24162
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 92,444	\$ 242,444	\$ 163,047	\$ (79,397)
Total Revenues	<u>92,444</u>	<u>242,444</u>	<u>163,047</u>	<u>(79,397)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	93,387	62,342	31,045
Other Purchased Services	0	600	50	550
Supplies	0	36,599	30,120	6,479
Property	0	19,414	18,314	1,100
Total Instruction	<u>0</u>	<u>150,000</u>	<u>110,826</u>	<u>39,174</u>
Total Expenditures	<u>0</u>	<u>150,000</u>	<u>110,826</u>	<u>39,174</u>
Excess (Deficiency) of Revenues Over Expenditures	92,444	92,444	52,221	(40,223)
Cash Balance Beginning of Year	<u>(92,444)</u>	<u>(92,444)</u>	<u>(92,444)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (40,223)</u>	<u>\$ (40,223)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 52,221	
Net Change in Due from Grantor			<u>(52,221)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-READING FIRST-24167
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 10,987	\$ 10,987	\$ 10,987	\$ 0
Total Revenues	<u>10,987</u>	<u>10,987</u>	<u>10,987</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	10,987	10,987	10,987	0
Cash Balance Beginning of Year	<u>(10,987)</u>	<u>(10,987)</u>	<u>(10,987)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,987	
Net Change in Due from Grantor			<u>(10,987)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-IMPACT AID SPECIAL EDUCATION-25145
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 81,900	\$ 81,900	\$ 88,727	\$ 6,827
Total Revenues	<u>81,900</u>	<u>81,900</u>	<u>88,727</u>	<u>6,827</u>
Expenditures				
Instruction				
Personnel Services	0	35,000	32,915	2,085
Employee Benefits	<u>22,410</u>	<u>22,462</u>	<u>9,712</u>	<u>12,750</u>
Total Instruction	<u>22,410</u>	<u>57,462</u>	<u>42,627</u>	<u>14,835</u>
Support Services-Students				
Employee Benefits	38,578	37,896	511	37,385
Other Purchased Services	<u>0</u>	<u>512</u>	<u>170</u>	<u>342</u>
Total Support Services-Students	<u>38,578</u>	<u>38,408</u>	<u>681</u>	<u>37,727</u>
Support Services-School Administration				
Employee Benefits	<u>0</u>	<u>170</u>	<u>169</u>	<u>1</u>
Total Support Services-School Administration	<u>0</u>	<u>170</u>	<u>169</u>	<u>1</u>
Total Expenditures	<u>60,988</u>	<u>96,040</u>	<u>43,477</u>	<u>52,563</u>
Excess (Deficiency) of Revenues Over Expenditures	20,912	(14,140)	45,250	59,390
Cash Balance Beginning of Year	<u>86,851</u>	<u>86,851</u>	<u>86,851</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 107,763</u>	<u>\$ 72,711</u>	<u>\$ 132,101</u>	<u>\$ 59,390</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 45,250</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 45,250</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-IMPACT AID-INDIAN EDUCATION-25147
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 896,701	\$ 896,701	\$ 685,475	\$ (211,226)
Total Revenues	<u>896,701</u>	<u>896,701</u>	<u>685,475</u>	<u>(211,226)</u>
Expenditures				
Instruction				
Personnel Services	454,472	454,414	220,514	233,900
Employee Benefits	51,156	72,165	72,165	0
Supplies	7,785	7,785	808	6,977
Total Instruction	<u>513,413</u>	<u>534,364</u>	<u>293,487</u>	<u>240,877</u>
Support Services-Students				
Personnel Services	68,150	67,116	59,735	7,381
Employee Benefits	15,409	21,515	18,722	2,793
Other Purchased Services	0	469	468	1
Total Support Services-Students	<u>83,559</u>	<u>89,100</u>	<u>78,925</u>	<u>10,175</u>
Total Expenditures	\$ <u>596,972</u>	\$ <u>623,464</u>	\$ <u>372,412</u>	\$ <u>251,052</u>
Excess (Deficiency) of Revenues Over Expenditures	299,729	273,237	313,063	39,826
Cash Balance Beginning of Year	<u>226,138</u>	<u>226,138</u>	<u>226,138</u>	<u>0</u>
Cash Balance End of Year	\$ <u><u>525,867</u></u>	\$ <u><u>499,375</u></u>	\$ <u><u>539,201</u></u>	\$ <u><u>39,826</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>313,063</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u><u>313,063</u></u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-SAVE THE CHILDREN-26143
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 71,518	\$ 89,971	\$ 47,796	\$ (42,175)
Total Revenues	<u>71,518</u>	<u>89,971</u>	<u>47,796</u>	<u>(42,175)</u>
Expenditures				
Instruction				
Personnel Services	54,715	38,888	38,888	0
Employee Benefits	16,803	7,435	7,435	0
Other Purchased Services	0	2,700	1,697	1,003
Supplies	0	15,650	10,144	5,506
Property	0	593	593	0
Total Instruction	<u>71,518</u>	<u>65,266</u>	<u>58,757</u>	<u>6,509</u>
Total Expenditures	<u>71,518</u>	<u>65,266</u>	<u>58,757</u>	<u>6,509</u>
Excess (Deficiency) of Revenues Over Expenditures	0	24,705	(10,961)	(35,666)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 24,705</u>	<u>\$ (10,961)</u>	<u>\$ (35,666)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,961)	
Net Change in Due from Grantor			11,005	
Net Change in Payables			(44)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-GENERAL MILLS FOUNDATION-26166
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 9,593	\$ 9,593	\$ 9,593	\$ 0
Total Revenues	<u>9,593</u>	<u>9,593</u>	<u>9,593</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	9,593	9,593	9,593	0
Cash Balance Beginning of Year	<u>(9,593)</u>	<u>(9,593)</u>	<u>(9,593)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 9,593	
Net Change in Due from Grantor			<u>(9,593)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-TECHNOLOGY FOR EDUCATION-27117
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	37,254	37,254	0
Total Instruction	<u>0</u>	<u>37,254</u>	<u>37,254</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>37,254</u>	<u>37,254</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(37,254)	(37,254)	0
Cash Balance Beginning of Year	<u>37,254</u>	<u>37,254</u>	<u>37,254</u>	<u>0</u>
Cash Balance End of Year	\$ <u>37,254</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(37,254)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(37,254)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-INCENTIVES FOR SCHOOL IMPROVEMENT-27138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 14,168	\$ 0	\$ (14,168)
Total Revenues	<u>0</u>	<u>14,168</u>	<u>0</u>	<u>(14,168)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	104	103	1
Supplies	0	48,258	48,258	0
Property	0	878	878	0
Total Instruction	<u>0</u>	<u>49,240</u>	<u>49,239</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>49,240</u>	<u>49,239</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(35,072)	(49,239)	(14,167)
Cash Balance Beginning of Year	<u>35,072</u>	<u>35,072</u>	<u>35,072</u>	<u>0</u>
Cash Balance End of Year	\$ <u>35,072</u>	\$ <u>0</u>	\$ <u>(14,167)</u>	\$ <u>(14,167)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (49,239)	
Net Change in Due from Grantor			<u>14,167</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(35,072)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-LIBRARY GO BONDS-27145
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 3,521	\$ 3,521	\$ 3,521	\$ 0
Total Revenues	<u>3,521</u>	<u>3,521</u>	<u>3,521</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,521	3,521	3,521	0
Cash Balance Beginning of Year	<u>(3,521)</u>	<u>(3,521)</u>	<u>(3,521)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,521	
Net Change in Due from Grantor			<u>(3,521)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-NATIVE LANGUAGE-27150
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 4,200	\$ 26,802	\$ 14,299	\$ (12,503)
Total Revenues	<u>4,200</u>	<u>26,802</u>	<u>14,299</u>	<u>(12,503)</u>
Expenditures				
Instruction				
Personnel Services	0	5,794	5,794	0
Employee Benefits	0	687	687	0
Supplies	0	16,121	3,618	12,503
Total Instruction	<u>0</u>	<u>22,602</u>	<u>10,099</u>	<u>12,503</u>
Total Expenditures	<u>0</u>	<u>22,602</u>	<u>10,099</u>	<u>12,503</u>
Excess (Deficiency) of Revenues Over Expenditures	4,200	4,200	4,200	0
Cash Balance Beginning of Year	<u>(4,200)</u>	<u>(4,200)</u>	<u>(4,200)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 4,200	
Net Change in Due from Grantor			<u>(4,200)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 6,019	\$ 6,019	\$ 0
Total Revenues	<u>0</u>	<u>6,019</u>	<u>6,019</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	4,137	10,156	10,156	0
Total Instruction	<u>4,137</u>	<u>10,156</u>	<u>10,156</u>	<u>0</u>
Total Expenditures	<u>4,137</u>	<u>10,156</u>	<u>10,156</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,137)	(4,137)	(4,137)	0
Cash Balance Beginning of Year	<u>4,137</u>	<u>4,137</u>	<u>4,137</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (4,137)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (4,137)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-BREAKFAST FOR ELEMENTARY STUDENTS-27155
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 10,081	\$ 10,081	\$ 0
Total Revenues	<u>0</u>	<u>10,081</u>	<u>10,081</u>	<u>0</u>
Expenditures				
Food Services Operations				
Supplies	0	10,081	10,081	0
Total Food Services Operations	<u>0</u>	<u>10,081</u>	<u>10,081</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>10,081</u>	<u>10,081</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-SCHOOL IN NEED OF IMPROVEMENTS-27163
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 684	\$ 684	\$ 684	\$ 0
Total Revenues	<u>684</u>	<u>684</u>	<u>684</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	684	684	684	0
Cash Balance Beginning of Year	<u>(684)</u>	<u>(684)</u>	<u>(684)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 684	
Net Change in Due From Grantor			<u>(684)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-K-3 PLUS-27166
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 30,954	\$ 77,541	\$ 6,641	\$ (70,900)
Total Revenues	<u>30,954</u>	<u>77,541</u>	<u>6,641</u>	<u>(70,900)</u>
Expenditures				
Instruction				
Personnel Services	0	55,875	55,875	0
Employee Benefits	0	10,687	10,686	1
Other Purchased Services	0	1,360	1,360	0
Supplies	0	6,315	6,315	0
Total Instruction	<u>0</u>	<u>74,237</u>	<u>74,236</u>	<u>1</u>
Support Services-School Administration				
Personnel Services	0	1,674	1	1,673
Employee Benefits	0	631	631	0
Other Purchased Services	0	1,000	102	898
Total Support Services-School Administration	<u>0</u>	<u>3,305</u>	<u>734</u>	<u>2,571</u>
Total Expenditures	<u>0</u>	<u>77,542</u>	<u>74,970</u>	<u>2,572</u>
Excess (Deficiency) of Revenues Over Expenditures	30,954	(1)	(68,329)	(68,328)
Cash Balance Beginning of Year	<u>45,798</u>	<u>45,798</u>	<u>45,798</u>	<u>0</u>
Cash Balance End of Year	\$ <u>76,752</u>	\$ <u>45,797</u>	\$ <u>(22,531)</u>	\$ <u>(68,328)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (68,329)	
Net Change in Due from Grantor			<u>22,992</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(45,337)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-21ST CENTURY LEARNING CENTER-27167
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 24,111	\$ 68,393	\$ 69,470	\$ 1,077
Total Revenues	<u>24,111</u>	<u>68,393</u>	<u>69,470</u>	<u>1,077</u>
Expenditures				
Instruction				
Personnel Services	0	32,183	32,183	0
Employee Benefits	0	7,551	7,551	0
Other Purchased Services	0	101	101	0
Supplies	0	2,248	2,248	0
Total Instruction	<u>0</u>	<u>42,083</u>	<u>42,083</u>	<u>0</u>
Support Services-Students				
Employee Benefits	0	50	50	0
Other Purchased Services	0	59	59	0
Total Support Services-Students	<u>0</u>	<u>109</u>	<u>109</u>	<u>0</u>
Transportation				
Personnel Services	0	1,745	1,745	0
Employee Benefits	0	345	345	0
Total Transportation	<u>0</u>	<u>2,090</u>	<u>2,090</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>44,282</u>	<u>44,282</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	24,111	24,111	25,188	1,077
Cash Balance Beginning of Year	<u>(24,111)</u>	<u>(24,111)</u>	<u>(24,111)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>1,077</u>	\$ <u>1,077</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 25,188	
Net Change in Due from Grantor			(25,188)	
Net Change in Payables			1,077	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>1,077</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-INDUSTRIAL ARTS-27512
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 4,600	\$ 3,633	\$ (967)
Total Revenues	<u>0</u>	<u>4,600</u>	<u>3,633</u>	<u>(967)</u>
Expenditures				
Instruction				
Supplies	0	4,600	4,600	0
Total Instruction	<u>0</u>	<u>4,600</u>	<u>4,600</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>4,600</u>	<u>4,600</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(967)	(967)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (967)</u>	<u>\$ (967)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (967)	
Net Change in Due from Grantor			<u>967</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-LIBRARIES-27549
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 2,070	\$ 2,070	\$ 0
Total Revenues	<u>0</u>	<u>2,070</u>	<u>2,070</u>	<u>0</u>
Expenditures				
Food Service Operations				
Supplies	0	2,070	0	2,070
Total Food Service Operations	<u>0</u>	<u>2,070</u>	<u>0</u>	<u>2,070</u>
Total Expenditures	<u>0</u>	<u>2,070</u>	<u>0</u>	<u>2,070</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,070	2,070
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,070</u>	<u>\$ 2,070</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>2,070</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>2,070</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-SCIENCE ENGINEERING FAIR-28138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	705	705	0
Total Instruction	<u>0</u>	<u>705</u>	<u>705</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>705</u>	<u>705</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(705)	(705)	0
Cash Balance Beginning of Year	<u>705</u>	<u>705</u>	<u>705</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 705</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (705)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (705)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-MEDICAID-28144
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 15,000	\$ 15,000	\$ 26,814	\$ 11,814
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>26,814</u>	<u>11,814</u>
Expenditures				
Support Services-Students				
Personnel Services	0	16,000	14,414	1,586
Employee Benefits	0	3,264	3,257	7
Professional & Tech Services	0	2,590	1,662	928
Other Purchased Services	0	650	571	79
Supplies	0	4,500	1,795	2,705
Property	0	19,345	19,342	3
Total Support Services-Students	<u>0</u>	<u>46,349</u>	<u>41,041</u>	<u>5,308</u>
Total Expenditures	<u>0</u>	<u>46,349</u>	<u>41,041</u>	<u>5,308</u>
Excess (Deficiency) of Revenues Over Expenditures	15,000	(31,349)	(14,227)	17,122
Cash Balance Beginning of Year	<u>44,362</u>	<u>44,362</u>	<u>44,362</u>	<u>0</u>
Cash Balance End of Year	\$ <u>59,362</u>	\$ <u>13,013</u>	\$ <u>30,135</u>	\$ <u>17,122</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(14,227)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(14,227)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-GEAR UP-28178
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 31,355	\$ 90,993	\$ 22,679	\$ (68,314)
Total Revenues	<u>31,355</u>	<u>90,993</u>	<u>22,679</u>	<u>(68,314)</u>
Expenditures				
Instruction				
Personnel Services	0	9,608	9,570	38
Employee Benefits	0	2,065	2,065	0
Other Changes	0	5,783	0	5,783
Other Purchased Services	0	7,936	1,351	6,585
Supplies	0	34,646	2,309	32,337
Total Instruction	<u>0</u>	<u>60,038</u>	<u>15,295</u>	<u>44,743</u>
Total Expenditures	<u>0</u>	<u>60,038</u>	<u>15,295</u>	<u>44,743</u>
Excess (Deficiency) of Revenues Over Expenditures	31,355	30,955	7,384	(23,571)
Cash Balance Beginning of Year	<u>(31,355)</u>	<u>(31,355)</u>	<u>(31,355)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>(400)</u>	\$ <u>(23,971)</u>	\$ <u>(23,571)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 7,384	
Net Change in Due From Grantor			<u>(7,384)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-SCHOOL BASED HEALTH CENTER-29130
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 103,833	\$ 149,460	\$ 75,550	\$ (73,910)
Total Revenues	<u>103,833</u>	<u>149,460</u>	<u>75,550</u>	<u>(73,910)</u>
Expenditures				
Instruction				
Other Purchased Services	34,646	25,904	25,904	0
Total Instruction	<u>34,646</u>	<u>25,904</u>	<u>25,904</u>	<u>0</u>
Support Services-Students				
Personnel Services	45,871	46,155	46,154	1
Employee Benefits	15,180	20,265	20,265	0
Other Charges	8,500	250	249	1
Other Purchased Services	0	62,000	61,974	26
Supplies	6,000	1,250	1,205	45
Total Support Services-Students	<u>75,551</u>	<u>129,920</u>	<u>129,847</u>	<u>73</u>
Total Expenditures	<u>110,197</u>	<u>155,824</u>	<u>155,751</u>	<u>73</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,364)	(6,364)	(80,201)	(73,837)
Cash Balance Beginning of Year	<u>6,364</u>	<u>6,364</u>	<u>6,364</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(73,837)</u>	\$ <u>(73,837)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (80,201)	
Net Change in Due from Grantor			73,837	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(6,364)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
SPECIAL REVENUE FUND-VALUE OPTIONS/DOH-29131
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 85,000	\$ 85,000	\$ 22,770	\$ (62,230)
Total Revenues	<u>85,000</u>	<u>85,000</u>	<u>22,770</u>	<u>(62,230)</u>
Expenditures				
Support Services-Students				
Other Charges	8,500	8,500	4,460	4,040
Supplies	<u>6,000</u>	<u>6,000</u>	<u>2,238</u>	<u>3,762</u>
Total Support Services-Students	<u>14,500</u>	<u>14,500</u>	<u>6,698</u>	<u>7,802</u>
Total Expenditures	<u>14,500</u>	<u>14,500</u>	<u>6,698</u>	<u>7,802</u>
Excess (Deficiency) of Revenues Over Expenditures	70,500	70,500	16,072	(54,428)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 70,500</u>	<u>\$ 70,500</u>	<u>\$ 16,072</u>	<u>\$ (54,428)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 16,072	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 16,072</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 CAPITAL PROJECT FUND-SPECIAL CAPITAL OUTLAY FEDERAL-31500
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 2,304	\$ 2,304
Federal Grants	180,000	180,000	187,301	7,301
Total Revenues	<u>180,000</u>	<u>180,000</u>	<u>189,605</u>	<u>9,605</u>
Expenditures				
Instruction				
Supplies	308,472	308,472	308,472	0
Total Instruction	<u>308,472</u>	<u>308,472</u>	<u>308,472</u>	<u>0</u>
Total Expenditures	<u>308,472</u>	<u>308,472</u>	<u>308,472</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(128,472)	(128,472)	(118,867)	9,605
Cash Balance Beginning of Year	<u>396,112</u>	<u>396,112</u>	<u>396,112</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 267,640</u>	<u>\$ 267,640</u>	<u>\$ 277,245</u>	<u>\$ 9,605</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (118,867)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (118,867)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 2,820,070	\$ 3,820,070	\$ 2,173,377	\$ (1,646,693)
Investment Income	0	0	2,253	2,253
State & Local Grants	0	16,592	47,679	31,087
Miscellaneous	0	0	20,950	20,950
Total Revenues	<u>2,820,070</u>	<u>3,836,662</u>	<u>2,244,259</u>	<u>(1,592,403)</u>
Expenditures				
Instruction				
Supplies	110,711	338,297	167,120	171,177
Total Instruction	<u>110,711</u>	<u>338,297</u>	<u>167,120</u>	<u>171,177</u>
Support Services-General Administration				
Professional & Tech Services	1,351	21,900	21,840	60
Total Support Services-General Administration	<u>1,351</u>	<u>21,900</u>	<u>21,840</u>	<u>60</u>
Operation & Maintenance of Plant				
Supplies	1,828,688	1,649,649	0	1,649,649
Total Operation & Maintenance of Plant	<u>1,828,688</u>	<u>1,649,649</u>	<u>0</u>	<u>1,649,649</u>
Capital Outlay				
Construction Services	1,672,568	2,462,064	2,258,613	203,451
Fixed Assets	0	158,000	157,490	510
Total Capital Outlay	<u>1,672,568</u>	<u>2,620,064</u>	<u>2,416,103</u>	<u>203,961</u>
Total Expenditures	<u>3,613,318</u>	<u>4,629,910</u>	<u>2,605,063</u>	<u>2,024,847</u>
Excess (Deficiency) of Revenues Over Expenditures	(793,248)	(793,248)	(360,804)	432,444
Cash Balance Beginning of Year	793,248	793,248	793,248	0
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 432,444</u>	<u>\$ 432,444</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (360,804)	
Net Change in Taxes Receivables-Current			(97,880)	
Net Change in Taxes Receivables-Delinquent			104	
Net Change in Payables			79,287	
Net Change in Deferred Revenue			(104)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (379,397)</u>	

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 CAPITAL PROJECTS FUND-PUBLIC SCHOOL CAPITAL OUTLAY-20%-32100
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 1,041	\$ 1,041
Total Revenues	<u>0</u>	<u>0</u>	<u>1,041</u>	<u>1,041</u>
Expenditures				
Capital Outlay				
Property	0	194,647	154,237	40,410
Total Capital Outlay	<u>0</u>	<u>194,647</u>	<u>154,237</u>	<u>40,410</u>
Total Expenditures	<u>0</u>	<u>194,647</u>	<u>154,237</u>	<u>40,410</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(194,647)	(153,196)	41,451
Cash Balance Beginning of Year	<u>194,647</u>	<u>194,647</u>	<u>194,647</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 194,647</u>	<u>\$ 0</u>	<u>\$ 41,451</u>	<u>\$ 41,451</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (153,196)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (153,196)</u>	

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

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND

Activity Trust Fund

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 AGENCY FUNDS - ACTIVITY
 Schedule of Changes in Net Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2009

ASSETS	Beginning Balance 6/30/2008	Revenue	Expenses	Ending Balance 6/30/2009
Class of 2011	\$ 1,551	\$ 1,581	\$ 562	\$ 2,570
Class of 2012	798	1,114	199	1,713
Class of 2013	56	0	0	56
Class of 2010	5,039	6,164	6,460	4,743
Class of 2011	499	0	0	499
Class of 2003	1,289	0	0	1,289
Class of 2004	2,599	0	19	2,580
Class of 2005	1,276	0	0	1,276
Class of 2006	808	0	0	808
Class of 2007	1,900	0	0	1,900
Class of 2008	873	0	500	373
Class of 2009	3,176	2,394	4,826	744
Soccer	15	780	519	276
Coke	32	0	0	32
MS Activity	1,661	989	912	1,738
MS BB Shoes	319	0	60	259
MS Student Council	8,051	6,993	6,902	8,142
Earth Shuttle	251	0	0	251
Art Club	453	0	0	453
Closeup	2,923	0	0	2,923
French Club	731	0	0	731
FFA	3,891	30	0	3,921
HS Library	3,501	740	0	4,241
HS Cheerleaders	1,284	0	0	1,284
Elementary Computer	1,565	0	0	1,565
HS Student Council	1,131	8,524	8,428	1,227
Home Ec	121	0	0	121
Elementary Library	6,065	9,355	8,767	6,653
Dreams Yearbook	2,271	253	536	1,988
Science Club HS	341	0	0	341
Ski Club Elememtery	24	0	0	24
Tribal Donation	53	0	0	53
MS Water	1,599	0	0	1,599
Natural Helpers	310	0	0	310
Yearbook	1,250	2,473	938	2,785
Girls HS Track	275	0	169	106
Dreams Yearbook	260	0	0	260
Voc. Donantion	84	0	0	84
VSP	424	0	0	424
Honor Society	304	65	0	369
Empathy	869	0	0	869
Textbook	50	0	0	50
Football Club HS	6,184	0	2,681	3,503
Elementary Act	\$ 2,279	\$ 1,104	\$ 2,749	\$ 634

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 AGENCY FUNDS - ACTIVITY
 Schedule of Changes in Net Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2009

	Beginning Balance			Ending Balance
HS Activity	\$ 3,572	\$ 298	\$ 1,092	\$ 2,778
Indian Club Elementary	25	0	0	25
Elementary Student Council	2,187	0	219	1,968
Journalism	1,587	223	144	1,666
HS Boys BB Shoes	862	1,430	0	2,292
Elementary Social	276	2,984	2,584	676
Elementary School Improvement	0	1,589	1,589	0
Tsunami	504	0	0	504
Cinco De Mayo	97	0	0	97
Admin	0	3,205	629	2,576
Chess Club	123	0	0	123
Hat Club	23	0	0	23
Mid School Band	150	0	0	150
Elementary School Perfect	1,200	5,115	614	5,701
HS Boys Basketball	5,556	10,466	11,178	4,844
HS Volleyball	171	9,382	7,859	1,694
HS Girls Basketball	2,026	4,889	5,093	1,822
Dedication	1,874	0	0	1,874
Catch the Dream	300	0	0	300
HS Ski	128	1,175	585	718
Rodeo	0	56	0	56
MS Science	1,901	0	1,380	521
HS Indian Club	1,707	0	0	1,707
HS Yearbook	1,687	0	0	1,687
MS Closeup	43	8,255	8,102	196
MS Ping Pong	196	0	0	196
Total Assets	\$ 94,630	\$ 91,626	\$ 86,295	\$ 99,961
LIABILITIES				
Deposits Held for Others	\$ 94,630	\$ 91,626	\$ 86,295	\$ 99,961
Total Liabilities	\$ 94,630	\$ 91,626	\$ 86,295	\$ 99,961

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

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT
NO. 21

Cash Reconciliations - All Funds
 For the Year Ended June 30, 2009

	Beginning Cash 6/30/08	Revenue	Expenditures	Transfer/ Loans	Ending Cash 6/30/09
Operations	\$ 1,051,996	\$ 6,812,552	\$ 6,919,082	\$ 0	\$ 945,466
Teachorage	109,721	90,035	169,360	0	30,396
Transportation	148,214	252,812	268,426	0	132,600
Instructional Materials	53,174	67,529	88,065	0	32,638
Food Services	73,599	297,054	246,257	0	124,396
Athletics	10,730	31,960	34,067	0	8,623
Federal Flowthrough	(221,332)	805,694	795,309	0	(210,947)
Federal Direct	312,989	774,203	415,890	0	671,302
Local Grants	(9,593)	57,389	58,757	0	(10,961)
State Flowthrough	89,745	116,418	240,680	0	(34,517)
State Direct	13,712	49,493	57,041	0	6,164
Local/State	6,364	98,320	162,448	0	(57,764)
Bond Building	8,497,366	18,020,950	16,053,222	0	10,465,094
Capital Outlay Federal	396,112	189,605	308,472	0	277,245
HB-33 Capital Outlay	8,735,976	2,061,702	7,341,181	0	3,456,497
SB-9	793,247	2,244,258	2,605,061	0	432,444
PSCO-20%	194,647	1,041	154,237	0	41,451
Debt Service	876,697	4,952,270	3,964,314	0	1,864,653
Agency Funds	94,630	91,626	86,295	0	99,961
Total	\$ 21,227,994	\$ 37,014,911	\$ 39,968,164	\$ 0	\$ 18,274,741

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

FEDERAL COMPLIANCE

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2009

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
<u>U. S. Department of Agriculture</u>			
Pass-through Public Education Department:			
USDA National School Lunch Program	10.555	21000	\$ 230,164
USDA National School Breakfast Program	10.553	21000	60,753
Total Child Nutrition Cluster			<u>290,917</u>
Pass-through State Department of Human Services			
USDA Commodities Program	10.550	21000	(1) 10,383
Direct Program			
Forest Reserve	10.670	11000	143,115
Total U. S. Department of Agriculture			<u>444,415</u>
	(1) Non-cash assistance		
<u>U. S. Department of Education</u>			
Pass-Through Programs From:			
New Mexico Department of Education:			
Special Education Cluster			
IDEA, Part B, Entitlement	84.027	24106	110,078
IDEA, Part B, Discretionary	84.027	24107	30,141
Total Special Education Cluster			<u>140,219</u>
Title I Basic Education Grant	84.010	24101	282,664
Enhancing Ed Thru Tech	84.276	24133	5,302
Title V	84.332	24150	1,411
Title III English Language	84.365	24153	8,691
Title II Improving Teacher Quality	84.332	24154	64,839
Title IV Safe and Drug Free Schools	84.186	24157	4,407
21st Century	84.287	24119/24159	176,959
Title I Improvement	84.010	24162	110,825
Total Pass-Through Programs			<u>795,317</u>
Direct Program			
Impact Aid	84.041	24245	3,702,427
Total U. S. Department of Education			<u>4,497,744</u>
Total Federal Assistance			<u>\$ 4,942,159</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards

Note 1:

Significant Accounting Policies used in preparing the Schedule of Expenditure of Federal Awards

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

Note 2:

Insurance Requirements

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

Note 3:

Loans or Loan Guarantees

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

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
In Accordance with *Government Auditing Standards*

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Dulce Independent School District No. 21

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds presented as supplemental information of DULCE INDEPENDENT SCHOOL DISTRICT NO. 21, (District), as of and for the year ended June 30, 2009, and have issued our report thereon dated October 5, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing the auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned cost to be significant deficiencies in internal control over financial reporting as item 2007-11.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 07-03, 07-06 and 09-01.

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

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

De'Ann Willoughby CPA PC

October 5, 2009

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(575) 253-4313

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

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Dulce Independent School District No. 21

Mr. Balderas and Members of the Board

Compliance

We have audited the compliance of DULCE INDEPENDENT SCHOOL DISTRICT NO. 21 (District), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2009. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profits 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 the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed no instances of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133.

Internal Control Over Compliance

The management of the District, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion of the effectiveness of the District's internal control over compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

A control deficiency in an entity's internal control over compliance exists when the design or operation of control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

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

De'Ann Willoughby CPA PC

October 5, 2009

STATE OF NEW MEXICO
DULCE INDEPENDENT SCHOOL DISTRICT NO. 21
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2009

Federal Award Findings

Prior Year Audit Findings	<u>Status</u>
07-02 Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse	Resolved

Current Year Audit Findings
 There are no current year federal awards audit findings.

Financial Statement Audit Findings

Prior Year Audit Findings	<u>Status</u>
07-01 Late Audit Report	Resolved
07-03 Cash Not Reconciled	Repeated & Modified
07-04 Lack of Timely Monitoring of Budget Line Items	Resolved
07-06 Missing Information From Employee Files	Repeated
07-07 Internal Controls Over Capital Assets	Resolved
07-11 Preparation Of Financial Statements	Repeated

Current Year Audit Findings

07-03 Cash Not Reconciled Condition

The District was unable to reconcile the bank statements to the general ledger.

Criteria

In accordance with 1978 NMSA 6-10-2, all public monies are to be recoded in a cash record and balanced on a daily basis.

Effect

Cash that does not reconcile to the bank statements indicated improper cash records and a lack of control over the monies that the District holds and the District is in violation of state statute.

Cause

Deficient controls resulted in bank reconciliation reports not being printed and reviewed for accuracy, errors and reconciling items.

Recommendation

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

Response

The District is still dealing with entries from the prior business manager. The beginning of the 09-10 year will resolved the reconciliation issues.

07-06 Missing Information From Employee Files

Condition

From a sample of 20, 19 I-9s were incomplete and 1 was missing.

Criteria

An employer is required by Immigration Reform and Control Act of 1986 (IRCA) to verify the citizenship or immigration status of all employees. In accordance with federal and state law all employees who have access to children are required to have a background check completed and approved.

Effect

The District is out of compliance with requirements for the Department of Labor and New Mexico Public Education Department.

Cause

The District is not maintaining adequate controls over employee hiring.

Recommendation

The District should not employ any individual without completion of the I-9 form.

Response

Management has created a checklist for all employees to monitor a document/processes on staff to prevent the from happening again beginning with the 2009-10 school year.

07-11 Preparation Of Financial Statements**Condition**

The individuals responsible for the accounting functions for the District did not prepare the District's financial statements. The Financial statements were prepared by the auditor.

Criteria

Statement on Accounting Standards (SAS) 112, Communication of Internal Control Related Matters Identified in an Audit, requires that management clearly accept responsibility for preparing all financial information and District's financial statements.

Effect

Individuals, without the aid of its auditors, are unable to accurately prepare the District's financial statements in accordance with the accounting standards with the regard to apply generally accepted accounting principals.

Cause

Individuals responsible for the accounting and reporting functions for the District have not received training relating to the preparation of the District's financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

Recommendation

We recommend the District's accounting management receive training relating to the preparation of the District's financial statements in accordance with generally accepted accounting principles. This would give the accounting management responsible for the accounting and reporting functions the skills and knowledge to apply generally accepted accounting principals to the financial statements.

Response

The District will continue to accept the assistance of the auditors in preparing the financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

09-01 Lack of Pledged Securities**Condition**

The deposits held at Wells Fargo Bank were \$535,419 under secured by pledged securities.

Criteria

Pursuant to Section 6-10-16, NMSA 1978 and Section 6-10-17, NMSA 1978 securities with an aggregate value equal to one-half the amount of public money deposited shall be provided by the depository.

Effect

Under collateralization results in lack of guarantee of the District's money in case of bank failure.

Cause

The District did not adequately monitor the pledged securities. The District did meet with bank officials. The bank representatives stated that the district's operational accounts are secure; however, the district's sweep accounts do not currently comply with the New Mexico Public Money statutes cited in the criteria.

Recommendation

This has been a repeated audit finding for five years. The District has requested additional pledged securities every year. Management of the bank is convinced that pledged securities are not required for repurchase agreements. We recommend the District should change banking institutions and reduce the deposits held at Wells Fargo to an amount not to exceed FDIC insurance.

Response

The District has stopped the sweep account and is now 100% secured.

Financial Statement Preparation

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

Exit Conference

An exit conference was held on October 5, 2009. Those present were David Montoya-Member, Robert Cooke-Member, Dr. Rooth-Superintendent, Naomi Vicenti-Business Manager and De'Aun Willoughby, CPA.