

**STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS**

**AUDITED FINANCIAL STATEMENTS
AND OTHER FINANCIAL INFORMATION
JUNE 30, 2010**

WOODARD, COWEN & CO.
CERTIFIED PUBLIC ACCOUNTANTS

TABLE OF CONTENTS

Table of Contents	i –iii
Official Roster	iv
Independent Auditor's Report	v – vi
FINANCIAL SECTION	
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	1
Statement of Activities	2
Fund Financial Statements:	
Balance Sheet – Governmental Funds	3 – 4
Reconciliation of the Balance Sheet – All Governmental Funds to The Statement of Net Assets	5
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	6 – 7
Reconciliation of the Statements of Revenue, Expenditures, and Changes In Fund Balance – All Governmental Funds to the Statement of Activities	8
Major Funds:	
Combined Statements of Revenues, Expenditures – Budget (Non-GAAP) And Actual – General Fund	9
Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual- Special Revenue Fund – Senate Bill 9	10
Statement of Fiduciary Assets and Liabilities	11
NOTES TO FINANCIAL STATEMENTS	12 – 23
NON-MAJOR FUNDS	
Capital Projects Fund – Fund Description	24
Special Revenue Funds – Fund Descriptions	24 – 25
Combining Balance Sheet – Capital Project Funds – Non-Major Governmental Funds	26
Combining Statements of Revenue, Expenditures, and Changes in Fund Balance – Capital Project Funds –Non-Major Governmental Funds	27
Combining Balance Sheet – Non-Major Governmental Funds – Special Revenue Funds	28 – 33
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Non-Major Governmental Funds – Special Revenue Funds	34 – 39
Public School Capital Outlay 20% – Capital Projects Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	40
Special Capital Outlay State – Capital Projects Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	41
Public School Capital Outlay – Capital Projects Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	42
Cafeteria – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	43
Athletics – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	44
Title I – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	45
IDEA-B Entitlement – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	46
21 st Century Community – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	47

TABLE OF CONTENTS – Continued

FINANCIAL SECTION – Continued
 Non-Major Funds – (Continued)

English Language Acquisition – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	48
Teacher/Principal Training – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	49
21 st Century Living Centers – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	50
Title I IASA Federal Stimulus – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	51
Entitlement Federal Stimulus – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	52
SEG Federal Stimulus – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	53
MicroSoft Settlement – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	54
Dual Credit Instructional Materials – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	55
SB333 Library G.O. Bonds – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	56
Technology for Education – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	57
Pre-K Initiative – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	58
Beginning Teacher Mentoring – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	59
Breakfast for Elementary Students – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	60
Libraries SB301 G.O. Bonds – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	61
State Directed Activities – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	62
Library Books – Special Revenue Fund Statement of Revenue & Expenditures – Budget (Non-GAAP) and Actual	63
 Major Funds	
Combining Balance Sheet – General Fund	64
Combining Statement of Revenue, Expenditure and Changes in Fund Balance – General Fund	65
Statement of Revenue & Expenditures – Budget & Actual (Non-GAAP) Budgetary Basis – General Fund – Operational	66
Statement of Revenue & Expenditures – Budget & Actual (Non-GAAP) Budgetary Basis – General Fund – Transportation	67
Statement of Revenue & Expenditures – Budget & Actual (Non-GAAP) Budgetary Basis – General Fund – Instructional Materials	68
Statement of Revenue & Expenditures – Budget & Actual (Non-GAAP) Budgetary Basis – General Fund – Teacherage	69
Bond Building – Capital Projects Fund Statement of Revenues & Expenditures – Budget (Non-GAAP) and Actual	70
HB-33 – Capital Projects Fund Statement of Revenues & Expenditures – Budget (Non-GAAP) and Actual	71

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
JUNE 30, 2010

TABLE OF CONTENTS – Continued

Major Funds – (continued)

Debt Service – Debt Service Fund Statement of Revenues & Expenditures – Budget (Non-GAAP) and Actual	72
---	----

OTHER SUPPLEMENTAL INFORMATION

Schedule of Changes in Assets and Liabilities – Agency Fund	73
Schedule of Expenditures of Federal Awards	74
Schedule of Pledged Collateral	75 – 76
Bank Summary	77
Bank Reconciliation	78 – 79

SINGLE AUDIT SECTION

Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	80 – 81
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	82
Prior Year Audit Findings	83
Schedule of Findings and Questioned Costs	84 – 85
Other Disclosures	86

OFFICIAL ROSTER

BOARD OF EDUCATION

Don Jones	President
David Gallegos	Vice President
Heath Dean	Secretary
Shelly Robinson	Member
Steve Almager	Member

SCHOOL OFFICIALS

Dwain Haynes	Superintendent
Cynthia Sims	Business Manager

Woodard, Cowen & Co.

Certified Public Accountants

PO Box 445, 305 S. Ave B Portales NM, 88130 Phone: 575-356-8564 Fax: 575-356-2453
PO Box 1874, 116 E. Grand Clovis NM, 88101 Phone: 575-762-3811 Fax: 575-762-3866

INDEPENDENT AUDITOR'S REPORT

Hector Balderas, State Auditor
The Board of Education
Eunice Public Schools
Eunice, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Eunice Public Schools (District), as of and for the year ended June 30, 2010, 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, and the budgetary comparisons for the major capital project funds, debt service funds, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the 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, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund and major special revenue funds 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, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital project funds, debt service funds, and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2010 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 *Government Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the managements discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of the basic financial statements.

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

Woodard, Lawer & Co.

November 10, 2010
Portales, New Mexico

FINANCIAL SECTION

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 STATEMENT OF NET ASSETS

June 30, 2010

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 9,597,902
Property Taxes Receivable	191,672
Due From Other Agencies	104,751
Inventory	4,491
Non-current assets:	
Restricted Cash	18,843,686
Capital assets, net	9,437,503
Bond issuance costs, net	142,249
Total Assets	<u>38,322,254</u>
<u>LIABILITIES</u>	
Current:	
Accounts payable	438,933
Deferred Revenue	181,293
Debt due in one year	1,250,000
Non-current:	
Compensated Absences	31,888
Debt in more than one year:	<u>20,750,000</u>
Total Liabilities	<u>22,652,114</u>
<u>NET ASSETS</u>	
Invested in capital assets net of related debt	6,281,189
Restricted for:	
Capital Projects	4,859,002
Debt Service	103,203
Inventory	4,491
Unrestricted	<u>4,422,255</u>
Total Net Assets	<u>\$ 15,670,140</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue & Changes in Net Assets
	\$	\$	\$	\$	\$
Primary government:					
Governmental activities:					
Instruction	3,146,517	42,214	530,030	-	(2,574,273)
Support Services	-	-	-	-	-
Support Services-Students	294,004	-	28,702	-	(265,302)
Support Services-Instruction	85,616	-	7,819	-	(77,797)
Support Services-General Administration	157,287	-	-	-	(157,287)
Support Services-School Administration	258,517	-	33,838	-	(224,679)
Central Services	171,725	-	14,824	-	(156,901)
Operation & Maintenance of Plant	1,576,202	-	32,553	-	(1,543,649)
Student Transportation	166,032	-	203,279	-	37,247
Other Support Services	-	-	-	-	-
Food Services-Operations	288,770	69,888	234,483	-	15,601
Community Services-operations	-	-	-	-	-
Bond Interest	193,256	-	-	-	(193,256)
Depreciation-unallocated	302,812	-	-	-	(302,812)
Amortization Unallocated	5,365	-	-	-	(5,365)
Unallocated Revenue		14,622	42,807	26,871	84,300
Total governmental activities	\$ 6,646,103	\$ 126,724	\$ 1,128,335	\$ 26,871	\$ (5,364,173)

General revenues:

Property taxes:

Levied for General purpose	\$ 318,032
Levied for Capital Projects	2,563,081
Levied for Debt Service	128,136
Rent	8,600
PED Equalization Guarantee	3,868,219
Unrestricted interest income	25,743
Miscellaneous	1,540
Donations	87
Total general revenues	<u>6,913,438</u>

Change in net assets	1,549,265
Net assets - beginning	14,112,788
Restatement	8,087
Restated Beginning Net Assets	<u>14,120,875</u>
Net assets - ending	<u>\$ 15,670,140</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

BALANCE SHEET-- GOVERNMENTAL FUNDS

June 30, 2010

	<u>GENERAL</u>	<u>BOND BUILDING</u>	<u>HB33</u>
ASSETS			
Cash on Deposit	\$ 1,088,017	\$ 18,843,686	\$ 4,780,782
Due from Other Funds	91,012	-	-
Due from Other Governments	-	-	-
Due From External Funds	-	-	-
Property Taxes Receivable	19,998	-	80,903
Inventory	-	-	-
TOTAL ASSETS	<u>\$ 1,199,027</u>	<u>\$ 18,843,686</u>	<u>\$ 4,861,685</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ 245,678	-	\$ -
Deferred Revenue	501	-	2,683
Due to Other Funds	-	-	-
TOTAL LIABILITIES	246,179	-	2,683
FUND BALANCE			
Reserved for:			
Inventory	-	-	-
Capital Projects Fund	-	18,843,686	4,859,002
Debt Service	-	-	-
Unreserved reported in:			
General Fund	952,848	-	-
Special Revenue Funds	-	-	-
TOTAL FUND BALANCE	<u>952,848</u>	<u>18,843,686</u>	<u>4,859,002</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 1,199,027</u>	<u>\$ 18,843,686</u>	<u>\$ 4,861,685</u>

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

SB-9	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	Total GOVERNMENTAL FUNDS
\$ 3,282,803	\$ 286,862	\$ 150,768	\$ 28,432,918
-	-	-	91,012
13,739	-	91,012	104,751
-	-	-	-
80,903	9,868	-	191,672
-	-	4,491	4,491
<u>\$ 3,377,445</u>	<u>\$ 296,730</u>	<u>\$ 246,271</u>	<u>\$ 28,824,844</u>
\$ 2,683	\$ 193,255	\$ -	\$ 438,933
-	272	16,888	23,027
-	-	91,012	91,012
2,683	193,527	107,900	552,972
-	-	4,491	4,491
3,374,762	-	-	27,077,450
-	103,203	-	103,203
-	-	-	952,848
-	-	133,880	133,880
-	-	-	-
<u>3,374,762</u>	<u>103,203</u>	<u>138,371</u>	<u>28,271,872</u>
<u>\$ 3,377,445</u>	<u>\$ 296,730</u>	<u>\$ 246,271</u>	<u>\$ 28,824,844</u>

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 RECONCILIATION OF THE BALANCE SHEET
 ALL GOVERNMENTAL FUNDS TO THE
 STATEMENT OF NET ASSETS

June 30, 2010

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

Fund Balances - total governmental funds	\$ 28,271,872
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	9,437,503
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds are as follows:	
Delinquent Property Tax Receivable	6,138
Bond Premium proceeds	(155,734)
Liabilities not due and payable in the current period and therefore are not reported as liabilities in the funds.	
Bond Issuance Costs	142,249
Bonded Debt	(22,000,000)
Compensated Absences	<u>(31,888)</u>
Net assets of governmental activities	<u>\$ 15,670,140</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	GENERAL	BOND BUILDING	HB33
REVENUE			
Residential/Non-Residential Taxes	\$ 318,577	\$ -	\$ 1,281,540
Fees - Educational	14,621	-	-
Rent and Leases	8,600	-	-
Fees Activities	-	-	-
Fees-Users	-	-	-
Interest Income	388	-	6,265
State Equalization	3,868,219	-	-
State Programs	228,387	-	-
Refunds	-	-	-
Federal Program	-	-	-
TOTAL REVENUES	4,438,792	-	1,287,805
EXPENDITURES			
Current			
Instruction	2,579,363	-	-
Support Services			
Support Services-Students	265,303	-	-
Support Services-Instruction	74,088	-	-
Support Services-General Administration	153,428	-	1,822
Support Services-School Administration	224,679	-	-
Central Services	156,901	-	-
Operation & Maintenance of Plant	720,278	-	-
Student Transportation	166,032	-	-
Other Support Services	-	-	-
Food Services-Operations	-	-	-
Community Services-operations	-	-	-
Acquisition & Construction	4,751	3,008,700	602,523
Bond Principal			
Bond Interest			
TOTAL EXPENDITURES	4,344,823	3,008,700	604,345
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	93,969	(3,008,700)	683,460
Other Financing Sources			
Bond Proceeds		21,852,386	
Sale of Equipment			1,325
Bond Premium			
Transfers In<Out>	-	-	-
Total Other Financial Sources	-	21,852,386	1,325.00
Net Change In Fund Balances	93,969	18,843,686	684,785
FUND BALANCE			
June 30, 2009	863,379	-	4,174,217
Restatement	(4,500)		
Restated Fund Balance June 30, 2009	858,879		4,174,217
FUND BALANCE June 30, 2010	\$ 952,848	\$ 18,843,686	\$ 4,859,002

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

	SB9	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$	1,281,540	\$ 128,136	\$ -	\$ 3,009,793
	-	-	-	14,621
	-	-	-	8,600
	-	-	42,302	42,302
	-	-	69,888	69,888
	6,266	12,804	21	25,744
	-	-	-	3,868,219
	26,871	-	163,127	418,385
	214	-	-	214
	-	-	736,820	736,820
	<u>1,314,891</u>	<u>140,940</u>	<u>1,012,158</u>	<u>8,194,586</u>
	-	-	561,663	3,141,026
	-	-	28,701	294,004
	-	-	11,528	85,616
	1,822	215	-	157,287
	-	-	33,838	258,517
	-	-	14,824	171,725
	-	-	32,553	752,831
	-	-	-	166,032
	-	-	-	-
	-	-	288,770	288,770
	-	-	-	-
	903,421	-	209,482	4,728,877
	-	-	-	-
	-	193,256	-	193,256
	<u>905,243</u>	<u>193,471</u>	<u>1,181,359</u>	<u>10,237,941</u>
	409,648	(52,531)	(169,201)	(2,043,355)
	-	-	-	21,852,386
	-	-	-	1,325
	-	155,734	-	155,734
	-	-	-	-
	<u>-</u>	<u>155,734</u>	<u>-</u>	<u>22,009,445</u>
	409,648	103,203	(169,201)	19,966,090
	2,965,114	-	307,572	8,310,282
	-	-	-	(4,500)
	<u>2,965,114</u>	<u>-</u>	<u>307,572</u>	<u>8,305,782</u>
\$	<u>3,374,762</u>	<u>\$ 103,203</u>	<u>\$ 138,371</u>	<u>\$ 28,271,872</u>

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCE -
 ALL GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year Ended June 30, 2010

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

Net change in fund balance - total governmental funds	\$ 19,966,090
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year	3,602,694
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 government funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.	(\$543)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Bond issuance proceeds	(22,000,000)
Bond issuance costs	147,614
Bond Premium Proceeds	(155,734)
Expenses in the statement of activities which do not require use of current financial resources	
Increase in Compensated Absences	(5,491)
Bond issuance cost amortization	(5,365)
Change in Net Assets	\$ <u><u>1,549,265</u></u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
COMBINED STATEMENT OF REVENUE AND EXPENDITURES--BUDGET
(NON-GAAP) AND ACTUAL-GENERAL FUND
Year Ended June 30, 2010

	General Fund			VARIANCE Favorable (Unfavorable)
	ORIGINAL BUDGET	BUDGET	ACTUAL	
REVENUE				
Residential/Non-Residential Taxes	\$ 350,243	\$ 350,243	\$ 328,709	\$ (21,534)
Rent and Leases	6,500	6,500	8,600	2,100
Fees-Users	-	-	14,621	14,621
Interest Income	2,000	2,000	388	(1,612)
State Equalization	4,015,828	3,839,842	3,868,219	28,377
State Flow Through Grants	203,586	230,272	227,490	(2,782)
Access Board	-	-	897	897
TOTAL REVENUE	<u>4,578,157</u>	<u>4,428,857</u>	<u>\$ 4,448,924</u>	<u>\$ 20,067</u>
Cash Balance Budgeted	<u>392,689</u>	<u>392,689</u>		
TOTAL REVENUE & CASH	<u>\$ 4,970,846</u>	<u>\$ 4,821,546</u>		
EXPENDITURES				
Current				
Instruction	\$ 2,838,742	\$ 2,772,709	\$ 2,579,363	\$ 193,346
Support Services				
Support Services-Students	314,614	294,614	265,303	29,311
Support Services-Instruction	101,221	95,721	74,088	21,633
Support Services-General Administration	250,280	237,280	153,428	83,852
Support Services-School Administration	276,890	263,890	224,679	39,211
Central Services	216,810	190,310	156,901	33,409
Operation & Maintenance of Plant	904,060	874,060	720,278	153,782
Student Transportation	178,545	203,279	166,032	37,247
Other Support Services	23,181	23,181	-	23,181
Acquisition & Construction	27,780	27,780	4,751	23,029
TOTAL EXPENDITURES	<u>\$ 5,132,123</u>	<u>\$ 4,982,824</u>	<u>\$ 4,344,823</u>	<u>\$ 638,001</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 4,448,924
Differences-Budget to GAAP	
Property tax Receivable	19,998
Prior Year Tax Receivables	(30,130)
Total Revenues (GAAP Basis)	<u>\$ 4,438,792</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 4,344,823
Differences-budget to GAAP	
Prior Year Interest Payable	-
Total Expenditures (GAAP Basis)	<u>\$ 4,344,823</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 1,407,581	\$ 1,407,581	\$ 1,321,904	\$ (85,677)
Interest Income	-	-	6,266	6,266
State Flow Through Grants	13,132	26,871	13,132	(13,739)
Refunds	-	-	214	214
TOTAL REVENUE	<u>1,420,713</u>	<u>1,434,452</u>	<u>\$ 1,341,516</u>	<u>\$ (92,936)</u>
Cash Balance Budgeted	<u>2,601,374</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 4,022,087</u>	<u>\$ 1,434,452</u>		
EXPENDITURES				
Current				
Support Services-General Administration	\$ 3,000	\$ 3,000	\$ 1,822	\$ 1,178
Acquisition & Construction	4,019,087	4,032,826	903,421	3,129,405
TOTAL EXPENDITURES	<u>\$ 4,022,087</u>	<u>\$ 4,035,826</u>	<u>\$ 905,243</u>	<u>\$ 3,130,583</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 1,341,516
Differences-Budget to GAAP	
Property tax Receivable	-
Prior Year Tax Receivables	-
Current Year Receivable	
Prior Year Receivable	
Current Year Deferral	
Prior Year Deferral	
Total Revenues (GAAP Basis)	<u>\$ 1,341,516</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 905,243
Differences-budget to GAAP	
Prior Year Payable	-
Amortization	
Issuance Cost	
Current Year Accounts Payable	-
Inventory Adjustment	
Total Expenditures (GAAP Basis)	<u>\$ 905,243</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2010

ASSETS

Pooled Cash	\$ <u>154,639</u>
-------------	-------------------

LIABILITIES AND FUND BALANCE

Liabilities:

Deposits Held for Students	\$ 154,639
Total Liabilities	\$ <u>154,639</u>

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

NOTES TO FINANCIAL STATEMENTS

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

There were no component units.

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

B. Government-wide and fund financial statements

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

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

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

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

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

Property taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash. Grant revenues and deferrals are recognized in accordance with GASB 33.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

I. Summary of Significant Accounting Policies (continued)

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

The District reports the following major governmental funds:

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

BOND BUILDING (Capital Projects) – To account for the costs of capital improvements, such as erecting, remodeling, making additions to, providing equipment for and furnishing school buildings, purchasing and improving school grounds funded from the sale of General Obligation Bonds.

SB-9 (Special Revenue Fund) - To account for 2.0 mill levy restricted by board resolution for erecting, remodeling, making additions to, providing equipment for, and furnishing school buildings, improving school grounds and maintenance of school buildings and grounds, exclusive of salary expense of employees. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10.

HB-33 (Capital Projects) – This fund is used to account for funds received from a 2 mill levy, restricted for erecting, remodeling, making additions to, providing equipment for, and furnishing school buildings, improving school grounds and maintenance of school buildings and grounds, exclusive of salary expenses. Authority for this fund is Section 22-26-1, NMSA 1978.

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

The District also reports the following nonmajor governmental funds:

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

Capital Projects Funds – These funds are used to account for the acquisition and construction of all major governmental general fixed assets.

Similar to private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The government has elected not to follow subsequent private-sector guidance. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

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

D. Assets, liabilities, and net assets or equity

1. Deposits and investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

I. Summary of Significant Accounting Policies (continued)

D. Assets, liabilities, and net assets or equity (continued)

1. Deposits and investments (continued)

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

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

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

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

Investments for the District are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

2. Receivables and payables

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

The School District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. The assessed valuation for the 2010 fiscal year was \$501,812,234. Mill levy rates are set by the State of New Mexico each year for the General Fund, SB – 9, HB-33 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

3. Inventories

The food inventories are valued at cost using the first-in/first-out (FIFO) method. USDA Commodities are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. Capital assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an initial useful life extending beyond a single reporting period. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

I. Summary of Significant Accounting Policies (continued)

D. Assets, liabilities, and net assets or equity (continued)

4. Capital assets (continued)

The District is including qualifying Software and Library Books in capital assets.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	25 to 50
Equipment	5 to 10

5. Compensated absences

It is the School District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Upon termination, resignation, retirement, or death, a twelve-month employee is entitled to be paid for their accrued unused annual leave up to 20 hours. During the fiscal year ended June 30, 2010, the annual leave liability increased \$5,491 to \$31,888.

6. Fund equity

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

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets consist of capital assets, net of accumulated depreciation. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws or regulations of other governments. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

7. Comparative data/reclassifications

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

8. Indirect Costs

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

9. Salaries and Wages

The School District pays all salaries and wages due teachers on or before June 30th of each year.

10. Estimates

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS

June 30, 2010

I. Summary of Significant Accounting Policies (continued)

D. Assets, liabilities, and net assets or equity (continued)

11. Revenues

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$3,868,219 in state equalization guarantee distributions during the year ended June 30, 2010.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to and from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$203,279 in transportation distributions during the year ended June 30, 2010.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances - total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$3,602,694 difference are as follows:

Capital Outlay	\$ 3,905,506
Depreciation expense	<u>(302,812)</u>
Net adjustment to increase net changes in fund balances – total government funds to arrive at changes in net assets of governmental activities	\$ <u>3,602,694</u>

III. Stewardship, compliance, and accountability

A. Budgetary information

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS

June 30, 2010

III. Stewardship, compliance, and accountability (continued)

A. Budgetary information (continued)

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

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

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

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

- In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
- In May or June, the budget is approved by the Board of Education
- The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
- The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, the school board and the State of New Mexico Department of Education must approve any revisions that alter the total expenditures of any fund.
- Budgets for the General, Special Revenue, and Capital Projects, are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.
- The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2010 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 5,132,123	\$ 4,982,824
Special Revenue Fund	5,194,762	5,601,031
Debt Service Fund	-	210,425
Capital Projects Fund	11,227,866	11,452,286
Totals	<u>\$ 21,554,751</u>	<u>\$ 22,246,566</u>

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

III. Stewardship, compliance, and accountability (continued)

B. Deficit fund equity

There were no deficit fund balances at June 30, 2010.

IV. Detailed notes on all funds

A. Cash and temporary investments

At June 30, 2010, the carrying amount of the District's deposits was \$28,596,277 and the bank balance was \$29,270,385. Of this balance \$500,000 was covered by federal depository insurance and \$26,762,755 was covered by collateral held in joint safekeeping by a third party in the entity's name.

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution.

The collateral pledged is shown as listed in the table of contents of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

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

Investments held by the New Mexico State Treasurer are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. The State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10.1 A and E, NMSA 1978. The pool does not have unit shares. Per Sections 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary.

For the year ended June 30, 2010, the investments held in the LGIP had an interest risk (WAM) of 56 days and a Standard and Poor's Rating of AAAm.

B. Custodial Credit Risk - Deposits

The State Treasurer monitors pledged collateral related to most state agency bank accounts. Pledged collateral information specific to the District is not available because the bank co-mingles pledged collateral for all state funds it holds.

Custodial risk is the risk that in the event of 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 June 30, 2010, \$2,007,574 of the government's deposits totaling \$29,270,385 was exposed to custodial credit risk.

Uninsured and Uncollateralized	<u>\$2,007,574</u>
--------------------------------	--------------------

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS

June 30, 2010

IV. Detailed notes on all funds (continued)

C. Due To and From Other Funds

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

Interfund Payables:

Due to Operational Fund	
Title I	\$ 40,870
Entitlement	15,028
21 st Century Community	22,394
Title I IASA	3,883
Entitlement Federal Stimulus	8,652
Libraries SB 301	185
Total due to Operational Fund	<u>\$ 91,012</u>

The balance of \$91,012 resulted from loans made to establish working capital for the individual funds. All loans are considered to be repaid within one year.

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

	<u>Unavailable</u>
Grant draw downs prior to meeting	
All eligibility requirements	\$ 16,888
Delinquent Property Taxes	6,139
Total deferred/unearned revenue	
For governmental funds	<u>\$ 23,027</u>

D. Receivables

Due from other governments:	
Senate Bill 9	\$ 13,739
Title I	40,870
Entitlement	15,028
21 st Century Community	22,394
Title I IASA	3,883
Entitlement Federal Stimulus	8,652
Libraries SB 301 GO Bonds	185
Total due from other governments	<u>\$ 104,751</u>

Due from local taxes

General	\$ 19,998
Senate Bill Nine	80,903
HB-33	80,903
Debt Service	9,868
Total Property Tax Receivable	<u>\$ 191,672</u>

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

IV. Detailed notes on all funds (continued)

E. Capital Assets

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

EUNICE PUBLIC SCHOOLS

	Audited Balance <u>6/30/2009</u>	Prior year <u>adjustments</u>	<u>Additions</u>	<u>Retirements</u>	Ending Balance <u>6/30/2010</u>
Governmental Activities					
Capital Assets, not being depreciated:					
Land	1,670,096	-	24,300	-	1,694,396
Construction in Progress	-	-	3,098,384	-	3,098,384
Total Capital Assets, not being depreciated	1,670,096	-	3,122,684	-	4,792,780
Capital Assets, being depreciated:					
Buildings & Improvements	25,240,988	(7,414)	399,927	29,999	25,603,502
Equipment	1,456,705	24,900	382,895	22,311	1,842,189
Total Capital Assets being depreciated	26,697,693	17,486	782,822	52,310	27,445,691
Less accumulated depreciation for:					
Buildings and Improvements	21,794,928	(262)	176,997	29,999	21,941,664
Equipment	750,638	5,161	125,815	22,311	859,303
Total accumulated depreciation	22,545,566	4,899	302,812	52,310	22,800,967
Total Capital Assets, being depreciated, net	4,152,127	12,587	480,010	-	4,644,724
Governmental activities capital assets, net	<u>5,822,223</u>	<u>12,587</u>	<u>3,602,694</u>	-	<u>9,437,504</u>

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

The adjustments to the capital assets are the result of corrections made in the prior year balances. The corrections include a reclass of \$7,126 from equipment to buildings and improvements, \$32,026 of equipment excluded in the prior year's inventory, \$27,564 in roofing recorded twice, and \$13,024 in improvements excluded in the prior year's inventory. These adjustments also resulted in the restatement of net assets as discussed on page 23.

Depreciation expense was not charged to function/programs of the School District because the detail information was not available.

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS

June 30, 2010

IV. Detailed notes on all funds (continued)

F. Long-Term Debt

General Obligation Bonds

Series	Original Amount	Interest Rate	Balance 6/30/2009	Additions	Retirements	Balance 6/30/2010	Amount Due in One Year
2009	\$ 6,000,000	3.0%-4.0%	\$ 0	\$ 6,000,000	0	\$ 6,000,000	\$ 0
2010	16,000,000	2.0%-4.0%	0	16,000,000	0	16,000,000	1,250,000
Total	\$ 22,000,000		\$ 0	\$ 22,000,000	0	\$ 22,000,000	\$ 1,250,000

Fiscal Year	Principal	Interest	Total
2011	\$ 1,250,000	\$ 793,762	\$ 2,043,762
2012	1,695,000	656,875	2,351,875
2013	1,710,000	618,300	2,328,300
2014	1,730,000	566,700	2,296,700
2015	1,750,000	514,500	2,264,500
2016-2018	13,865,000	1,677,338	15,542,338
	\$ 22,000,000	\$ 4,827,475	\$ 26,827,475

Legal Debt Margin

The legal debt margin is specified by Article IX Section 11 of the Constitution of the State of New Mexico as not greater than 6% of the assessed value of the taxable property within the School District. Based on these criteria, the maximum general obligation debt permissible is \$30,108,734 including \$22,000,000 debt outstanding based on the 2010 valuation.

The District's 12-month employees are allowed to accrue unused annual leave and are paid up to 20 hours of accrued annual upon their separation from the district. Activity for the fiscal year ended June 30, 2010 was as follows:

Beginning Balance	Increases	Decreases	Ending Balance	Amount Due in one year
\$26,398	\$29,589	(\$24,099)	\$31,888	\$31,888

In past periods, payment of accrued annual leave has been made from the General Fund.

V. Other information

A. Risk Management

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS

June 30, 2010

V. Other information (continued)

B. Contingent liabilities

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

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

C. Employee retirement plan

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

Funding Policy. Effective July 1, 2009, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The (name of employer) was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The employer contribution is increasing by .75% each year until effective July 1, 2011, the employer contribution will be 13.9% of the gross covered salary. The contribution requirements of plan members and the Cooperative are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The (name of employer)'s contributions to ERB for the fiscal years ending June 30, 2010, 2009, and 2008, were \$367,723, \$371,056, and \$353,101, respectively, which equal the amount of the required contributions for each fiscal year.

D. Post-retirement health care benefits

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

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which 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.

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS

June 30, 2010

V. Other information (continued)

D. Post-retirement health care benefits (continued)

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee was required to contribute .65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

Fiscal Year Employer Contribution Rate Employee Contribution Rate

FY11	1.666%	.833%
FY12	1.834%	.917%
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/98 are 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 (Name of Agency)'s contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$42,752, \$41,402 and \$43,579, respectively, which equal the required contributions for each year.

E. Restatement of Net Assets

Net assets were restated in the amount of \$12,587 to reflect the adjustments made to the prior year's balances in capital assets. Net assets were also restated by prior year receivable recognized as rent revenue in the prior year.

Net Assets at June 30, 2009	\$	14,112,788
Restatement:		
Prior year receivable		(4,500)
Restatement of capital assets		<u>12,587</u>
Restated Net Assets June 30, 2009	\$	<u><u>14,120,875</u></u>

F. Restatement of Fund Balance

Fund Balance at June 30, 2009	\$	8,310,282
Restatement:		
Prior year receivable collected and recognized in prior year.		<u>(4,500)</u>
Restated Fund Balance at June 30, 2009	\$	<u><u>8,305,782</u></u>

NON-MAJOR FUNDS

CAPITAL PROJECTS FUNDS

PUBLIC SCHOOL CAPITAL OUTLAY 20% — To account for monies that are restricted out of Impact Aid, Forest Reserve, and Local taxes for capital improvements in public schools. Authority for the creation of this fund is Section 22-8-5 NMSA 1978.

SPECIAL CAPITAL OUTLAY STATE – To account funds restricted for the financing and construction of school improvements funded from a special legislative appropriation from the State of New Mexico.

PUBLIC SCHOOL CAPITAL OUTLAY – To account for financing and construction of school improvements fund from appropriations.

NON-MAJOR SPECIAL REVENUE FUNDS

FOOD SERVICES – to account for financing for school hot lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, New Mexico Statutes Annotated, State Law 22-13-13.

ATHLETICS – to account for revenues received from non-instructional activities for use in the district's athletic and other non-instructional programs. Required by the New Mexico State Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund. Authority for this fund is the New Mexico Administrative Code 6.20.2.

TITLE I – The Title I project provides remedial instruction in language arts for educationally deprived students in low-income areas. The Federal Government through the New Mexico State Department of Education under the Elementary funds the project and Secondary Education Act of 1965, Title I, Chapter I, part A, 20 U.S.C. 2701 et seq. Reported as a special revenue fund.

IDEA B – ENTITLEMENT – P.L. 94-142, Individuals with Disabilities Education Act – To account for a federal grant restricted to the operation and maintenance of meeting the special education need of children with disabilities. Authority for the creation of this fund is Individuals with Disabilities Act, Part B, Sec. 611, as amended; Public Laws 91-230,93-380,94-142,98-199,99-457,100-630 and 101-476; 20 U.S.C. 1401-1419, Public Law 105-17.

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

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

CLASS SIZE REDUCTION ACT – to account for funds distributed for the purpose of helping schools improve student achievement by reducing class size through the hiring of fully qualified teachers to ensure class size is decreased to no more than 18 students per class. Authority for the creation of this program is Section 310 of the Department of Education Appropriations Act 2000 as enacted by Section 1000 (a)(4) of Division B of P.L. 106-113, Public Law 106-554.

ENGLISH LANGUAGE ACQUISITION – To ensure that limited English proficient children and youth, including immigrant children and youth, attain English proficiency and meet the same challenging State academic content and student academic achievement standards as all children and youth are expected to meet. The authority for the creation of this fund is the Elementary and Secondary Education Act, as amended, Title 111, Part A, Sections 3101, 3129.

TEACHER/PRINCIPAL TRAINING – To provide grants to State Education Agencies 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. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965 as amended, Title I, Part A, Public Law 107-110.

NON-MAJOR SPECIAL REVENUE FUNDS (continued)

21st CENTURY COMMUNITY LIVING CENTERS – To create community learning centers that provide academic enrichment opportunities for children, particularly students who attend high-poverty and low-performing schools, Authority for this fund is the Elementary and Secondary Education Act of 1965, as amended, Title IV, Part B.

READING FIRST – To account for the federal grant assistance to provide support for high quality, scientifically based classroom reading instruction from kindergarten through grade three. Authority for this fund comes from the No Child Left Behind Act.

TITLE I IASA FEDERAL STIMULUS – Additional funding provided by federal stimulus funds under the American Recovery and Reinvestment Act to supplement the District's Title I funds.

IDEA-B ENTITLEMENT FEDERAL STIMULUS – Additional funding provided by the federal stimulus funds under the American Recovery and Reinvestment Act to supplement the District's IDEA-B programs.

JTPA — To Account for funds provided by the New Mexico Department of Labor. The objective of the program is to provide individualized remedial instruction in math; reading and writing for each participant based on assessed needs and is restricted to expenditure by the applicant.

Federal SEG Stimulus – Fund was created to account for the allocation received by the District from the American Recovery and Reinvestment Act.

MICROSOFT SETTLEMENT – Funding for this fund is provided by the antitrust settlement between the State of New Mexico and Microsoft Corporation. The purpose of this program is to help New Mexico school districts to purchase a wide variety of computer hardware, software, and professional development services.

2009 DUAL CREDIT INSTRUCTIONAL MATERIALS – to fund all public, charter, and state supported schools for dual credit course materials approved by the Higher Education Department and through a college/university which has an approved agreement with the school. Funding and authority provided by House Bill 2, 2009 page 226 lines 12-19.

2008 GO BOND TECHNOLOGY FOR EDUCATION – to account for the funds provided to purchase technology equipment through state general obligation bonds.

TECHNOLOGY FOR EDUCATION -- To account for distributions received from the Educational Technology fund for the expansion and improvement of technology in education. These funds are restricted to expenditure by New Mexico Statutes and the schools approved long-term technology plan. Authority for the creation of this fund is NMSA 22-15A-1 to 22-15A-10.

INCENTIVES FOR SCHOOL IMPROVEMENT — To account for monies received to be used as determined by the school principal and teachers in cooperation with other school employees and the community. It shall not be used for salaries, salary increases or bonuses. Financing and authority is provided by NMSA 22-13A-5.

PRE K INITIATIVE (Special Revenue Fund) — To account for state program used to provide center-based education services to four-year-olds within the district. This state fund initiative was established in 2005.

BEGINNING TEACHER MENTORING PROGRAM — To account for funds used to pay stipends to teachers as mentors and to hire new teachers. This fund was created by the authority of the State Legislature.

Breakfast of Elementary Students – To account for funds used to provide elementary students with breakfast in the classroom. Creation authorized by the Child Nutrition Act of the United States Department of Agriculture.

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

STATE DIRECTED ACTIVITIES – The purpose of this fund is used to account for a program funded by a State grant to assist the REC 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, 936-380 ,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.

LIBRARY FUND – To account for monies received to be used for the purchase of school library books. Financing and authority is provided by the New Mexico State Legislature, 2008 Senate Bill 471.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING BALANCE SHEET--CAPITAL PROJECT FUNDS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	CAPITAL OUTLAY 20%	SPECIAL CAPITAL OUTLAY STATE	PUBLIC SCHOOL CAPITAL OUTLAY	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS						
Cash on Deposit	\$ -	\$ -	\$ -	\$ -	\$ 150,768	\$ 150,768
Due from Other Governments	-	-	-	-	91,012	91,012
Due from other Funds	-	-	-	-	-	-
Inventory	-	-	-	-	4,491	4,491
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ -	\$ 246,271	\$ 246,271
LIABILITIES AND FUND BALANCE						
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ 91,012	\$ 91,012
Accounts Payable	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	16,888	16,888
TOTAL LIABILITIES	-	-	-	-	107,900	107,900
FUND BALANCE						
Reserved for Inventory	-	-	-	-	4,491	4,491
Reserved for capital projects	-	-	-	-	-	-
Unreserved-Designated for Subsequent Years Expenditures	-	-	-	-	133,880	133,880
TOTAL FUND BALANCE	-	-	-	-	138,371	138,371
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ -	\$ -	\$ -	\$ 246,271	\$ 246,271

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE --CAPITAL PROJECT FUNDS
NONMAJOR GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2010

	CAPITAL OUTLAY 20%	SPECIAL CAPITAL OUTLAY STATE	PUBLIC SCHOOL CAPITAL OUTLAY	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUE						
Fees Activities	\$ -	\$ -	\$ -	\$ -	\$ 42,302	\$ 42,302
Fees-Users	-	-	-	-	69,888	69,888
Interest Income	-	-	-	-	21	21
State Programs	-	18,551	613	19,164	143,963	163,127
Federal Program	-	-	-	-	736,820	736,820
TOTAL REVENUES	-	18,551	613	19,164	992,994	1,012,158
EXPENDITURES						
Current						
Instruction	-	-	-	-	561,663	561,663
Support Services-Students	-	-	-	-	28,701	28,701
Support Services-Instruction	-	-	-	-	11,528	11,528
Support Services-School Administration	-	-	-	-	33,838	33,838
Central Services	-	-	-	-	14,824	14,824
Operation & Maintenance of Plant	-	-	-	-	32,553	32,553
Food Services-Operations	-	-	-	-	288,770	288,770
Community Services-operations	-	-	-	-	-	-
Acquisition & Construction	190,318	18,551	613	209,482	-	209,482
TOTAL EXPENDITURES	190,318	18,551	613	209,482	971,877	1,181,359
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (190,318)	\$ -	\$ -	\$ (190,318)	\$ 21,117	\$ (169,201)
OTHER FINANCING SOURCES (USES)						
Transfers In (Out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-
Net Change in Fund Balance	\$ (190,318)	\$ -	\$ -	\$ (190,318)	\$ 21,117	\$ (169,201)
FUND BALANCE						
June 30, 2009	190,318	-	-	190,318	117,254	307,572
Restatement	-	-	-	-	-	-
FUND BALANCE June 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ 138,371	\$ 138,371

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 JUNE 30, 2010

	<u>CAFETERIA</u>	<u>ATHLETICS</u>	<u>TITLE I</u>	<u>ENTITLEMENT</u>
ASSETS				
Cash	\$ 85,751	\$ 32,119	\$ -	\$ -
Due from Other Funds			-	
Due from Other Governments	-	-	40,870	15,028
Inventory	<u>4,491</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 90,242</u>	<u>\$ 32,119</u>	<u>\$ 40,870</u>	<u>15,028</u>
LIABILITIES AND FUND BALANCE				
Due to other Funds	\$ -	\$ -	\$ 40,870	\$ 15,028
Accounts Payable	-		-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>40,870</u>	<u>15,028</u>
FUND BALANCE				
Reserved for Inventory	4,491	-	-	-
Unreserved-Designated for Subsequent Years Expenditures	-	-	-	-
	<u>85,751</u>	<u>32,119</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCE	<u>90,242</u>	<u>32,119</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 90,242</u>	<u>\$ 32,119</u>	<u>\$ 40,870</u>	<u>\$ 15,028</u>

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

<u>21ST CENTURY COMMUNITY</u>	<u>PRESCHOOL</u>	<u>CLASS SIZE REDUCTION</u>	<u>ENGLISH LANGUAGE ACQUISITION</u>	<u>TEACHER PRINCIPAL TRAINING</u>	<u>21ST CENTURY LIVING CENTERS</u>
\$ -	\$ 2	\$ 170	\$ -	\$ -	\$ -
22,394	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 22,394</u>	<u>\$ 2</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 22,394	\$ -	\$ -	\$ -	\$ -	\$ -
-	2	170	-	-	-
<u>-</u>	<u>2</u>	<u>170</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>22,394</u>	<u>2</u>	<u>170</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 22,394</u>	<u>\$ 2</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 JUNE 30, 2010

	READING FIRST	TITLE I IASA FEDERAL STIMULUS	ENTITLEMENT FEDERAL STIMULUS	JTPA
ASSETS				
Cash	\$ 5,270	\$ -	\$ -	\$ 68
Due from Other Funds				
Due from Other Governments	-	3,883	8,652	-
Inventory	-	-	-	-
TOTAL ASSETS	\$ 5,270	\$ -	\$ -	\$ 68
LIABILITIES AND FUND BALANCE				
Due to other Funds	\$ -	\$ 3,883	\$ 8,652	\$ -
Accounts Payable	-	-	-	-
Deferred Revenue	5,270	-	-	68
TOTAL LIABILITIES	5,270	-	-	68
FUND BALANCE				
Reserved for Inventory	-	-	-	-
Unreserved-Designated for Subsequent Years Expenditures	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 5,270	\$ -	\$ -	\$ 68

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

<u>SEG- FEDERAL STIMULUS</u>	<u>MICROSOFT SETTLEMENT</u>	<u>2009 DUAL CREDIT INSTRUCTIONAL MATERIALS</u>	<u>2008 GO BOND TECHNOLOGY FOR EDUCATION</u>	<u>TECHNOLOGY FOR EDUCATION</u>	<u>INCENTIVES FOR SCHOOL IMPROVEMENT</u>
\$ 10,448	\$ 16,010	\$ -	\$ -	\$ 501	\$ 196
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 10,448</u>	<u>\$ 16,010</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 501</u>	<u>\$ 196</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
10,448	-	-	-	501	196
<u>10,448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>501</u>	<u>196</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	16,010	-	-	-	-
<u>-</u>	<u>16,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 10,448</u>	<u>\$ 16,010</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 501</u>	<u>\$ 196</u>

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

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 JUNE 30, 2010

	PRE K INITIATIVE	BEGINNING TEACHER MENTORING	BREAKFAST FOR ELEMENTARY	LIBRARIES SB 301 GO BONDS
ASSETS				
Cash	\$ -	\$ 224	\$ 1	\$ -
Due from Other Funds	-	-	-	185
Due from Other Governments	-	-	-	-
Inventory	-	-	-	-
TOTAL ASSETS	\$ -	\$ 224	\$ 1	\$ 185
LIABILITIES AND FUND BALANCE				
Due to other Funds	\$ -	\$ -	\$ -	\$ 185
Accounts Payable	-	-	-	-
Deferred Revenue	-	224	1	-
TOTAL LIABILITIES	-	224	1	185
FUND BALANCE				
Reserved for Inventory	-	-	-	-
Unreserved-Designated for Subsequent Years Expenditures	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 224	\$ 1	\$ 185

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

STATE DIRECTED ACTIVITIES	2008 LIBRARY BONDS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
\$ -	\$ 8	\$ 150,768
-	-	-
-	-	91,012
<u>-</u>	<u>-</u>	<u>4,491</u>
<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 246,271</u>
\$ -	\$ -	\$ 91,012
-	-	-
-	8	16,888
<u>-</u>	<u>8</u>	<u>107,900</u>
-	-	4,491
-	-	-
<u>-</u>	<u>-</u>	<u>133,880</u>
<u>-</u>	<u>-</u>	<u>138,371</u>
<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 246,271</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010

	<u>CAFETERIA</u>	<u>ATHLETICS</u>	<u>TITLE I</u>	<u>ENTITLEMENT</u>
REVENUE				
Fees Activities	\$ -	\$ 42,302	\$ -	\$ -
Fees-Users	69,888	-	-	-
Interest Income	21	-	-	-
State Programs	-	-	-	-
Federal Program	219,257	-	111,930	110,378
TOTAL REVENUES	<u>289,166</u>	<u>42,302</u>	<u>111,930</u>	<u>110,378</u>
EXPENDITURES				
Current				
Instruction	-	52,817	103,560	56,808
Support Services-Students	-	-	-	28,701
Support Services-Instruction	-	-	-	-
Support Services-School Administration	-	-	8,370	24,869
Central Services				
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services-Operations	273,544	-	-	-
Community Services-operations	-	-	-	-
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	<u>273,544</u>	<u>52,817</u>	<u>111,930</u>	<u>110,378</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,622	(10,515)	-	-
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN/ TRANSFERS OUT	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	15,622	(10,515)	-	-
FUND BALANCE				
June 30, 2009	<u>74,620</u>	<u>42,634</u>	<u>-</u>	<u>-</u>
FUND BALANCE				
June 30, 2010	<u>\$ 90,242</u>	<u>\$ 32,119</u>	<u>\$ -</u>	<u>\$ -</u>

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

21ST CENTURY COMMUNITY	PRESCHOOL	CLASS SIZE REDUCTION	ENGLISH LANGUAGE ACQUISITION	TEACHER PRINCIPAL TRAINING	21ST CENTURY LIVING CENTERS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
86,830	-	-	497	13,327	1,086
<u>86,830</u>	<u>-</u>	<u>-</u>	<u>497</u>	<u>13,327</u>	<u>1,086</u>
86,231	-	-	497	13,327	1,086
-	-	-	-	-	-
-	-	-	-	-	-
599	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>86,830</u>	<u>-</u>	<u>-</u>	<u>497</u>	<u>13,327</u>	<u>1,086</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010

	READING FIRST	TITLE I IASA FEDERAL STIMULUS	ENTITLEMENT FEDERAL STIMULUS	JTPA
REVENUE				
Fees Activities	\$ -	\$ -	\$ -	\$ -
Fees-Users	-	-	-	-
Interest Income	-	-	-	-
State Programs	-	-	-	-
Federal Program	-	49,411	51,903	-
TOTAL REVENUES	-	49,411	51,903	-
EXPENDITURES				
Current				
Instruction	-	49,411	51,903	-
Support Services-Students	-	-	-	-
Support Services-Instruction	-	-	-	-
Support Services-School Administration	-	-	-	-
Central Services				
Operation & Maintenance of Plant	-	-	-	-
Student Transportation				
Other Support Services	-	-	-	-
Food Services-Operations	-	-	-	-
Community Services-operations	-	-	-	-
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	-	49,411	51,903	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN/ TRANSFERS OUT	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change In Fund Balance	-	-	-	-
FUND BALANCE				
June 30, 2009	-	-	-	-
FUND BALANCE				
June 30, 2010	\$ -	\$ -	\$ -	\$ -

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

<u>SEG- FEDERAL STIMULUS</u>	<u>MICROSOFT SETTLEMENT</u>	<u>2009 DUAL CREDIT INSTRUCTIONAL MATERIALS</u>	<u>2008 GO BOND TECHNOLOGY FOR EDUCATION</u>	<u>TECHNOLOGY FOR EDUCATION</u>	<u>INCENTIVES FOR SCHOOL IMPROVEMENT</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	22,747	3,811	5,971	3,709	-
<u>92,201</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>92,201</u>	<u>22,747</u>	<u>3,811</u>	<u>5,971</u>	<u>3,709</u>	<u>-</u>
44,824	6,737	3,811	-	-	-
-	-	-	-	-	-
-	-	-	5,971	3,709	-
-	-	-	-	-	-
14,824	-	-	-	-	-
32,553	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>92,201</u>	<u>6,737</u>	<u>3,811</u>	<u>5,971</u>	<u>3,709</u>	<u>-</u>
-	16,010	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	16,010	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 16,010</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010

	PRE K INITIATIVE	BEGINNING TEACHER MENTORING	BREAKFAST FOR ELEMENTARY	LIBRARIES SB 301 GO BONDS
REVENUE				
Fees Activities	\$ -	\$ -	\$ -	\$ -
Fees-Users	-	-	-	-
Interest Income	-	-	-	-
State Programs	55,102	5,529	15,226	65
Federal Program	-	-	-	-
TOTAL REVENUES	<u>55,102</u>	<u>5,529</u>	<u>15,226</u>	<u>65</u>
EXPENDITURES				
Current				
Instruction	55,102	5,529	-	-
Support Services-Students	-	-	-	-
Support Services-Instruction	-	-	-	65
Support Services-School Administration	-	-	-	-
Central Services				
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services-Operations	-	-	15,226	-
Community Services-operations	-	-	-	-
Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	<u>55,102</u>	<u>5,529</u>	<u>15,226</u>	<u>65</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN/ TRANSFERS OUT	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	-	-	-	-
FUND BALANCE				
June 30, 2009	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE				
June 30, 2010	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE DIRECTED ACTIVITIES	2008 LIBRARY BONDS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
\$ -	\$ -	\$ 42,302
-	-	69,888
-	-	21
30,020	1,783	143,963
-	-	736,820
<u>30,020</u>	<u>1,783</u>	<u>992,994</u>
30,020	-	561,663
-	-	28,701
-	1,783	11,528
-	-	33,838
-	-	14,824
-	-	32,553
-	-	-
-	-	-
-	-	288,770
-	-	-
-	-	-
<u>30,020</u>	<u>1,783</u>	<u>971,877</u>
-	-	21,117
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>21,117</u>
-	-	21,117
<u>-</u>	<u>-</u>	<u>117,254</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 138,371</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--CAPITAL PROJECTS FUND--PUBLIC SCHOOL CAPITAL OUTLAY 20%

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
TOTAL REVENUE	-	-	\$ -	\$ -
Cash Balance Budgeted	189,280	190,318		
TOTAL REVENUE & CASH	\$ 189,280	\$ 190,318		
EXPENDITURES				
Current				
Acquisition & Construction	\$ -	\$ 190,318	\$ 190,318	\$ -
TOTAL EXPENDITURES	\$ -	\$ 190,318	\$ 190,318	\$ -

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	\$ -

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 190,318
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 190,318

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 33,489	\$ 18,551	\$ (14,938)
TOTAL REVENUE	<u>-</u>	<u>33,489</u>	<u>18,551</u>	<u>(14,938)</u>
Cash Balance Budgeted	<u>35</u>	<u>35</u>		
TOTAL REVENUE & CASH	<u>\$ 35</u>	<u>\$ 33,524</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ 35	\$ 33,524	\$ 18,551	\$ 14,973
TOTAL EXPENDITURES	<u>35</u>	<u>33,524</u>	<u>18,551</u>	<u>14,973</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 18,551
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 18,551</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 18,551
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 18,551</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 613	\$ 613	\$ -
TOTAL REVENUE	<u>-</u>	<u>613</u>	<u>613</u>	<u>-</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 613</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ -	\$ 613	\$ 613	\$ -
TOTAL EXPENDITURES	<u>-</u>	<u>613</u>	<u>613</u>	<u>-</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 613
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 613</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 613
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 613</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Fees-Users	\$ 104,084	\$ 104,084	\$ 69,889	\$ (34,195)
Interest Income	15	15	21	6
Federal Revenue	245,901	245,901	204,456	(41,445)
TOTAL REVENUE	<u>350,000</u>	<u>350,000</u>	<u>\$ 274,366</u>	<u>\$ (75,634)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 350,000</u>	<u>\$ 350,000</u>		
EXPENDITURES				
Current				
Food Services-Operations	\$ 350,000	\$ 350,000	\$ 262,422	\$ 87,578
TOTAL EXPENDITURES	<u>\$ 350,000</u>	<u>\$ 350,000</u>	<u>\$ 262,422</u>	<u>\$ 87,578</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 274,366
Differences-Budget to GAAP	
Commodities Received	14,800
Total Revenues (GAAP Basis)	<u>\$ 289,166</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 262,422
Differences-budget to GAAP	
Inventory Adjustment	11,122
Total Expenditures (GAAP Basis)	<u>\$ 273,544</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Fees Activities	\$ 30,000	\$ 30,000	\$ 42,302	\$ 12,302
Donations	-	-	-	-
TOTAL REVENUE	<u>30,000</u>	<u>30,000</u>	<u>\$ 42,302</u>	<u>\$ 12,302</u>
 Cash Balance Budgeted	 <u>36,000</u>	 <u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 66,000</u>	<u>\$ 30,000</u>		
EXPENDITURES				
Current				
Instruction	\$ 66,000	\$ 66,000	\$ 52,817	\$ 13,183
TOTAL EXPENDITURES	<u>\$ 66,000</u>	<u>\$ 66,000</u>	<u>\$ 52,817</u>	<u>\$ 13,183</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 42,302
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 42,302</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 52,817
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 52,817</u>

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 108,963	\$ 119,690	\$ 71,394	\$ (48,296)
TOTAL REVENUE	<u>108,963</u>	<u>119,690</u>	<u>71,394</u>	<u>(48,296)</u>
 Cash Balance Budgeted	 -	 -		
TOTAL REVENUE & CASH	<u>\$ 108,963</u>	<u>\$ 119,690</u>		
EXPENDITURES				
Current				
Instruction	\$ 95,825	\$ 106,552	\$ 103,560	\$ 2,992
Support Services-School Administration	13,138	13,138	8,370	4,768
TOTAL EXPENDITURES	<u>\$ 108,963</u>	<u>\$ 119,690</u>	<u>\$ 111,930</u>	<u>\$ 7,760</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 71,394
Differences-Budget to GAAP	
Current Year Receivable	40,870
Prior Year Receivable	(334)
Total Revenues (GAAP Basis)	<u>\$ 111,930</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 111,930
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 111,930</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Program	\$ 147,187	\$ 147,187	\$ 107,800	\$ (39,387)
TOTAL REVENUE	<u>147,187</u>	<u>147,187</u>	<u>107,800</u>	<u>(39,387)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 147,187</u>	<u>\$ 147,187</u>		
EXPENDITURES				
Current				
Instruction	\$ 57,092	\$ 57,092	\$ 56,808	\$ 284
Support Services-Instruction	29,742	29,742	28,701	1,041
Support Services-General Administration	32,542	32,542	-	32,542
Support Services-School Administration	27,811	27,811	24,869	2,942
TOTAL EXPENDITURES	<u>\$ 147,187</u>	<u>\$ 147,187</u>	<u>\$ 110,378</u>	<u>\$ 36,809</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 107,800
Differences-Budget to GAAP	
Current Year Receivable	15,028
Prior Year Receivable	(12,450)
Total Revenues (GAAP Basis)	<u>\$ 110,378</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 110,378
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 110,378</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Refunds	\$ -	\$ -	\$ 466	\$ 466
Federal Revenue	123,292	122,852	67,460	(55,392)
TOTAL REVENUE	<u>123,292</u>	<u>122,852</u>	<u>\$ 67,926</u>	<u>\$ (54,926)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 123,292</u>	<u>\$ 122,852</u>		
EXPENDITURES				
Current				
Instruction	\$ 121,792	\$ 118,402	\$ 86,231	\$ 32,171
Support Services-General Administration	-	2,950	599	2,351
Central Services	1,500	1,500	-	1,500
TOTAL EXPENDITURES	<u>\$ 123,292</u>	<u>\$ 122,852</u>	<u>\$ 86,830</u>	<u>\$ 36,022</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 67,926
Differences-Budget to GAAP	
Prior Year Tax Receivables	(3,490)
Current Year Receivable	22,394
Total Revenues (GAAP Basis)	<u>\$ 86,830</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 86,830
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 86,830</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Program	\$ -	\$ 500	\$ 497	\$ (3)
TOTAL REVENUE	<u>-</u>	<u>500</u>	<u>497</u>	<u>(3)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 500</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 500	\$ 497	\$ 3
TOTAL EXPENDITURES	<u>-</u>	<u>500</u>	<u>497</u>	<u>3</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 497
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 497</u>

Uses/outflows of resources

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

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 44,089	\$ 69,398	\$ 13,890	\$ (55,508)
TOTAL REVENUE	<u>44,089</u>	<u>69,398</u>	<u>13,890</u>	<u>(55,508)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 44,089</u>	<u>\$ 69,398</u>		
EXPENDITURES				
Current				
Instruction	\$ 10,000	\$ 14,000	\$ 13,327	\$ 673
Support Services-Instruction	34,089	55,398	-	55,398
TOTAL EXPENDITURES	<u>\$ 44,089</u>	<u>\$ 69,398</u>	<u>\$ 13,327</u>	<u>\$ 56,071</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 13,890
Differences-Budget to GAAP	
Prior Year Receivable	(563)
Total Revenues (GAAP Basis)	<u>\$ 13,327</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 13,327
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 13,327</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Program	\$ -	\$ 1,119	\$ 1,086	\$ (33)
TOTAL REVENUE	<u>\$ -</u>	<u>\$ 1,119</u>	<u>\$ 1,086</u>	<u>\$ (33)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 1,119</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 1,119	\$ 1,086	\$ 33
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 1,119</u>	<u>\$ 1,086</u>	<u>\$ 33</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 1,086
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 1,086</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 1,086
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,086</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 29,665	\$ 59,021	\$ 45,528	\$ (13,493)
TOTAL REVENUE	<u>\$ 29,665</u>	<u>\$ 59,021</u>	<u>\$ 45,528</u>	<u>\$ (13,493)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 29,665</u>	<u>\$ 59,021</u>		
EXPENDITURES				
Current				
Instruction	\$ 29,665	\$ 59,021	\$ 49,411	\$ 9,610
TOTAL EXPENDITURES	<u>\$ 29,665</u>	<u>\$ 59,021</u>	<u>\$ 49,411</u>	<u>\$ 9,610</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 45,528
Differences-Budget to GAAP	
Current Year Receivable	3,883
Total Revenues (GAAP Basis)	<u>\$ 49,411</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 49,411
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 49,411</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 73,659	\$ 43,251	\$ (30,408)
TOTAL REVENUE	\$ -	\$ 73,659	\$ 43,251	\$ (30,408)
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 73,659		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 51,920	\$ 51,903	\$ 17
Support Services-General Administration	-	21,739	-	21,739
TOTAL EXPENDITURES	\$ -	\$ 73,659	\$ 51,903	\$ 21,756

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 43,251
Differences-Budget to GAAP	
Prior Year Receivable	8,652
Total Revenues (GAAP Basis)	\$ 51,903

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 51,903
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 51,903

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--SEG FEDERAL STIMULUS

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 292,865	\$ 396,945	\$ 102,668	\$ (294,277)
TOTAL REVENUE	<u>292,865</u>	<u>396,945</u>	<u>\$ 102,668</u>	<u>\$ (294,277)</u>
 Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 292,865</u>	<u>\$ 396,945</u>		
EXPENDITURES				
Current				
Instruction	\$ 207,304	\$ 223,304	\$ 44,824	\$ 178,480
Central Services	-	17,000	14,824	2,176
Operation & Maintenance of Plant	85,561	156,641	32,553	124,088
TOTAL EXPENDITURES	<u>\$ 292,865</u>	<u>\$ 396,945</u>	<u>\$ 92,201</u>	<u>\$ 304,744</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 102,668
Differences-Budget to GAAP	
Current Year Deferral	(10,467)
Total Revenues (GAAP Basis)	<u>\$ 92,201</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 92,201
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 92,201</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Private & Local Grants	\$ -	\$ 22,747	\$ 22,747	\$ -
TOTAL REVENUE	<u>-</u>	<u>22,747</u>	<u>22,747</u>	<u>-</u>
Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 22,747</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 22,747	\$ 6,737	\$ 16,010
TOTAL EXPENDITURES	<u>-</u>	<u>22,747</u>	<u>6,737</u>	<u>16,010</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 22,747
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 22,747</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 6,737
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 6,737</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--DUAL CREDIT INSTRUCTION MATERIAL

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 4,500	\$ 3,811	\$ (689)
TOTAL REVENUE	<u>\$ -</u>	<u>\$ 4,500</u>	<u>\$ 3,811</u>	<u>\$ (689)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 4,500</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 4,500	\$ 3,811	\$ 689
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 4,500</u>	<u>\$ 3,811</u>	<u>\$ 689</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 3,811
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 3,811</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 3,811
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 3,811</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--SB333 LIBRARY GO BONDS

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 9,894	\$ 5,971	\$ (3,923)
TOTAL REVENUE	<u>-</u>	<u>9,894</u>	<u>5,971</u>	<u>(3,923)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>-</u>	<u>9,894</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ -	\$ 9,894	\$ 5,971	\$ 3,923
TOTAL EXPENDITURES	<u>-</u>	<u>9,894</u>	<u>5,971</u>	<u>3,923</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 5,971
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 5,971</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 5,971
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 5,971</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 3,709	\$ 4,058	\$ 349
TOTAL REVENUE	<u>-</u>	<u>3,709</u>	<u>4,058</u>	<u>349</u>
Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 3,709</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ -	\$ 3,709	\$ 3,709	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 3,709</u>	<u>\$ 3,709</u>	<u>\$ -</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 4,058
Differences-Budget to GAAP	
Current Year Deferral	(501)
Prior Year Deferral	152
Total Revenues (GAAP Basis)	<u>\$ 3,709</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 3,709
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 3,709</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND-PRE K INITIATIVE

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 55,155	\$ 73,587	\$ 18,432
TOTAL REVENUE	<u>-</u>	<u>55,155</u>	<u>73,587</u>	<u>18,432</u>
Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 55,155</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 55,155	\$ 55,102	\$ 53
TOTAL EXPENDITURES	<u>-</u>	<u>55,155</u>	<u>55,102</u>	<u>53</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 73,587
Differences-Budget to GAAP	
Prior Year Receivable	(18,485)
Total Revenues (GAAP Basis)	<u>\$ 55,102</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 55,102
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 55,102</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 5,753	\$ 5,339	\$ (414)
TOTAL REVENUE	<u>-</u>	<u>5,753</u>	<u>5,339</u>	<u>(414)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 5,753</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 5,753	\$ 5,529	\$ 224
TOTAL EXPENDITURES	<u>-</u>	<u>5,753</u>	<u>5,529</u>	<u>224</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 5,339
Differences-Budget to GAAP	
Current Year Deferral	(224)
Prior Year Deferral	414
Total Revenues (GAAP Basis)	<u>\$ 5,529</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 5,529
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 5,529</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 15,227	\$ 15,226	\$ (1)
TOTAL REVENUE	<u>-</u>	<u>15,227</u>	<u>15,226</u>	<u>(1)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 15,227</u>		
EXPENDITURES				
Current				
Food Services-Operations	\$ -	\$ 15,227	\$ 15,226	\$ 1
TOTAL EXPENDITURES	<u>-</u>	<u>15,227</u>	<u>15,226</u>	<u>1</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 15,226
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 15,226</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 15,226
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 15,226</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--LIBRARIES SB301 GO BONDS

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 67	\$ -	\$ (67)
TOTAL REVENUE	<u>-</u>	<u>67</u>	<u>-</u>	<u>(67)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 67</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ -	\$ 67	\$ 65	\$ 2
TOTAL EXPENDITURES	<u>-</u>	<u>67</u>	<u>65</u>	<u>2</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Receivable	185
Prior Year Receivable	(120)
Total Revenues (GAAP Basis)	<u>\$ 65</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 65
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 65</u>

The accompanying footnotes are integral part of these financial statements.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--SPECIAL REVENUE FUND--STATE DIRECTED ACTIVITIES

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ -	\$ 30,025	\$ 30,020	\$ (5)
TOTAL REVENUE	<u>-</u>	<u>30,025</u>	<u>30,020</u>	<u>(5)</u>
Cash Balance Budgeted				
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 30,025</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 30,025	\$ 30,020	\$ 5
TOTAL EXPENDITURES	<u>-</u>	<u>30,025</u>	<u>30,020</u>	<u>5</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 30,020
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 30,020</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 30,020
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 30,020</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 1,791	\$ 1,791	\$ -	\$ (1,791)
TOTAL REVENUE	<u>1,791</u>	<u>1,791</u>	<u>-</u>	<u>(1,791)</u>
Cash Balance Budgeted	_____	_____		
TOTAL REVENUE & CASH	<u>\$ 1,791</u>	<u>\$ 1,791</u>		
EXPENDITURES				
Current				
Support Services-Instruction	\$ 1,791	\$ 1,791	\$ 1,783	\$ 8
TOTAL EXPENDITURES	<u>\$ 1,791</u>	<u>\$ 1,791</u>	<u>\$ 1,783</u>	<u>\$ 8</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ -
Differences-Budget to GAAP	
Current Year Deferral	(8)
Prior Year Deferral	1,791
Total Revenues (GAAP Basis)	<u>\$ 1,783</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 1,783
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,783</u>

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

MAJOR FUNDS

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

COMBINING BALANCE SHEET -- GENERAL FUND

June 30, 2010

	OPERATIONAL	TRANSPORTATION	INSTRUCTIONAL MATERIALS	TEACHERAGE	TOTALS
ASSETS					
Cash on Deposit	\$ 906,075	\$ 142,026	11,865	\$ 36,703	\$ 1,096,669
Due From Other Governments			-		-
Due from Other Funds	82,360	-	-		82,360
Due From External Funds	-				-
Taxes Receivable	19,998	-	-		19,998
TOTAL ASSETS	\$ 1,008,433	\$ 142,026	\$ 11,865	36,703	1,199,027
Liabilities					
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	245,678				245,678
Deferred Revenue	501	-			501
	246,179	-	-	-	246,179
FUND BALANCE					
Fund Balance					
Unreserved-Designated for Subsequent Years Expenditures	762,254	142,026	11,865	36,703	952,848
TOTAL FUND BALANCE	762,254	142,026	11,865	36,703	952,848
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,008,433	\$ 142,026	\$ 11,865	\$ 36,703	\$ 1,199,027

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	OPERATIONAL	TRANSPORTATION	INSTRUCTIONAL MATERIALS	TEACHERAGE	TOTALS
REVENUE					
Residential/Non-Residential Taxes	\$ 318,577	\$ -	\$ -	\$ -	\$ 318,577
Fees - Educational	14,621	-	-	-	14,621
Rent and Leases	-	-	-	8,600	8,600
Interest Income	317	-	-	71	388
State Equalization	3,868,219	-	-	-	3,868,219
State Programs	897	203,278	24,212	-	228,387
Donations	-	-	-	-	-
TOTAL REVENUES	4,202,631	203,278	24,212	8,671	4,438,792
EXPENDITURES					
Instruction	2,561,015	-	18,348	-	2,579,363
Support Services-Students	265,303	-	-	-	265,303
Support Services-Instruction	74,088	-	-	-	74,088
Support Services-General Administration	153,428	-	-	-	153,428
Support Services-School Administration	224,679	-	-	-	224,679
Central Services	156,901	-	-	-	156,901
Operation & Maintenance of Plant	699,168	-	-	21,110	720,278
Student Transportation	-	166,032	-	-	166,032
Acquisition & Construction	-	-	-	4,751	4,751
TOTAL EXPENDITURES	4,134,582	166,032	18,348	25,861	4,344,823
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	68,049	37,246	5,864	(17,190)	93,969
OTHER FINANCING SOURCES (USES)					
TRANSFERS IN/ TRANSFERS OUT	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-
Net Change In Fund Balance	68,049	37,246	5,864	(17,190)	93,969
FUND BALANCE					
June 30, 2009	698,705	104,780	6,001	53,893	863,379
Restatement	(4,500)	-	-	-	(4,500)
Restated Fund Balance June 30, 2009	694,205	104,780	6,001	53,893	858,879
FUND BALANCE June 30, 2010	\$ 762,254	\$ 142,026	\$ 11,865	\$ 36,703	\$ 952,848

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 350,243	\$ 350,243	\$ 328,709	\$ (21,534)
Fees-Users	-	-	14,621	14,621
Interest Income	1,500	1,500	317	(1,183)
State Equalization	4,015,828	3,839,842	3,868,219	28,377
Access Board	-	-	897	897
TOTAL REVENUE	<u>4,367,571</u>	<u>4,191,585</u>	<u>\$ 4,212,763</u>	<u>\$ 21,178</u>
Cash Balance Budgeted	<u>342,476</u>	<u>342,476</u>		
TOTAL REVENUE & CASH	<u>\$ 4,710,047</u>	<u>\$ 4,534,061</u>		
EXPENDITURES				
Current				
Instruction	\$ 2,816,483	\$ 2,748,497	\$ 2,561,015	\$ 187,482
Support Services				-
Support Services-Students	314,614	294,614	265,303	29,311
Support Services-Instruction	98,439	92,939	74,088	18,851
Support Services-General Administration	250,280	237,280	153,428	83,852
Support Services-School Administration	276,890	263,890	224,679	39,211
Central services	216,810	190,310	156,901	33,409
Operation & Maintenance of Plant	876,060	846,060	699,168	146,892
Other Support Services	23,181	23,181	-	23,181
TOTAL EXPENDITURES	<u>\$ 4,872,757</u>	<u>\$ 4,696,771</u>	<u>\$ 4,134,582</u>	<u>\$ 562,189</u>
Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual amounts (budgetary basis)			\$ 4,212,763	328,709
Differences-Budget to GAAP				
Property tax Receivable			19,998	
Prior Year Tax Receivables			(30,130)	
Total Revenues (GAAP Basis)			<u>\$ 4,202,631</u>	
Uses/outflows of resources				
Actual amounts (budgetary basis)			\$ 4,134,582	
Differences-budget to GAAP				
Total Expenditures (GAAP Basis)			<u>\$ 4,134,582</u>	

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 178,545	\$ 203,278	\$ 203,278	\$ -
TOTAL REVENUE	<u>178,545</u>	<u>203,278</u>	<u>203,278</u>	<u>-</u>
 Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 178,545</u>	<u>\$ 203,278</u>		
EXPENDITURES				
Current				
Student Transportation	\$ 178,545	\$ 203,279	\$ 166,032	\$ 37,247
TOTAL EXPENDITURES	<u>178,545</u>	<u>203,279</u>	<u>166,032</u>	<u>37,247</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 203,278
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 203,278</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 166,032
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 166,032</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Flow Through Grants	\$ 25,041	\$ 26,994	\$ 24,212	\$ (2,782)
TOTAL REVENUE	<u>25,041</u>	<u>26,994</u>	<u>24,212</u>	<u>(2,782)</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 25,041</u>	<u>\$ 26,994</u>		
EXPENDITURES				
Current				
Instruction	\$ 22,259	\$ 24,212	\$ 18,348	\$ 5,864
Support Services-Instruction	2,782	2,782	-	2,782
TOTAL EXPENDITURES	<u>\$ 25,041</u>	<u>\$ 26,994</u>	<u>\$ 18,348</u>	<u>\$ 8,646</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 24,212
Differences-Budget to GAAP	
Total Revenues (GAAP Basis)	<u>\$ 24,212</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 18,348
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 18,348</u>

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Rent and Leases	\$ 6,500	\$ 6,500	\$ 8,600	\$ 2,100
Interest Income	500	500	71	(429)
TOTAL REVENUE	<u>7,000</u>	<u>7,000</u>	<u>\$ 8,671</u>	<u>\$ 1,671</u>
Cash Balance Budgeted	<u>50,213</u>	<u>50,213</u>		
TOTAL REVENUE & CASH	<u>\$ 57,213</u>	<u>\$ 57,213</u>		
EXPENDITURES				
Current				
Operation & Maintenance of Plant	\$ 28,000	\$ 28,000	\$ 21,110	\$ 6,890
Acquisition & Construction	27,780	27,780	4,751	23,029
TOTAL EXPENDITURES	<u>\$ 55,780</u>	<u>\$ 55,780</u>	<u>\$ 25,861</u>	<u>\$ 29,919</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 8,671

Differences-Budget to GAAP

Total Revenues (GAAP Basis) \$ 8,671

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 25,861

Differences-budget to GAAP

Total Expenditures (GAAP Basis) \$ 25,861

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Bond Proceeds	\$ 6,000,000	\$ 6,000,000	\$ 21,852,386	\$ 15,852,386
TOTAL REVENUE	<u>6,000,000</u>	<u>6,000,000</u>	<u>21,852,386</u>	<u>15,852,386</u>
Cash Balance Budgeted	-	-		
TOTAL REVENUE & CASH	<u>\$ 6,000,000</u>	<u>\$ 6,000,000</u>		
EXPENDITURES				
Current				
Acquisition & Construction	\$ 6,000,000	\$ 6,000,000	\$ 3,008,700	\$ 2,991,300
TOTAL EXPENDITURES	<u>\$ 6,000,000</u>	<u>\$ 6,000,000</u>	<u>\$ 3,008,700</u>	<u>\$ 2,991,300</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis) \$ 21,852,386
Differences-Budget to GAAP

Total Revenues (GAAP Basis) \$ 21,852,386

Uses/outflows of resources

Actual amounts (budgetary basis) \$ 3,008,700
Differences-budget to GAAP
Total Expenditures (GAAP Basis) \$ 3,008,700

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)
AND ACTUAL--CAPITAL PROJECTS FUND--HOUSE BILL 33

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ 1,407,581	\$ 1,407,581	\$ 1,321,903	\$ (85,678)
Interest Income	-	-	6,265	6,265
Sale of Property/Equipment	-	-	1,325	1,325
TOTAL REVENUE	<u>1,407,581</u>	<u>1,407,581</u>	<u>\$ 1,329,493</u>	<u>\$ (78,088)</u>
Cash Balance Budgeted	<u>3,820,250</u>			
TOTAL REVENUE & CASH	<u>\$ 5,227,831</u>	<u>\$ 1,407,581</u>		
EXPENDITURES				
Current				
Support Services-General Administration	\$ 2,500	\$ 2,500	\$ 1,822	\$ 678
Acquisition & Construction	<u>5,225,331</u>	<u>5,225,331</u>	<u>602,523</u>	<u>4,622,808</u>
TOTAL EXPENDITURES	<u>\$ 5,227,831</u>	<u>\$ 5,227,831</u>	<u>\$ 604,345</u>	<u>\$ 4,623,486</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 1,329,493
Differences-Budget to GAAP	
Property tax Receivable	80,903
Prior Year Tax Receivables	(121,657)
Current Year Deferral	(2,683)
Prior Year Deferral	3,074
Total Revenues (GAAP Basis)	<u>\$ 1,289,130</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 604,345
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 604,345</u>

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

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

Year Ended June 30, 2010

	ORIGINAL BUDGET	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Residential/Non-Residential Taxes	\$ -	\$ 210,425	\$ 118,540	\$ (91,885)
Interest Income	-	-	12,804	12,804
Bond Premium	-	-	155,734	155,734
TOTAL REVENUE	<u>-</u>	<u>210,425</u>	<u>\$ 287,078</u>	<u>\$ 76,653</u>
Cash Balance Budgeted	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 210,425</u>		
EXPENDITURES				
Current				
Interest and Finance Charges	\$ -	\$ 210,425	\$ 215	\$ 210,210
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 210,425</u>	<u>\$ 215</u>	<u>\$ 210,210</u>

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

Sources/inflows of resources

Actual amounts (budgetary basis)	\$ 287,078
Differences-Budget to GAAP	
Property tax Receivable	9,868
Current Year Deferral	(272)
Total Revenues (GAAP Basis)	<u>\$ 296,674</u>

Uses/outflows of resources

Actual amounts (budgetary basis)	\$ 215
Current Year Interest Payable	193,256
Total Expenditures (GAAP Basis)	<u>\$ 193,471</u>

The accompanying footnotes are integral part of these financial statements.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES-- AGENCY FUNDS

Year Ended June 30, 2010

	Balance 6/30/2009	ADDITIONS	DEDUCTIONS	Balance 6/30/2010
Annual	\$ 30,256	\$ 20,011	\$ 17,928	\$ 32,339
Arts Club	1,180	-	-	1,180
Drama Club	241	3,037	2,958	320
Scholarship Fund	2,602	1,300	3,902	-
High School Student Activity	12,408	9,955	10,787	11,576
High School Student Council	-	1,048	994	54
Middle School General Activity	2,085	6,042	6,700	1,427
Middle School Shop	362	-	-	362
Library	10,976	8,226	5,472	13,730
Miscellaneous	2,886	4,026	5,951	961
Pep Club	2,593	27,887	28,773	1,707
Spanish Club	1,082	-	-	1,082
Textbooks	1,224	574	814	984
Senior Class	3,319	-	2,090	1,229
Junior Class	-	17,317	14,689	2,628
Sophomore Class	-	4,313	2,607	1,706
Graduating Class	3,335	500	-	3,835
Activity Interest	444	57	-	501
National Honor Society	139	1,976	1,175	940
Café A La Carte	3,113	-	-	3,113
Elementary General	7,185	788	612	7,361
Tech Lab	2,562	-	2,090	472
Reading Renaissance	5,597	-	-	5,597
PowerAde Account	118	-	-	118
Pre AP fund	3,021	-	-	3,021
AR Math Club	194	-	-	194
NMPSIA	1,213	688,935	688,908	1,240
Elementary Intel Grant	17	-	-	17
District 7AA Fund	5,049	5,900	5,582	5,367
Band Instrument Rental	75	-	-	75
REC Reimbursement	(5,399)	31,074	25,675	-
Baseball/Basketball Fund	420	22,917	21,665	1,672
Tech Needs Donations	220	-	-	220
Volleyball Fund	3,276	7,540	9,505	1,311
Elementary Science Project	7	-	-	7
Football Qtr. Finals	15	-	-	15
21st Century Reimbursement	9,392	-	-	9,392
Boys Basketball Fundraiser	430	-	-	430
Softball Account	3,159	5,011	6,822	1,348
Freddie Mitchell Memorial Golf Acct	6,702	13,761	13,926	6,537
Welding Shop Acct	7,308	350	661	6,997
EHS Science Dept	140	-	-	140
CMS Library Fund	1,067	1,189	1,140	1,116
EHS Library Fund	160	157	25	292
Girls Basketball Fundraiser	786	4,794	5,512	68
Instructional Material Donation	7,742	-	7,513	229
Special Ed Activity Fund	500	-	-	500
Drug Testing	1,486	1,478	1,170	1,794
Consortium Distribution	5,624	-	5,624	-
EHS Math & Chess Club	85	-	-	85
Alumni Girls Basketball	355	12	367	-
Alumni Golf	150	-	-	150
Alumni Baseball	509	-	-	509
Alumni Softball	151	-	-	151
Alumni Cheer	250	-	-	250
ID Tag Replacement	2,653	771	625	2,799
Chevron Reading	5,800	-	-	5,800
Football Postseason	8,338	-	-	8,338
CMS Reading & Math Incentive	1,037	-	-	1,037
District 4-AA	252	199	385	66
Jr National Leadership Conference	-	6,000	6,000	-
Cash On Hand	-	250	-	250
Total	\$ 165,891	\$ 897,395	\$ 908,647	\$ 154,639

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

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2010

	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM EXPENDITURES
<u>US DEPARTMENT OF EDUCATION</u>			
Early Reading First Passed through the State Department of Education	84.359A	25114	\$ -
Title I	84.010	24101	111,930
Title I IASA	84.389	24201	49,411
English Language Acquisition	84.365	24153	497
Teacher/Principal Training	84.367	24154	13,327
IDEA-B Entitlement	84.352	24106	110,378
IDEA-B Entitlement-Federal Stimulus	84.0270	24206	51,903
SEG Federal Stimulus	84.394	25250	92,201
21st Century Community Living	84.287	24159	1,086
21st Century Community Learning	84.287	24119	86,830
TOTAL PASS THROUGH GRANTS			\$ <u>517,563</u>
 TOTAL DEPARTMENT OF EDUCATION			 \$ <u>517,563</u>
 <u>US DEPARTMENT OF AGRICULTURE</u>			
Passed Through State Department of Education			
National School Lunch Program	<1> 10.555	21000	204,456
Commodities Received	<1> 10.555	21000	14,801
TOTAL DEPARTMENT OF AGRICULTURE			\$ <u>219,257</u>
 TOTAL FEDERAL AWARDS EXPENDITURES			 \$ <u>736,820</u>
 Reconciliation to Federal Revenues in Financial Statements:			
Federal Revenues Per Financial Statements			\$ <u>736,820</u>

<1> Major Program

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

Note 2 Non-Monetary assistance is reported in the schedule at the fair market value of the commodities received.

See Independent Auditor's Report

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS

SCHEDULE OF PLEDGED COLLATERAL

JUNE 30, 2010

	TOTAL DEPOSITS	FDIC INSURANCE	UNINSURED DEPOSITS
WELLS FARGO BANK	\$ <u>29,237,720</u>	\$ <u>500,000</u>	\$ <u>28,737,720</u>
COLLATERAL		MATURES	
FNCL00934612	847,666	10/1/38	
FNCL00545277	6,755,673	11/1/31	
FNCL00867441	6,727,885	2/1/36	
FNCL00881830	6,721,410	5/1/36	
GNSF003321	4,144,760	12/20/32	
FED NATL MTG ASSN POOL 831571	219,734	7/1/36	
FED NATL MTG ASSN POOL 867437	1,052,806	5/1/36	
FED NATL MTG ASSN POOL 888021	260,212	12/1/36	
	\$ <u>26,730,146</u>		
COLLATERAL IS HELD AT MINNEAPOLIS, MINNESOTA			
NEW MEXICO STATE TREASURER	\$ <u>32,665</u>	\$ -	\$ <u>32,665</u>

SECURITIES HELD BY CHASE BANK, NEW YORK CITY

See Independent Auditor's Report

COLLATERAL REQUIRED	COLLATERAL PLEGGED	UNINSURED & UNCOLLATERALIZED DEPOSITS	PLEGGED COLLATERAL DEFICIT
\$ <u>14,368,860</u>	\$ <u>26,730,146</u>	\$ <u>2,007,574</u>	\$ <u>-</u>

\$ <u>32,609</u>	\$ <u>32,609</u>	\$ <u>-</u>	\$ <u>-</u>
------------------	------------------	-------------	-------------

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

BANK SUMMARY

JUNE 30, 2010

Bank	ACCT TYPE	FUND	BANK BALANCE	OUTSTANDING CHECKS	OUTSTANDING DEPOSITS	CASH BALANCE
Wells Fargo Bank	Checking	Operational	* \$ 839,090	\$ 24,633	\$ 28,430	\$ 842,887
	Checking	Capital Improvement	* 27,592,974	401,251	2,100	27,193,823
	Checking	Cafeteria	* 85,960	254	-	85,706
	Checking	Activities & Athletics	* 221,391	6,458	(28,430)	186,503
	Checking	Federal Programs	-	-	-	-
	Checking	Payroll Clearing	498,305	252,627	-	245,678
Total Wells Fargo Bank			<u>29,237,720</u>	<u>685,223</u>	<u>2,100</u>	<u>28,554,597</u>
New Mexico State Treas	C.D.	Capital Improvement	* 311			311
New Mexico State Treas	C.D.	Teacherage	* 32,354	-	-	32,354
Total New Mexico Treas			<u>32,665</u>			<u>32,665</u>
Amount on Deposit			\$ <u>29,270,385</u>	\$ <u>685,223</u>	\$ <u>2,100</u>	\$ 28,587,262
Cash On Hand						295
Total Cash						\$ <u>28,587,557</u>
			* Interest Bearing			

See Independent Auditor's Report

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

BANK RECONCILIATION

June 30, 2010

	OPERATIONAL	TRANSP.	FOOD SERVICES	ATHLETICS	FEDERAL PROJECTS	LOCAL/STATE ACCOUNT	SB-9
Audited Net Cash							
JUNE 30, 2009	\$ 665,649	\$ 104,780	\$ 73,762	\$ 42,634	\$ 1,249	\$ (16,052)	\$ 2,846,221
Investments	-	-	-	-	-	-	311
TOTAL CASH BALANCE							
JUNE 30, 2009	665,649	104,780	73,762	42,634	1,249	(16,052)	2,846,532
Add: Prior year void checks	-	-	-	-	-	-	-
2009-2010 Revenue	4,212,729	203,279	274,366	42,303	454,022	160,760	1,341,515
Transfers In	-	-	-	-	-	-	-
TOTAL AVAILABLE CASH	4,878,378	308,059	348,128	84,937	455,271	144,708	4,188,047
Prior year void checks	-	-	-	-	-	-	-
2009-2010 Expenditures	4,134,583	166,033	262,422	52,818	517,564	127,952	905,244
Transfers Out	1,038	-	-	-	12,577	-	-
	4,135,621	166,033	262,422	52,818	530,141	127,952	905,244
NET CASH, JUNE 30, 2010	742,757	142,026	85,706	32,119	(74,870)	16,756	3,282,803
Cash On hand	-	-	45	-	-	-	-
Held Payroll Checks	245,678	-	-	-	-	-	-
Loans (Out) In	(82,360)	-	-	-	82,360	-	-
TOTAL CASH, JUNE 30, 2010	\$ 906,075	\$ 142,026	\$ 85,751	\$ 32,119	\$ 7,490	\$ 16,756	\$ 3,282,803

See Independent Auditor's Report

ACTIVITIES	INSTRUCTIONAL MATERIALS	PSCO 20%	SPECIAL CAP/OUT STATE	HB-33	TEACHERAGE	BOND BUILDING	PUBLIC SCHOOL CAPITAL OUTLAY	DEBT SERVICE
\$ 165,891	\$ 6,001	\$ 189,280	\$ -	\$ 4,055,633	\$ 21,594	\$ 120,000	\$ (4,120)	\$ -
-	-	-	-	-	32,354	-	-	-
165,891	6,001	189,280	-	4,055,633	53,948	120,000	(4,120)	-
893,727	24,212	-	18,551	1,329,494	8,616	21,732,386	4,733	287,077
-	-	1,038	-	-	-	-	-	-
1,059,618	30,213	190,318	18,551	5,385,127	62,564	21,852,386	613	287,077
-	-	-	-	-	-	-	-	-
905,229	18,348	190,318	18,551	604,345	25,861	3,008,700	613	215
-	-	-	-	-	-	-	-	-
905,229	18,348	190,318	18,551	-	25,861	-	-	-
154,389	11,865	-	-	4,780,782	36,703	18,843,686	-	286,862
250	-	-	-	-	-	-	-	-
<u>\$ 154,639</u>	<u>\$ 11,865</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,780,782</u>	<u>36,703</u>	<u>\$ 18,843,686</u>	<u>\$ -</u>	<u>\$ 286,862</u>

SINGLE AUDIT SECTION

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

Mr. Hector H. Balderas
School Board
Eunice Public Schools
Eunice, New Mexico

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, the budgetary comparisons of the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Eunice Public Schools as of and for the year ended June 30, 2010, and have issued our report thereon dated November 10, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial will not be prevented, or detected and corrected on a timely basis.

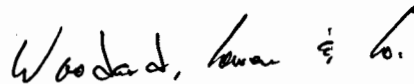
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. (2010-01, 2010-02, 2010-03, and 2010-04.) A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Eunice Public Schools' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The result of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Eunice Public Schools' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Eunice Public Schools' response and, accordingly, we express no opinion on it

This report is intended solely for the information and use of management, others within Eunice Public Schools, the school board, the State Auditor, the Public Education Department, the New Mexico Legislature, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



Portales, New Mexico
November 10, 2010

Woodard, Cowen & Co.

Certified Public Accountants

PO Box 445, 305 S. Ave B Portales NM, 88130 Phone: 575-356-8564 Fax: 575-356-2453
PO Box 1874, 116 E. Grand Clovis NM, 88101 Phone: 575-762-3811 Fax: 575-762-3866

Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Mr. Hector H. Balderas, State Auditor
The School Board
Eunice Public Schools

We have audited the compliance of Eunice Public Schools with the types of compliance requirement described in the OMB *Circular A-133 Compliance Supplement* that that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. Eunice Public Schools' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Eunice Public Schools' management. Our responsibility is to express an opinion on Eunice Public Schools' compliance based on our audit.

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

In our opinion, Eunice Public Schools complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

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

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

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

Portales, New Mexico
November 10, 2010



STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

June 30, 2010

PRIOR YEAR AUDIT FINDINGS

Use of a Credit Card by the District 09-1

Statement of Condition: During test of expenditures and travel expense it was discovered that the District had begun to use a Wells Fargo Visa for travel expenses such as fuel, meals, and lodging.

Recommendation: The District should immediately quit using the cards and take possession of the cards and put them in safekeeping.

Status: Resolved.

Late audit report 09-2

Statement of condition: The June 30, 2009 audit report was not received by the Office of the State Auditor by the November 15, 2009 deadline.

Recommendation: The auditor will add steps in their review process to eliminate errors in the report that would result in a report being rejected by the Office of the State Auditor.

Response: Revised and Repeated.

STATE OF NEW MEXICO
 EUNICE PUBLIC SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2010

I. SUMMARY OF AUDITORS RESULTS:

Report on Financial Statements	Unqualified
Significant Deficiencies on GAGAS	2010-01, 2010-02, 2010-03, & 2010-04
Material Weakness involving Significant Deficiencies	None
Material Noncompliance	None
Questioned Cost	None
Type A & Type B dollar threshold	\$300,000
Entity Risk	Low Risk
Major Federal Program	Free and Reduced Lunch #10.555
Significant Deficiencies on Internal Control over Major Programs	None
Report on Compliance with Major Programs	Unqualified
II FEDERAL PROGRAM FINDINGS:	None

III FINANCIAL STATEMENT FINDINGS:

CAPITAL ASSETS – EUNICE PUBLIC SCHOOLS – 2010-01

Statement of Condition: The District failed to seek the approval from the Office of the State Auditor prior to the demolition of a teacherage house.

Criteria: State Audit Rule 2.2.2.10 Section V and Section 13-6-1 and 13-6-2 NMSA 1978 requires governmental entities including school districts to receive approval from the Office of the State Auditor before disposing of capital assets.

Cause: District management simply failed to contact the Office of the State Auditor prior to demolishing the Teacherage house.

Effect: The District is in violation of the state statute which is intended to safe guard capital assets of local governments and prevents misuse of local government property.

Recommendation: District management should receive prior approval from the Office of the State Auditor before disposing of any District capital asset.

Response: District management subsequently informed the Office of the State Auditor of the disposal and changed the District's practice regarding the disposal of capital assets.

CAPITAL ASSETS – EUNICE PUBLIC SCHOOLS – 2010-02

Statement of Condition: The capital asset additions were not accurately reflected in the capital asset inventory. The capital asset inventory contained duplications and late additions for the prior year. In addition, retired assets were simply being deleted.

Criteria: GASB 34 requires that all capital assets purchased over \$5,000 be recorded and depreciated over a reasonable period.

Cause: District personnel were not periodically review capital asset balances to insure balances were accurate.

Effect: Accuracy of the capital assets inventory could not be readily verified and had to be reconciled at the time of the audit.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2010

III FINANCIAL STATEMENT FINDINGS: (continued)

CAPITAL ASSETS – EUNICE PUBLIC SCHOOLS – 2010-02 – (continued)

Recommendation: The District personnel should develop a method in which the capital assets are reconciled and reviewed.

Response: District personnel will monitor the additions and deletions to capital assets on a timely basis to insure accurate input.

ACTIVITY FUND DEPOSITS – EUNICE PUBLIC SCHOOLS – 2010-03

Statement of Condition: Upon review of Activity Funds deposits, it was discovered that activity fund collections in August 2009 from the high school and two small deposits from the elementary campus in May 2010 were not being deposited within the required 24-hour period. This determination was made by comparing the date of the receipt with the date stamped by the bank on the deposit slip. Each deposit included receipts that were dated more than 24 hours prior to the deposit.

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

Cause: Personnel charged with collecting activity funds held funds until a larger deposit was obtained.

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

Recommendation: Fundraiser money collected should be deposited with the bank the day it is collected and receipted. Teachers and sponsors should submit all money the day it is collected to the campus secretary to avoid possible loss and theft.

Response: The District personnel will monitor deposits more closely so that staff making collections will be aware that the 24-hour rule is being enforced at all times.

LATE REPORT – 2010-04

Statement of Condition: The audit report for the District's fiscal year ended June 30, 2010 was submitted by the November 15, 2010 due date. However, the audit report was not accepted by the due date.

Criteria: SAO Rule 2.2.2.9.A.I(a) establishes a due date of November 15, 2010 for submission of this audit report to the Office of the State Auditor.

Cause: The audit report was submitted by the due date. However, the report was rejected by the Office of the State Auditor. The rejection notice was received by the auditors on December 1 with correction submitted on December 3.

Effect: The report was not submitted as required. Without the audit report being delivered on time, funding and regulatory agencies as well as legislative committees do not have the financial data available to make funding decisions.

Recommendation: Audit firm should submit the audit report with enough time to make any corrections.

Response: Management concurs with recommendation.

STATE OF NEW MEXICO
EUNICE PUBLIC SCHOOLS

Year Ended June 30, 2010

OTHER DISCLOSURES

AUDITOR PREPARED FINANCIAL STATEMENTS

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

EXIT CONFERENCE

An Exit Conference was held on November 10, 2010. Present were Dwain Haynes, Superintendent; Cynthia Sims, Business Manager; David Gallegos, Board of Education Member; Penelope Parker, Audit Committee Member; and Minerva Lee, Accounts Payable Clerk. Our firm was represented by Gayland Cowen, CPA.