

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
FINANCIAL STATEMENTS AND REQUIRED
SUPPLEMENTARY INFORMATION
WITH ACCOMPANYING AUDITORS' REPORT
FOR THE YEAR ENDED JUNE 30, 2011



**STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
FINANCIAL STATEMENTS AND REQUIRED
SUPPLEMENTARY INFORMATION
WITH ACCOMPANYING AUDITORS' REPORTS
FOR THE YEAR ENDED JUNE 30, 2011**

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Official Roster
 June 30, 2011

Primary Government		
<u>Name</u>	<u>Board of Education</u>	<u>Title</u>
Mavis V. Price		President
Chee Smith Jr.		Vice President
Joseph Menini		Secretary
Dr. Bruce Tempest		Member
Kevin Mitchell		Member
<u>School Officials</u>		
Ray Arsenault		Superintendent
Kim Brown, CPA		Assistant Superintendent of Business Services
Theresa Mariano		Assistant Superintendent of Personnel
Max Perez		Assistant Superintendent of Learning Services
Leonard Haskie		Assistant Superintendent of Support Services
Paul D. Merrill		Director of Fiscal Services
Component Unit		
<u>Name</u>	<u>Board Members</u>	<u>Title</u>
Jennie Martinez		Chairman
Charles Chia		Vice Chairperson
Bill Bright		Secretary/Treasurer and Audit Committee
LaVerne Chischilly		Member
Tony Major		Member and Audit Committee
<u>School Officials</u>		
Walter Feldman		Principal
Nellie Sheridan		Recording Secretary

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

Independent Auditors' Report

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup- McKinley County Public Schools
Gallup, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the General Fund and major special revenue funds, and the aggregate remaining fund information of Gallup-McKinley County Public Schools (the "District") as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, the combining fund financial statements for the general fund, the component unit funds and the respective budgetary comparisons for the Special Revenue Bond Capital Projects fund, the Debt Service fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Gallup-McKinley County Public Schools, as of June 30, 2011, and the respective changes in financial position thereof, and the aggregate remaining fund information 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, the combining fund financial statements for the general fund, and each component unit fund of the District as of June 30, 2011, and the respective changes in financial position thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects, the respective budgetary basis of accounting as prescribed in the New Mexico Administrative Code, as more fully described in Note 2 to the financial statements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2011 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 *Management's Discussion and Analysis* on pages 16 through 21 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as Supporting Schedules I through IV in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the nonmajor governmental fund financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements and the nonmajor governmental funds financial statements, taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2011

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2011

The information presented in this section of the District's annual financial report aligns with requirements of the Governmental Accounting Standards Board (GASB) that establishes accounting and reporting standards for governmental entities. With the issuance of GASB Statement No. 34, a written narrative discussion and analysis of the financial performance of the District will be included. This section should provide an objective and easily readable analysis of the District's financial activities based on currently known facts, decisions, or conditions. The financial managers of governments (in this case, the District) are knowledgeable about the transactions, events, and conditions that are reflected in the District's financial report and of the fiscal policies that govern its operations. Management's discussion and analysis provides financial managers with the opportunity to present both a short- and a long-term analysis of the District's activities. Requirements established by GASB 34 are general rather than specific to encourage effective reporting by including only the most relevant information and, where appropriate, refer to the accompanying financial statements. Management will explain the District's financial position and include the reasons the position is improved, deteriorated, or the same when compared to the prior year. The analysis will be based on currently known facts as of the date of the auditors' report.

Introduction

The financial performance of the Gallup-McKinley County School for the fiscal year ended June 30, 2011 will be the subject of this discussion and analysis. The purpose is to look at the financial performance as a whole; however, readers may also utilize the accompanying financial statements and notes for comprehensive information.

Financial Highlights

Key events for the fiscal year 2011 are:

- The District maintained a strong **A3** rating from Moody's Investor Services for the sale of General Obligation Bonds. During the fiscal year ending June 30, 2011, the District's debt management program produced a tax rate for debt at \$8.355 per thousand dollars of assessed valuation.
- Total Assets of Governmental Activities was \$399,507,525. (Ex. A-1)
- Total Liabilities of Governmental Activities was \$74,497,451. (Ex. A-1)
- Net Assets of Governmental Activities was \$325,010,074. (Ex. A-1)
- General Fund expenditures and transfers out exceeded revenues by \$1,873,948 resulting in a year-end fund balance of \$8,626,080. (Ex B-2)
- All assets, including real estate and buildings, were recorded and accumulated depreciation on these assets was also recorded. Capital assets of \$455,326,590 with accumulated depreciation of \$107,032,062 were recorded. (Note 6.)
- The District and the Charter School implemented GASB 54 in 2010/2011. Cash remaining at June 30, 2011 for the District that is budgeted as funds available in 2011/2012 is \$3,957,868, and cash remaining for the Charter School budgeted in 2011/2012 is \$387,024.

Basic Financial Statements

This annual report introduces the District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The Statement of Net Assets and Statement of Activities are district-wide (government) information that presents both an aggregate view of the District's finances and a longer-term view of trends. The next level of information is in the fund level financial statements. A fund is an accountability unit used to maintain control over resources for specified activities or objectives. The fund financial statements will look at the District's most significant funds while combining all other non-major funds into a single summary.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Management's Discussion and Analysis
 For the Fiscal Year Ended
 June 30, 2011

Government Wide Financial Statements

Statement of Net Assets – This is a District-wide statement including all assets and liabilities using an accrual basis of accounting. This basis of accounting, similar to private sector business, includes all of the current year's revenues and expenses regardless of when actual cash was received or paid. Differences between assets and liabilities are reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating.

Summary of Statement of Net Assets

	<u>June 30, 2011</u>	<u>June 30, 2010</u>
<u>Assets</u>		
Current assets	\$ 42,265,482	\$ 43,110,999
Capital assets	455,326,590	433,618,226
Accumulated depreciation	(107,032,062)	(97,819,321)
Other noncurrent assets	<u>8,947,515</u>	<u>4,495,418</u>
Total assets	<u>\$ 399,507,525</u>	<u>\$ 383,405,322</u>
<u>Liabilities</u>		
Accounts payable	\$ 1,233,188	\$ 1,949,820
Accrued interest	1,100,340	1,044,236
Other current liabilities	10,276,114	8,559,869
Long-term liabilities	<u>61,887,809</u>	<u>59,771,103</u>
Total liabilities	<u>74,497,451</u>	<u>71,325,028</u>
<u>Net Assets</u>		
Invested in capital assets	279,232,077	268,131,181
Restricted: Debt service	9,249,672	14,107,368
Restricted: Capital projects	6,760,067	4,303,607
Restricted: Other Purpose	13,749,769	15,639,982
Unrestricted	<u>16,018,489</u>	<u>9,898,156</u>
Total net assets	<u>\$ 325,010,074</u>	<u>\$ 312,080,294</u>

Statement of Activities – This is a District-wide statement that reports how the District's net assets changed during the fiscal year. This report compliments the Statement of Net Assets by being designed to show the financial reliance on various sources of revenue used for the functions or activities provided by the District.

Both of these statements, Net Assets and Activities, include activity of the District that may be classified in three distinct types:

Governmental Activities – All of the District's programs and services are considered governmental and include the instructional program, support services, operation and maintenance of plant, pupil transportation, and activities.

Business-Type Activities – Services of this type include services or goods offered with the intent to recover the cost of the services or goods provided. The District has no Business-Type activities.

Component Unit Activities – Activities for which financial reporting is required within the primary unit (the District) but for which governance and oversight is assigned to the component unit. The Middle College High Charter School is defined as a component unit of the District.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2011

Summary of Statement of Activities

	<u>June 30, 2011</u>	<u>June 30, 2010</u>
<u>Revenues</u>		
Program revenues:		
Charges for services	\$ 2,138,497	\$ 1,890,438
Operating grants	80,873,812	82,049,290
Capital grants	16,596,426	24,214,021
General revenues:		
Property taxes	7,804,679	8,042,215
Federal and state aid	52,444,788	58,835,121
Loss on disposition of assets	(386,866)	(12,350,625)
Other	<u>69,881</u>	<u>168,815</u>
Total revenues	<u>159,541,217</u>	<u>162,849,275</u>
<u>Expenses</u>		
Direct instruction	82,411,218	83,224,883
Instructional support	18,670,398	21,704,796
Administration	9,068,257	8,959,286
Business and support services	4,234,780	4,313,703
Operation/maintenance of plant	18,097,507	18,433,843
Non-instructional support	11,756	-
Transportation	5,831,835	6,040,703
Food service	5,767,110	5,697,141
Interest on long term debt	<u>2,518,576</u>	<u>2,589,342</u>
Total expenses	<u>146,611,437</u>	<u>150,963,697</u>
Changes in net assets	<u>\$ 12,929,780</u>	<u>\$ 11,885,578</u>

Fund Financial Statements

The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. The District uses many funds to account for a multitude of various transactions. Within the basic financial statements, fund financial statements focus only on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others are combined; individual non-fund data are presented in later sections of this report. The District's major governmental funds, as defined in GASB 34, are the General Fund, the Title I – IASA Special Revenue Fund, Entitlement IDEA B – Federal Stimulus Special Revenue Fund, Impact Aid Indian Education Special Revenue Fund, Special Revenue Bond Capital Projects Fund, and the Debt Service Fund.

Governmental Funds

Governmental funds encompass most of the District's activities and are reported in fund financial statements. These statements focus on short-term periods on how resources flow into and out of those funds and the resources available at the end of the fiscal period. These funds are reported in the modified accrual accounting method that recognizes cash and any other financial assets that can be readily converted. Governmental fund statements and government-wide reporting focus on two different perspectives, short-term and long-term impact, thus the relationship or differences can be understood by reconciling the two different financial statements.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2011

Governmental Activities

This statement of activity reports the cost of program services and the charges of services, and the revenues that are received to perform these services. The Statement of Activities (Exhibit A-2) for governmental activities reports the total cost of services and the net cost of services.

It becomes apparent that dependence upon revenues from the State of New Mexico for governmental activities is significant. The New Mexico Legislature and the operation of the Equalization Guarantee Formula for operational funding by the New Mexico Department of Education have minimized local tax support for public education. This fund pays for teaching staff, instructional support staff, administrative staff and maintenance staff.

The State of New Mexico through the Public Education Department establishes annually a "Unit Value" that is used, along with student membership and the Equalization Guarantee Formula factors, to determine the amount of State support to be received by individual districts. The Unit Value has decreased over the past three years; coupled with the District's slowly declining student membership, funding from the State of New Mexico has been reduced.

School District Funds

The District's total governmental funds had revenues of \$160,451,674, bond proceeds of \$8,200,000 and expenditures of \$166,280,136. The net change in the governmental fund balance for the fiscal year increased \$2,371,538. These governmental funds are accounted for using the modified accrual basis of accounting as required by the New Mexico Public Education Department.

General Fund Budgeting Highlights

The State of New Mexico school budget process is defined in the New Mexico Statutes (Section 22) and the New Mexico Administrative Code (Section 6). Specific items are further defined in the New Mexico Manual of Procedures for Public School Accounting and Budgeting. The District follows an internal process of budgeting by recognizing the Educational Plan for Student Success and the priorities defined therein. District management and the Board of Education utilize a continuous improvement model for student success and district improvement. The General Fund is the most significant budgeted fund of the District.

The General Fund had final budgeted revenues of \$90,830,656 and actual revenue of \$92,151,787. Expenditures were budgeted at \$96,223,115 and actual expenditures were \$86,260,630. The difference between budget and actual expenditures was due to budgetary savings/requirements within the budget and allowable cash balance. General Fund balance on a budgetary basis at year end was \$10,152,984.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2011 the District had \$455,326,590 invested in capital assets and had accumulated depreciation of \$107,032,062 (Note 6). The beginning capitalized value of assets was adjusted to add the historical cost or appraised value of buildings and land.

A systematic process is in place that adds newly acquired capital assets, deletes capital assets that are disposed of and requires local school sites to verify possession of capital assets at individual locations. Adjustments have been made to recognize the result of construction in progress for PSCOC awarded projects; these are recognized in the Capital Assets construction in progress. Construction in progress as of June 30, 2011 is \$49,759,875.

The State of New Mexico provides public school capital funding through the Public School Capital Outlay Council (PSCOC). Current legislation that regulates distribution of funds calls for "matching" of capital funds between the District and State using a formula. The District match is 16% that is matched by State resources of 84% for capital awards from the PSCOC. The District actively pursues grant awards for capital outlay from this source; awards are based upon the condition index of each facility, and the District has many facilities in the upper condition of need. During the fiscal year the major capital activity was the building of additional student instruction facilities.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2011

Long Term Debt

The District may incur general obligation debt under the terms of Article IX, Section 11 of the New Mexico Constitution. The approval of such general obligation is dependent upon local voter approval and is limited to 6% of the assessed valuation of taxable property within the District. As of June 30, 2011 the District had outstanding General Obligation bonds in the amount of \$43,010,000. The District is bonded to 96% of the legal limit of \$44,729,977 based on assessed property value of \$745,499,625.

In 2002, the New Mexico Legislature enacted the Teacher Housing Revenue Bond Act. This act permits issuance of Revenue Bonds for the purpose of providing residential housing facilities for teachers. The Revenue Bonds do not constitute a general obligation indebtedness of the District; revenue from allowable federal Impact Aid payments to the district along with net income from the housing activities provides the pledged revenue for repayment. The District authorized and has outstanding Revenue Bond principal of \$26,052,451 as of June 30, 2011.

FUTURE TRENDS

In September 2003, the voters of the State of New Mexico approved two Constitutional amendments that affect public school education. The provision that increases the percentage of interest distribution from the Public School Permanent Fund is designed to fund public school reforms. Since the State uses an Equalization Guarantee Formula, the additional distributions should increase the support for operational funding within the General Fund. The focus of the increased funding is to be the classroom rather than other functions.

Capital funding from State sources was not defined in a formula such as the operational fund prior to 1999. The District has received over \$162,136,960 in Public School Capital Outlay (PSCOC) funding since 2000/2001 through June 30, 2011. The District participated in successful litigation against the State in order to receive state supported capital outlay funding. A State District Court monitors the State's performance in this funding; a status hearing regarding the State's progress toward uniform and sufficient capital funding may occur at the order of the Court. Capital funding is expected to continue at current levels to assist the District in replacement, renovation and construction of school buildings. Separately, the District's long-range debt plan, anticipates a General Obligation debt above 90% to coordinate with State capital outlay funds and the required match of funds by the District.

The Public Education Department, under Legislative action, directed New Mexico School Districts to implement a Uniform Chart of Accounts (UCOA). The implementation took place beginning July 1, 2006 and may change the comparison of financial statements for June 30, 2010 to prior periods. The implemented UCOA in New Mexico will allow alignment with reporting received by the National Center for Education Statistics (NCES) which compiles statistics to comply with No Child Left Behind (NCLB).

The District completed and approved a five-year Facilities Master Plan (FMP) in March 2006. This plan is compliant with the Public School Facilities Authority (PSFA) guidelines and serves as a working document for future facility needs within the District. The Total Cost of Capital Improvement Project recommendations to address existing needs in District are \$320,871,967 in 2006 dollars. The District plans for no growth related projects; demographic projections are for a declining school age population in McKinley County to 2015 with increasing school age populations in subsequent years. The District will continue to actively apply for Public School Capital Outlay awards to bring substandard facilities up to current adequacy conditions.

An extensive study was conducted in 2006 by a state-appointed, independent Funding Formula Task Force to determine whether our public schools were being provided sufficient funding. New Mexico's Constitution requires that a "uniform system of free public schools sufficient for the education of and open to all children of school age in the state shall be established and maintained". The outcome of the study was clear – virtually every New Mexico school district, whether small or large, is not operating with sufficient funding, which is the mandate of the New Mexico Constitution. The 2009 New Mexico Legislative session received several education bills that proposed to dramatically change the 35 year old public education funding formula; statewide, an additional \$350,000,000 would be recommended to address sufficiency. The District would be a major beneficiary of the new formula and the accompanying funds. The legislative bills introduced were not passed into law.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2011

The upheaval in the global economy and subsequent market declines have been apparent in New Mexico; the declining and uncertain energy (natural gas and oil) markets have greatly impacted the State's ability to support public education using the funding formula mentioned previously. In January 2011 the Public Education Department (PED) reduced the Unit Value calculation for the 2010/2011 school year ending June 30, 2011. The reduction was based upon the State Legislature's budget projections; the District's operational budget was reduced by \$2,161,072 and is included in the financial statements ending June 30, 2011.

Funds allocated to the State of New Mexico from the Federal American Reinvestment and Recovery Act (ARRA) are being used in the "State Fiscal Stabilization Fund" (SFSF) to offset the drop in state General Fund revenue. In 2009/2010 and 2010/2011, combined, the District received \$8,094,114 in ARRA funds to offset the decrease in Operational funds from 2008/2009 to 2009/2010. The District has implemented separate reporting and accounting processes in order to report ARRA usage. Since the District has received ARRA funds it has carefully monitored the student enrollment, staffing levels and projected revenue levels; the need for increased vigilance has become an organizational theme.

The District has implemented a Board of Education Policy (B-1100) to form the "Finance Committee of the Board of Education"; this committee interacts with management in order to provide awareness and greater understanding of internal control processes and financial reporting processes. This committee will assist in compliance with the responsibility for "the Body charged with governance" to become more capable of oversight as required in the American Institute of Certified Public Accountants, (AICPA) Statement of Auditing Standards (SAS) No. 112 and similar statements of responsibility.

CONTACTING THE DISTRICT

This financial report is designed to provide the reader, citizens, taxpayers, investors and other patrons with a general overview of the Gallup-McKinley County School District's financial condition and to provide accountability for the funds the District receives. Questions about this financial report or the operations of the District may be directed to:

Ms. Kim Brown
Assistant Superintendent-Business Services
Gallup-McKinley County Schools
P.O. Box 1318
Gallup, NM 87305
kbrown@gmcs.k12.nm.us
505-721-1070

Mr. Paul Merrill
Director of Fiscal Services
Gallup-McKinley County Schools
P.O. Box 1318
Gallup, NM 87305
pmerrill@gmcs.k12.nm.us
505-721-1072

Questions regarding other programs of the District may be directed to:

Mr. Ray Arsenault
Superintendent
Gallup-McKinley County Schools
P.O. Box 1318
Gallup, NM 87305
rarsenau@gmcs.k12.nm.us
505-721-1051

Mr. Max Perez
Assistant Superintendent – Learning Services
Gallup-McKinley County Schools
P.O. Box 1318
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505-721-1012

Other District information may be accessed at: www.gmcs.k12.nm.us

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Net Assets
June 30, 2011

	<u>Primary Government</u>	
	<u>Governmental</u>	<u>Component Unit</u>
	<u>Activities</u>	
Assets		
Current assets		
Cash and cash equivalents	\$ 37,126,362	\$ 455,536
Property taxes receivable	1,019,866	-
Due from other governments	3,167,801	35,709
Other receivables	384,876	1,200
Inventory	566,577	-
	<u>42,265,482</u>	<u>492,445</u>
Noncurrent assets		
Restricted cash and cash equivalents	8,766,276	-
Bond issuance costs (net of accumulated amortization of \$50,535)	181,239	-
Capital assets	455,326,590	216,480
Less: accumulated depreciation	(107,032,062)	(24,396)
	<u>357,242,043</u>	<u>192,084</u>
Total noncurrent assets		
	<u>399,507,525</u>	<u>684,529</u>
Total assets	<u>\$ 399,507,525</u>	<u>\$ 684,529</u>

The accompanying notes are an integral part of these financial statements

	<u>Primary Government</u> <u>Governmental</u> <u>Activities</u>	<u>Component Unit</u>
Liabilities		
Current liabilities		
Accounts payable	\$ 1,233,188	\$ 2,161
Deposits payable	97,392	-
Accrued payroll	2,515,440	4,733
Accrued interest	1,100,340	-
Current portion of accrued compensated absences	441,995	5,669
Current portion of bonds payable	7,221,287	-
	<u>12,609,642</u>	<u>12,563</u>
Noncurrent liabilities		
Bond underwriter premiums (net of accumulated amortization of \$51,538)	46,645	-
Accrued compensated absences	-	3,941
Bonds payable	61,841,164	-
	<u>61,887,809</u>	<u>3,941</u>
Total liabilities	<u>74,497,451</u>	<u>16,504</u>
Net assets		
Invested in capital assets, net of related debt	279,232,077	192,084
Restricted for:		
Debt service	9,249,672	-
Capital projects	6,760,067	-
Other purposes	13,749,769	-
Unrestricted	16,018,489	475,941
	<u>325,010,074</u>	<u>668,025</u>
Total net assets	<u>325,010,074</u>	<u>668,025</u>
Total liabilities and net assets	<u>\$ 399,507,525</u>	<u>\$ 684,529</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Statement of Activities
 For the Year Ended June 30, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental Activities:				
Instruction	\$ 82,411,218	\$ 1,143,300	\$ 44,504,557	\$ 10,322,977
Support services - students	13,396,773	185,855	7,234,664	1,678,104
Support services - instruction	5,273,625	73,162	2,847,917	660,584
Support services - general administration	1,871,184	25,959	1,010,496	234,388
Support services - school administration	7,197,073	99,846	3,886,638	901,518
Central services	4,234,780	58,750	2,286,910	530,456
Operation and maintenance of plant	18,097,507	251,068	9,773,203	2,266,926
Student transportation	5,831,835	-	3,926,105	-
Other support services	11,756	163	6,349	1,473
Food services operations	5,767,110	300,394	5,396,974	-
Interest on long-term debt	2,518,576	-	-	-
	<u>\$ 146,611,437</u>	<u>\$ 2,138,497</u>	<u>\$ 80,873,812</u>	<u>\$ 16,596,426</u>
Component Unit Activities:				
Charter school	<u>\$ 596,997</u>	<u>\$ -</u>	<u>\$ 43,172</u>	<u>\$ 8,601</u>

General Revenues:

Taxes
 Property taxes, levied for operating programs
 Property taxes, levied for debt services
 Property taxes, levied for capital projects
 Oil and gas taxes
 State equalization guarantee
 Interest and investment earnings
 Miscellaneous
 Loss on disposition of assets

Subtotal, general revenues

Changes in net assets

Net assets - beginning

Net assets - ending

The accompanying notes are an integral part of these financial statements

Net (Expense) Revenue and Changes in Net Assets			
Primary Government		Component Unit	
Governmental Activities		Charter School	
\$	(26,440,384)	\$	-
	(4,298,150)		-
	(1,691,962)		-
	(600,341)		-
	(2,309,071)		-
	(1,358,665)		-
	(5,806,309)		-
	(1,905,730)		-
	(3,772)		-
	(69,742)		-
	(2,518,576)		-
	(47,002,702)		-
			(545,224)
	297,578		-
	6,059,046		-
	1,448,055		-
	19,220		-
	52,444,788	655,808	-
	14,890		-
	35,771		-
	(386,866)		-
	59,932,482	110,584	-
	12,929,780	110,584	-
	312,080,294	557,441	-
\$	<u>325,010,074</u>	\$	<u>668,025</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Balance Sheet
 Governmental Funds
 June 30, 2011

	General Fund	Title I - IASA	Entitlement IDEA- B- Federal Stimulus
ASSETS			
<i>Current assets</i>			
Cash and cash equivalents	\$ 6,817,529	\$ 150,231	\$ 9,513
Property taxes receivable	39,381	-	-
Due from other governments	-	635,899	694,078
Other receivables	370,171	-	-
Inventory	406,677	-	-
Due from other funds	3,335,456	-	-
<i>Total assets</i>	\$ 10,969,214	\$ 786,130	\$ 703,591
LIABILITIES AND FUND BALANCES			
<i>Current liabilities</i>			
Accounts payable	\$ 329,348	\$ 28,798	\$ -
Deposits payable	97,392	-	-
Accrued payroll	1,899,957	165,554	9,513
Deferred revenue	16,437	-	-
Due to other funds	-	591,778	694,078
<i>Total liabilities</i>	2,343,134	786,130	703,591
<i>Fund balances</i>			
Nonspendable			
Inventory	406,677	-	-
Spendable			
Restricted for:			
Educational purposes	-	-	-
Food service	-	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Committed for:			
Subsequent year's expenditures	3,957,868	-	-
Unassigned	4,261,535	-	-
<i>Total fund balances</i>	8,626,080	-	-
<i>Total liabilities and fund balances</i>	\$ 10,969,214	\$ 786,130	\$ 703,591

The accompanying notes are an integral part of these financial statements

<u>Impact Aid Indian Education</u>	<u>Special Revenue Bond</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ 8,827,512	\$ 11,639,492	\$ 8,766,276	\$ 9,682,085	\$ 45,892,638
-	-	791,103	189,382	1,019,866
-	-	2,041	1,835,783	3,167,801
-	-	-	14,705	384,876
-	-	-	159,900	566,577
-	-	-	-	3,335,456
<u>\$ 8,827,512</u>	<u>\$ 11,639,492</u>	<u>\$ 9,559,420</u>	<u>\$ 11,881,855</u>	<u>\$ 54,367,214</u>
\$ 199,591	\$ 22,108	\$ -	\$ 653,343	\$ 1,233,188
-	-	-	-	97,392
162,354	-	-	278,062	2,515,440
-	-	365,075	335,843	717,355
-	-	-	2,049,600	3,335,456
<u>361,945</u>	<u>22,108</u>	<u>365,075</u>	<u>3,316,848</u>	<u>7,898,831</u>
-	-	-	159,900	566,577
8,465,567	-	-	2,938,624	11,404,191
-	-	-	1,422,757	1,422,757
-	11,617,384	-	3,362,293	14,979,677
-	-	9,194,345	-	9,194,345
-	-	-	1,089,009	1,089,009
-	-	-	-	3,957,868
-	-	-	(407,576)	3,853,959
<u>8,465,567</u>	<u>11,617,384</u>	<u>9,194,345</u>	<u>8,565,007</u>	<u>46,468,383</u>
<u>\$ 8,827,512</u>	<u>\$ 11,639,492</u>	<u>\$ 9,559,420</u>	<u>\$ 11,881,855</u>	<u>\$ 54,367,214</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Governmental Funds
 Reconciliation of the Balance Sheet to the Statement of Net Assets
 June 30, 2011

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

Fund balances - total governmental funds	\$ 46,468,383
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	348,294,528
Revenues not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	
Delinquent property taxes	469,051
Grant revenue	248,304
Bond issuance costs, including original issue discounts and premiums are not current financial resources or obligations and, therefore, are not reported in the funds	
Bond issuance cost (net of amortization)	181,239
Bond underwriter premiums (net of amortization)	(46,645)
Accrued interest is not due and payable with current financial resources and, therefore, is not reported in the funds	(1,100,340)
Certain liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds	
General obligation bonds	(43,010,000)
Revenue bonds	(26,052,451)
Current portion of accrued compensated absences	<u>(441,995)</u>
Total net assets - governmental activities	<u>\$ 325,010,074</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	<u>General Fund</u>	<u>Title I - IASA</u>	<u>Entitlement IDEA- B- Federal Stimulus</u>
<i>Revenues</i>			
Property taxes	\$ 314,434	\$ -	\$ -
Oil and gas taxes	886	-	-
Intergovernmental revenue			
Federal flowthrough	503,144	8,839,690	1,576,463
Federal direct	31,717,520	-	-
Local sources	24,611	-	-
State flowthrough	53,585,065	-	-
State direct	468,907	-	-
Combined local/state	-	-	-
Transportation distribution	3,926,105	-	-
Charges for services	727,098	-	-
Interest	1,252	-	-
Miscellaneous	21,711	-	-
<i>Total revenues</i>	<u>91,290,733</u>	<u>8,839,690</u>	<u>1,576,463</u>
<i>Expenditures</i>			
Current			
Instruction	50,419,226	8,011,767	353,862
Support services - students	4,027,358	3,878	1,184,150
Support services - instruction	1,118,866	529,742	-
Support services - general administration	769,540	219,555	38,451
Support services - school administration	6,746,183	-	-
Central services	3,365,741	74,748	-
Operation and maintenance of plant	15,756,761	-	-
Student transportation	5,118,446	-	-
Other support services	11,756	-	-
Food services operations	-	-	-
Capital outlay	560,364	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
<i>Total expenditures</i>	<u>87,894,241</u>	<u>8,839,690</u>	<u>1,576,463</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,396,492</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Bond proceeds	-	-	-
Transfers in	-	-	-
Transfers out	(5,270,440)	-	-
<i>Total other financing sources (uses)</i>	<u>(5,270,440)</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(1,873,948)	-	-
<i>Fund balances - beginning of year</i>	<u>10,500,028</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ 8,626,080</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Impact Aid Indian Education	Special Revenue Bond	Debt Service	Other Governmental Funds	Total
\$ -	\$ -	\$ 6,351,054	\$ 1,518,177	\$ 8,183,665
-	-	14,787	3,547	19,220
-	-	-	14,057,626	24,976,923
7,764,644	-	-	8,639,118	48,121,282
-	-	-	1,765,407	1,790,018
-	-	-	2,933,691	56,518,756
-	-	-	14,052,952	14,521,859
-	-	-	204,675	204,675
-	-	-	-	3,926,105
-	-	-	1,411,399	2,138,497
-	-	-	13,638	14,890
-	-	-	14,073	35,784
<u>7,764,644</u>	<u>-</u>	<u>6,365,841</u>	<u>44,614,303</u>	<u>160,451,674</u>
2,765,476	-	-	12,247,429	73,797,760
4,842,728	-	-	3,080,704	13,138,818
72,124	-	-	3,519,944	5,240,676
265,215	-	53,000	407,203	1,752,964
-	-	-	453,958	7,200,141
472,729	-	-	189,594	4,102,812
29,904	-	-	2,337,357	18,124,022
-	-	-	-	5,118,446
-	-	-	-	11,756
-	-	-	5,748,017	5,748,017
-	111,980	-	22,050,436	22,722,780
-	-	6,805,273	-	6,805,273
-	-	2,466,159	-	2,466,159
-	-	-	50,512	50,512
<u>8,448,176</u>	<u>111,980</u>	<u>9,324,432</u>	<u>50,085,154</u>	<u>166,280,136</u>
<u>(683,532)</u>	<u>(111,980)</u>	<u>(2,958,591)</u>	<u>(5,470,851)</u>	<u>(5,828,462)</u>
-	-	-	8,200,000	8,200,000
-	-	5,262,802	7,638	5,270,440
-	-	-	-	(5,270,440)
<u>-</u>	<u>-</u>	<u>5,262,802</u>	<u>8,207,638</u>	<u>8,200,000</u>
(683,532)	(111,980)	2,304,211	2,736,787	2,371,538
<u>9,149,099</u>	<u>11,729,364</u>	<u>6,890,134</u>	<u>5,828,220</u>	<u>44,096,845</u>
<u>\$ 8,465,567</u>	<u>\$ 11,617,384</u>	<u>\$ 9,194,345</u>	<u>\$ 8,565,007</u>	<u>\$ 46,468,383</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 For the year Ended June 30, 2011

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

Net change in fund balances - total governmental funds	\$	2,371,538
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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:

Capital expenditures reported as capital outlay expenditures		22,722,780
Depreciation expense		(9,840,291)

In the Statement of Activities, only the loss on the disposition of capital assets is reported, whereas in the governmental funds, the proceeds from the disposition increase financial resources. Thus, the change in net assets differs from the change in fund balance by the book value cost of the capital assets disposed.

		(386,866)
--	--	-----------

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

Change in deferred revenue related to property taxes receivables		(378,986)
Change in deferred revenue related to grant receivables		(144,605)

The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:

Current year bond issuance cost		50,512
Amortization of bond issuance cost		(28,320)
Amortization of bond premiums		32,007
Increase in compensated absences		(17,158)
Increase in accrued interest		(56,104)
Bond proceeds		(8,200,000)
Principal payments on bonds		6,805,273

Change in net assets of governmental activities	\$	<u>12,929,780</u>
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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
General Fund

Exhibit C-1

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

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ 304,326	\$ 304,326	\$ 296,955	\$ (7,371)
Oil and gas taxes	618	618	762	144
<i>Intergovernmental</i>				
Federal flowthrough	257,000	257,000	503,144	246,144
Federal direct	31,599,437	31,599,437	31,717,520	118,083
Local sources	5,000	5,000	94,611	89,611
State flowthrough	54,510,039	52,338,249	53,948,357	1,610,108
State direct	431,102	431,102	469,297	38,195
Transportation distribution	5,768,334	5,154,322	4,281,767	(872,555)
Charges for services	687,062	646,500	730,813	84,313
Interest	-	-	1,339	1,339
Miscellaneous	15,208	94,102	107,222	13,120
<i>Total revenues</i>	<u>93,578,126</u>	<u>90,830,656</u>	<u>92,151,787</u>	<u>1,321,131</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	55,689,916	53,812,812	48,581,636	5,231,176
Support services - students	4,785,962	4,198,687	4,027,286	171,401
Support services - instruction	2,584,255	1,122,821	1,119,386	3,435
Support services - general administration	726,235	957,235	770,805	186,430
Support services - school administration	7,671,002	6,899,629	6,746,883	152,746
Central services	2,992,180	3,438,196	3,427,927	10,269
Operation and maintenance of plant	16,050,382	17,497,293	15,826,828	1,670,465
Student transportation	4,968,334	6,154,932	5,251,870	903,062
Other support services	121,001	144,501	33,079	111,422
Capital outlay	2,563,349	1,997,009	474,930	1,522,079
<i>Total expenditures</i>	<u>98,152,616</u>	<u>96,223,115</u>	<u>86,260,630</u>	<u>9,962,485</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,574,490)</u>	<u>(5,392,459)</u>	<u>5,891,157</u>	<u>11,283,616</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	4,574,490	5,392,459	-	(5,392,459)
Transfers in (out)	-	-	(5,262,802)	(5,262,802)
<i>Total other financing sources (uses)</i>	<u>4,574,490</u>	<u>5,392,459</u>	<u>(5,262,802)</u>	<u>(10,655,261)</u>
<i>Net change in fund balances</i>	-	-	628,355	628,355
<i>Fund balances - beginning of year</i>	-	-	9,524,629	9,524,629
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,152,984</u>	<u>\$ 10,152,984</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 628,355
Adjustments to revenues for property taxes, oil and gas taxes, and state flowthrough.				(861,054)
Adjustments to expenditures for salaries, general supplies and material, and other contract services.				(1,641,249)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,873,948)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I - IASA - Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	7,805,164	10,205,076	8,563,549	(1,641,527)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,805,164</u>	<u>10,205,076</u>	<u>8,563,549</u>	<u>(1,641,527)</u>
<i>Expenditures</i>				
Current				
Instruction	6,805,223	9,081,485	7,894,664	1,186,821
Support services - students	4,200	4,200	3,878	322
Support services - instruction	697,717	773,448	534,352	239,096
Support services - general administration	207,418	271,194	219,555	51,639
Support services - school administration	-	-	-	-
Central services	90,606	74,749	74,748	1
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,805,164</u>	<u>10,205,076</u>	<u>8,727,197</u>	<u>1,477,879</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(163,648)	(163,648)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(163,648)	(163,648)
<i>Fund balances - beginning of year</i>	-	-	(277,899)	(277,899)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (441,547)</u>	<u>\$ (441,547)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (163,648)
Adjustments to revenues for federal flowthrough grants.				276,141
Adjustments to expenditures for other professional services.				(112,493)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-3

Gallup-McKinley County Public Schools
 Entitlement IDEA-B- Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	1,976,344	976,977	(999,367)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,976,344</u>	<u>976,977</u>	<u>(999,367)</u>
<i>Expenditures</i>				
Current				
Instruction	-	354,090	344,349	9,741
Support services - students	-	1,557,202	1,184,304	372,898
Support services - instruction	-	-	-	-
Support services - general administration	-	48,052	38,451	9,601
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	17,000	-	17,000
<i>Total expenditures</i>	<u>-</u>	<u>1,976,344</u>	<u>1,567,104</u>	<u>409,240</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(590,127)</u>	<u>(590,127)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(590,127)	(590,127)
<i>Fund balances - beginning of year</i>	-	-	(94,438)	(94,438)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (684,565)</u>	<u>\$ (684,565)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (590,127)
Adjustments to revenues for federal flowthrough reimbursements.				599,486
Adjustments to expenditures for other contract services.				(9,359)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Indian Education Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Exhibit C-4

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	7,771,046	7,771,046
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	7,771,046	7,771,046
<i>Expenditures</i>				
<i>Current</i>				
Instruction	2,473,809	2,985,825	2,603,122	382,703
Support services - students	4,743,559	5,135,620	4,643,372	492,248
Support services - instruction	46,902	125,269	77,749	47,520
Support services - general administration	232,988	308,075	266,174	41,901
Support services - school administration	-	-	-	-
Central services	304,515	505,581	505,558	23
Operation and maintenance of plant	-	122,000	29,929	92,071
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	7,801,773	9,182,370	8,125,904	1,056,466
<i>Excess (deficiency) of revenues over expenditures</i>	(7,801,773)	(9,182,370)	(354,858)	8,827,512
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	7,801,773	9,182,370	-	(9,182,370)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	7,801,773	9,182,370	-	(9,182,370)
<i>Net change in fund balances</i>	-	-	(354,858)	(354,858)
<i>Fund balances - beginning of year</i>	-	-	9,182,370	9,182,370
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 8,827,512	\$ 8,827,512
<i>Net change in fund balances (Budget Basis)</i>				\$ (354,858)
Adjustments to revenues for federal direct reimbursements.				(6,402)
Adjustments to expenditures for other contract services.				(322,272)
<i>Net change in fund balances (GAAP Basis)</i>				\$ (683,532)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2011

Exhibit D-1

Assets

Cash and cash equivalents

\$ 599,636

Total assets

\$ 599,636

Liabilities

Due to student organizations

\$ 599,636

Total liabilities

\$ 599,636

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies

Gallup-McKinley County Public Schools (“the 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 of the City of Gallup and McKinley County. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The school board is authorized to establish policies and regulations for its own government consistent with the laws of the State of New Mexico and the regulations of the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years. The District operates thirty five schools and one charter school within the District with a total enrollment of approximately 12,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

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 the District’s management who is responsible for their integrity and objectivity. The financial statements and notes of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for the governmental units. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance. The more significant of the District’s accounting policies are described below.

A. *Financial Reporting Entity*

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government’s operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion in the reporting entity. Based upon the application of these criteria, the District has one component unit and is not a component unit of another government agency.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

A. *Financial Reporting Entity (continued)*

The District's Board of Education approved the Middle College Charter School for operations in accordance with the criteria listed above. The charter school is deemed to be fiscally dependent upon the District and has been deemed to be a separate legal entity based on state statute and is presented as a discrete component unit. The discretely presented component unit does not have separately issued financial statements.

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

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

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

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

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

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*, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Ad valorem taxes (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; net of estimated refunds and uncollectible amounts for government-wide statements. For fund financial statements these revenues are recognized as revenues when measurable and available. Derived tax revenues are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items (which include state equalization and state revenue sharing) are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The District reports the following major governmental 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. Revenues are provided by the District's school tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the school except for those items included in other funds. The General Fund includes the *Transportation Fund*, which is used to account for the State Equalization received from the New Mexico Public Education Department which is used to pay for the costs associated with transporting school age children. It also includes the *Instructional Materials Fund*, which is used to account for the monies received from the New Mexico Public Education Department for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Title I – IASA Special Revenue Fund* is used to provide supplemental educational opportunity for academically disadvantaged children residing in the area. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

The *Entitlement IDEA-B- Federal Stimulus Special Revenue Fund* is used to account for resources provided under the American Recovery and Reinvestment Act of 2009 (ARRA). These federal funds are to account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

The *Impact Aid Indian Education Special Revenue Fund* is used to account for resources provided to the District which are to be used for supplemental special education for students in federally impacted areas. Funding is provided by PL 81-874.

The *Special Revenue Bond Capital Projects Fund* is used to account for bond proceeds and any income thereon. The proceeds are restricted for the purpose of making additions to buildings or building teacherage, approved by the voters of the District.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

The *Debt Service Fund* is used to accumulate resources for payment of principal and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters of and assessed by the McKinley County Assessor and collected and remitted to the District by the McKinley County Treasurer.

Additionally, the government reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for student activity funds.

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

D. *Assets, Liabilities and Net Assets or Equity*

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the Local Government Investment Pool. The Local Government 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 pool shares. As of June 30, 2011, the District does not have any investments with Local Governmental Investment Pool.

Restricted Assets: The Debt Service Fund is used to report resources set aside for the payment of long-term debt principal and interest.

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

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

The District receives monthly income from a tax levy from McKinley County. The funds are collected by the County Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurer in July and August 2011 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2011. Period of availability is deemed to be sixty days subsequent to year end.

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. As of June 30, 2011 the District does not have any prepaid items.

Inventory: The District's method of accounting for inventory is the consumption method. Under the consumption approach, governments report inventories they purchase as an asset and defer recognition of the expenditures until the period in which the inventories actually are consumed. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Food Service Special Revenue Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as expenditures at the time individual inventory items are consumed.

U.S.D.A. commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories. No deferred revenue was recorded for unused commodity inventory as of June 30, 2011.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Information Technology equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). The District does not have any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Library books are deemed to have useful lives of one year and are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction. Construction projects paid for by the Public School Capital Outlay Council are included in the District's capital assets.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-40
Furniture, fixtures, and equipment	3-12

Accrued Payroll: In the fund financial statements, governmental fund types recognize the accrual of unpaid wages and benefits that employees have earned at the close of each fiscal year. The amount recognized in the fund financial statements represents checks that were held at year end in relation to employee's summer payroll.

Deferred Revenues: There are two sets of circumstances in which the District accrues deferred revenue.

- *Unearned revenue* - Under both the accrual and the modified accrual basis of accounting exchange, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

- *Unavailable revenue* – Under the modified accrual basis of accounting, revenue must also be susceptible to accrual (it must be both measureable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue.

Compensated Absences: Twelve-month employees are entitled to accumulate annual leave up to 20 days per year, depending on length of service, and the employee's hire date and the employee's employment status (administrator or classified). Annual leave is supposed to be taken in the year earned or the succeeding fiscal year; however, a maximum of 20 days, depending on the employment status of the employee, may be carried over to the succeeding year or put into the employee's annual leave bank. The employee's annual leave bank may accumulate up to a maximum of 30 working days. Any additional days over the 30 are lost. Once days are banked they may not be withdrawn. Upon termination, employees are paid for their accrued annual leave, up to a maximum of 30 days.

Qualified employees are entitled to accumulate sick leave. There is no limit to the amount of sick leave which an employee may accumulate; however, the only employees that are eligible to be paid out are those that are retiring and have completed at least five years of service with the District. These employees will be compensated at 30 percent of their daily rate of pay for unused sick leave upon retirement up to a maximum of 150 days.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or straight line method if the difference is inconsequential.

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

Fund Balance Classification Policies and Procedures: For committed fund balance, the District's highest level of decision-making authority is the Board of Education. The formal action that is required to be taken to establish a fund balance commitment is the Board of Education.

For assigned fund balance, the Board of Education or an official or body to which the School Board of Education delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

For the classification of fund balances, the District considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the District considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance: At June 30, 2011, the nonspendable fund balance of the District is comprised of inventory in the general fund in the amount of \$406,677 and inventory in the food service fund in the amount of \$159,900, both of which are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2011, the restricted fund balance on the governmental funds balance sheet is made up of \$11,404,191 for providing education to the students of the District, \$1,422,757 for providing food service to the students of the District, \$14,979,677 for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act [22-24-1 NMSA 1978], or any combination of these purposes, \$9,194,345 for the payment of principal and interest of the future debt service requirements, \$3,957,868 for subsequent year's expenditures, and \$1,089,009 for athletics administered within the District.

Minimum Fund Balance Policy: The District's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. The District has not developed a policy for maintaining a minimum amount of fund balance as of June 30, 2011.

Net Assets: Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt: Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets: Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets restricted for "special revenue, debt service, and capital projects" are described on pages 43-44 and 76-85.
- c. Unrestricted Net Assets: All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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. Significant estimates for the District are management's estimate of estimated useful lives and the current portion of accrued compensated absences.

E. Revenues

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

E. *Revenues* (continued)

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 \$52,444,788 in state equalization guarantee distributions during the year ended June 30, 2011.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$8,183,665 in property tax revenues in the governmental fund financial statements during the year ended June 30, 2011. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$3,926,105 in transportation distributions during the year ended June 30, 2011.

Instructional Materials: The Public Education Department receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. The District received \$469,297 in instructional materials revenue from the State for the year ended June 30, 2011.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the Schools under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. However, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary. The District received \$1,832,956 in state SB-9 matching during the year ended June 30, 2011.

Public School Capital Outlay: The public school capital outlay fund was created under the provisions of Chapter 22, Article 24, NMSA 1978. The money in the fund may be used for: capital expenditures deemed by the public school capital outlay council to be necessary for an adequate education program per Section 22-24-4(B); core administrative function of the public school facilities authority and for project management expense upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L). The District received \$13,107,186 in PSCOC awards during the year ended June 30, 2011.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

E. *Revenues* (continued)

Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

Federal Grants: The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operates under its own budget, which has been approved by the Federal Department or the flowthrough agency (usually the New Mexico Public Education Department). The various budgets are approved by the Local School Board and the New Mexico Public Education Department.

The District also receives reimbursement under the National School Lunch and Breakfast for its food services operations, and the distribution of commodities through the New Mexico Human Services Department. These items are recorded as non-operating revenues. All charges for services are recorded as operating income.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

Actual expenditures may not exceed the budget at the function (or “series”) level. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a ‘series’ this may be accomplished with only local Board of Education approval. If a transfer between ‘series’ or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Public Education Department.
2. In May or June, the budget is approved by the Board of Education.
3. The school board must certify the budget. The school board meeting is open for the general public unless a closed meeting has been called.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 2. Stewardship, Compliance and Accountability (continued)

Budgetary Information (continued)

6. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Budget basis expenditures exclude encumbrances.

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

The appropriated budget for the year ended June 30, 2011, was properly amended by the District's Board of Education throughout the year. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
	Budgeted Funds:	
General Fund	\$ (4,574,490)	\$ (5,392,459)
Title I – IASA	\$ -	\$ -
Entitlement IDEA-B- Federal Stimulus	\$ -	\$ -
Impact Aid Indian Education	\$ (7,801,773)	\$ (9,182,370)
Special Revenue Bond	\$ (12,066,011)	\$ (12,066,011)
Debt Service	\$ (7,188,962)	\$ (7,188,962)
Nonmajor Funds	\$ (28,736,745)	\$ (32,817,292)

The District is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

NOTE 3. Deposits and Investments

Section 22-8-40, NMSA 1978 authorizes the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2011.

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 District. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized by the financial institution as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance. The collateral pledged is listed on Schedule III in 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.

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

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (continued)

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Under the Transaction Account Guarantee Program (TAGP) in effect from July 1, 2010 to December 31, 2010, time deposits, savings deposits and interest bearing negotiable order of withdrawal (NOW) accounts of a public unit in an institution in the same state were insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. The TAGP program expired on December 31, 2010. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts at all FDIC-insured depository institutions. The separate coverage on non-interest bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012. From December 31, 2010 to July 20, 2011 accounts held by an official custodian for a government unit are insured as follows:

- Up to \$250,000 for the combined total of all time and savings deposits (including NOW accounts), and
- Unlimited coverage for noninterest-bearing transaction (demand deposit) accounts.

Through July 20, 2011, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2011, \$13,554,694 of the District's bank balance of \$14,369,194 was subject to custodial credit risk. \$6,863,456 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name. \$6,691,238 of the District's deposits was uninsured and uncollateralized at June 30, 2011.

	<u>Bank of America</u>	<u>Pinnacle Bank</u>	<u>Wells Fargo Bank</u>	<u>Total</u>
Total amount of deposits	\$ 389,324	\$13,804,695	\$ 175,176	\$ 14,369,195
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	(187,057)	-	(175,176)	(362,233)
FDIC Coverage	<u>(202,267)</u>	<u>(250,000)</u>	<u>-</u>	<u>(452,267)</u>
Total uninsured public funds	<u>-</u>	<u>13,554,695</u>	<u>-</u>	<u>13,554,695</u>
Collateralized by securities held by the pledging institution or by its trust department or agent in other than the District's name	<u>-</u>	<u>6,863,456</u>	<u>-</u>	<u>6,863,456</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ 6,691,239</u>	<u>\$ -</u>	<u>\$ 6,691,239</u>
Collateral requirement (50% of uninsured)	\$ -	\$ 6,777,348	\$ -	\$ 6,777,348
Pledged securities	<u>-</u>	<u>6,863,456</u>	<u>-</u>	<u>6,863,456</u>
Over (under) collateralization	<u>\$ -</u>	<u>\$ 86,108</u>	<u>\$ -</u>	<u>\$ 86,108</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 3. Deposits and Investments (continued)

Custodial Credit Risk – Investments For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial risk. New Mexico State Statutes require collateral pledged to be delivered for securities underlying an overnight repurchase agreement, or a joint safekeeping receipt be issued to the District for at least one hundred two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution. At June 30, 2011, the entire District's investment balance in repurchase agreements of \$35,567,061 was exposed to custodial credit risk because it was uninsured and the collateral was held by the counterparty and not in the District's name.

	<u>Bank of America</u>
Repurchase agreements	\$ 35,567,061
FDIC coverage	<u>-</u>
Total uninsured public funds	35,567,061
Securities underlying an overnight repurchase agreement held by investment's counterparty not in the District's name	<u>35,567,061</u>
Uninsured and uncollateralized	<u>\$ -</u>
Collateral requirement for repurchase agreements (102% of value of underlying securities)	\$ 36,278,402
Pledged securities	<u>36,278,403</u>
Over (under) collateralization	<u>\$ 1</u>

Investments:

<u>Investment Type</u>	<u>Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
U.S. Treasury MM Mutual Funds	<360 days	\$ 2,452,959	AAA

The District utilizes pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from accounts in the combining balance sheets as of June 30, 2011. Funds 24000 through 25000 are federal funds and 26000 through 31700 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2011:

Primary Government

24101	Title I IASA	\$ 591,778
24107	Discretionary IDEA-B	44,003
24112	Early Intervention Services IDEA-B	2,126
24113	Education of Homeless	2,723
24115	Private Schools Share IDEA-B	<u>14,736</u>
Subtotal		655,366

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (continued)

24119	21st Century Community Learning Centers 2008-2014	321,352
24120	"Risk Pool" IDEA-B	540
24124	Title I 1003g Grant	172,372
24129	Partnerships in Character Ed Pilot	1,889
24153	English Language Acquisition	25,116
24154	Teacher/Principal Training and Recruiting	119,864
24160	Rural and Low Income Schools	317,640
24162	Title I School Improvement	71,277
24167	Reading First	14,370
24174	Carl Perkins Secondary - Current	11,298
24201	Title I - IASA - Federal Stimulus	55,097
24206	Entitlement IDEA-B - Federal Stimulus	694,078
24209	Preschool IDEA-B- Federal Stimulus	17,096
24212	Early Intervention Services IDEA-B - Federal Stimulus	588
24213	Education of Homeless - Federal Stimulus	56
24215	Private Schools Share IDEA-B- Federal Stimulus	947
24249	Enhancing Education Through Technology - Federal Stimulus	12,261
25131	Johnson O'Malley	251,289
25173	Indian Health Services	2,080
25184	Indian Education Formula Grant	24,167
24199	21st Century Community Learning Centers	2,560
25214	Teacher Quality Improvement	17,058
25228	Goals 2000 Parental Assistance	17,981
25238	Substance Abuse and Mental Health Services	41,018
25248	Native American Program	1,054
25255	Education Jobs Fund	36
26143	Save the Children	121,604
26201	Pump up the Volume in Preschools	130,713
27105	2008 GO Bond Student Library Fund	278
27136	TANF - Full Day Kindergarten	1,513
27144	Laws of NM 2005	46,467
27149	Pre-K Initiative	12,101
27152	Reading Improvement Initiatives	2,704
27159	K-Plus Initiative	1,577
27166	Kindergarten - Three Plus	68,512
28170	Office of Child Development	6,170
28191	Start Smart K-3 Plus Utah State University Study	2,578
29107	City/County Grants	6,311
29130	School Based Health Center	65,764
31200	Public School Capital Outlay	20,713
		<hr/>
	Total	<u><u>\$ 3,335,455</u></u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 3. Deposits and Investments (continued)

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the District's Statement of Net Assets as follows:

Cash and cash equivalents per Exhibit A-1	\$ 37,126,362
Restricted cash and cash equivalents per Exhibit A-1	8,766,276
Agency cash and cash equivalents per Exhibit D-1	<u>599,636</u>
 Total cash and cash equivalents	 <u>46,492,274</u>
 Add: Outstanding checks, and other reconciling items	 5,896,941
Less: Investments	(2,452,959)
Less: Repurchase agreements	<u>(35,567,061)</u>
 Bank balance of deposits	 <u><u>\$ 14,369,195</u></u>

Component Unit:

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Component Unit's deposits may not be returned to it. The Component Unit does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2011, none of the Component Unit's bank balance of \$477,780 was subject to custodial credit risk.

	Wells Fargo Bank
Total amount of deposits	\$ 477,780
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	(477,780)
FDIC Coverage	<u>-</u>
Total uninsured public funds	<u>-</u>
 Collateralized by securities held by the pledging institution or by its trust department or agent in other than the Component Unit's name	 <u>-</u>
 Uninsured and uncollateralized	 <u><u>\$ -</u></u>
 Collateral requirement (50% of uninsured)	 \$ -
 Pledged securities	 <u>-</u>
 Over (under) collateralization	 <u><u>\$ -</u></u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 3. Deposits and Investments (continued)

The Component Unit utilizes pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from accounts in the combining balance sheets as of June 30, 2011. Funds 24000 through 25000 are federal funds and 26000 through 31700 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2011:

25250	State Equalization Guarantee - Federal Stimulus Special Revenue Fund	\$	19,948
31200	Public School Capital Outlay Capital Projects Fund		<u>6,977</u>
	Total		<u><u>\$ 26,925</u></u>

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the District's statement of net assets as follows:

Cash and cash equivalents per Exhibit A-1	<u>\$ 455,536</u>
Total cash and cash equivalents	<u>455,536</u>
Plus: outstanding checks	<u>22,244</u>
Bank balance of deposits	<u><u>\$ 477,780</u></u>

NOTE 4. Accounts Receivable

Primary Government:

Accounts receivable as of June 30, 2011, are as follows:

	<u>General Fund</u>	<u>Title I- IASA</u>	<u>Entitlement IDEA-B Federal Stimulus</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Property taxes receivable	\$ 39,381	\$ -	\$ -	\$ 791,103	\$ 189,382	\$ 1,019,866
Due from other governments						
Federal sources	-	635,899	694,078	-	1,513,520	2,843,497
State sources	-	-	-	2,041	322,263	324,304
Other receivables						
Reimbursements	<u>370,171</u>				<u>14,705</u>	<u>384,876</u>
	<u><u>\$ 409,552</u></u>	<u><u>\$ 635,899</u></u>	<u><u>\$ 694,078</u></u>	<u><u>\$ 793,144</u></u>	<u><u>\$ 2,039,870</u></u>	<u><u>\$ 4,572,543</u></u>

The above receivables are deemed 100% collectible.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 4. Accounts Receivable (continued)

Component Unit:

Accounts receivable as of June 30, 2011, are as follows:

Component Unit

	Charter School
Due from other governments	
Federal sources	\$ 27,108
State sources	8,601
Other receivables	1,200
	\$ 36,909

The above receivables are deemed 100% collectible.

NOTE 5. Interfund Receivables, Payables, and Transfers

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received.

The composition of interfund balances during the year ended June 30, 2011 is as follows:

Internal Balances

Due from other fund	Due to other fund	Amount
Primary Government		
Operational Fund Title I - IASA *		\$ 591,778
Operational Fund Discretionary IDEA-B		44,003
Operational Fund Early Intervention Services IDEA-B		2,126
Operational Fund Education of Homeless		2,723
Operational Fund Private Schools Share IDEA-B		14,736
Operational Fund 21st Century Community Learning Centers 2008-2014		321,352
Operational Fund "Risk Pool" IDEA-B		540
Operational Fund Title I 1003g Grant		172,372
Operational Fund Partnerships in Character Ed Pilot		1,889
Operational Fund English Language Acquisition		25,116
Operational Fund Teacher/Principal Training and Recruiting		119,864
Operational Fund Rural and Low Income Schools		317,640
Operational Fund Title I School Improvement		71,277
Operational Fund Reading First		14,370
Operational Fund Carl Perkins Secondary - Current		11,298
Operational Fund Title I - IASA - Federal Stimulus		55,097
Operational Fund Entitlement IDEA-B - Federal Stimulus*		694,078
Operational Fund Preschool IDEA-B- Federal Stimulus		17,097
Operational Fund Early Intervention Services IDEA-B - Federal Stimulus		588
Operational Fund Education of Homeless - Federal Stimulus		56
Operational Fund Private Schools Share IDEA-B- Federal Stimulus		947
Operational Fund Enhancing Education Through Technology - Federal Stimulus		12,261

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 5. Interfund Receivables, Payables, and Transfers (continued)

Operational Fund	Johnson O'Malley	251,289
Operational Fund	Indian Health Services	2,080
Operational Fund	Indian Education Formula Grant	24,167
Operational Fund	21st Century Community Learning Centers	2,560
Operational Fund	Teacher Quality Improvement	17,058
Operational Fund	Goals 2000 Parental Assistance	17,981
Operational Fund	Substance Abuse and Mental Health Services	41,018
Operational Fund	Native American Program	1,054
Operational Fund	Education Jobs Fund	36
Operational Fund	Save the Children	121,604
Operational Fund	Pump up the Volume in Preschools	130,713
Operational Fund	2008 GO Bond Student Library Fund	278
Operational Fund	TANF - Full Day Kindergarten	1,513
Operational Fund	Laws of NM 2005	46,467
Operational Fund	Pre-K Initiative	12,101
Operational Fund	Reading Improvement Initiatives	2,704
Operational Fund	K-Plus Initiative	1,577
Operational Fund	Kindergarten - Three Plus	68,512
Operational Fund	Office of Child Development	6,170
Operational Fund	Start Smart K-3 Plus Utah State University Study	2,578
Operational Fund	City/County Grants	6,311
Operational Fund	School Based Health Center	65,764
Operational Fund	Public School Capital Outlay	20,713
		<u>20,713</u>
		<u>\$ 3,335,456</u>

All interfund balances are to be repaid within one year. (*) Indicates a major fund.

Component Unit		
Operational Fund	State Equalization Guarantee - Federal Stimulus	\$ 11,877
Operational Fund	Education Jobs Fund	15,231
Operational Fund	Public School Capital Outlay	6,977
Operational Fund	Capital Improvements SB-9	8,601
		<u>8,601</u>
		<u>\$ 42,686</u>

The District recorded interfund transfers to reflect a temporary transfer of cash due to temporary need within the funds. The composition of interfund transfers during the year ended June 30, 2011 is as follows:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
Primary Government		
Operational Fund	Debt Service	\$ 5,262,802
Operational Fund	Technology for Education	6,403
Operational Fund	Beginning Teacher Mentoring Program	1,000
Operational Fund	GRADS Child Care CYFD	235
		<u>235</u>
		<u>\$ 5,270,440</u>

STATE OF NEW MEXICO
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NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2011, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and construction in progress are not subject to depreciation.

Primary Government:

	Balance June 30, 2010	Reclassification	Additions	Deletions	Balance June 30, 2011
Capital assets not being depreciated:					
Land	\$ 18,085,610	\$ -	\$ -	\$ -	\$ 18,085,610
Construction in progress	29,601,561	(872,533)	21,030,847	-	49,759,875
Total capital assets not being depreciated	47,687,171	(872,533)	21,030,847	-	67,845,485
Capital assets being depreciated:					
Buildings and improvements	359,716,843	872,533	1,351,883	-	361,941,259
Furniture, fixtures, and equipment	26,214,212	-	340,050	1,014,416	25,539,846
Total capital assets being depreciated	385,931,055	872,533	1,691,933	1,014,416	387,481,105
Total capital assets	433,618,226	-	22,722,780	1,014,416	455,326,590
Less accumulated depreciation:					
Buildings and improvements	77,853,482	-	8,106,257	-	85,959,739
Furniture, fixtures and equipment	19,965,839	-	1,734,034	627,550	21,072,323
Total accumulated depreciation	97,819,321	-	9,840,291	627,550	107,032,062
Total capital assets net of depreciation	<u>\$ 335,798,905</u>	<u>\$ -</u>	<u>\$ 12,882,489</u>	<u>\$ 386,866</u>	<u>\$ 348,294,528</u>

Depreciation expense for the year ended June 30, 2011 was charged to the following functions:

Primary Government

Instruction	\$ 8,628,421
Support services-students	258,736
Support services-instruction	32,878
Support services-general administration	122,123
Support services-school administration	1,032
Central services	84,545
Operations and maintenance of plant	647
Student transportation	686,089
Food services operations	25,820
	<u>\$ 9,840,291</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
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 June 30, 2011

NOTE 6. Capital Assets (continued)

The District has active construction projects as of June 30, 2011. The projects include additions, renovations and improvements to school buildings and grounds. A portion of the outstanding projects is funded by payments made directly to contractors by the Public School Capital Outlay Council (PSCOC). The PSCOC was created under the public school capital outlay council pursuant to Subsection A of Section 22-24-9 NMSA 1978 to assist in identifying and funding all outstanding deficiencies in public schools and grounds that may adversely affect the health or safety of students and school personnel no later than June 30, 2011. Additions of Gallup Middle School Renovation Phase II, Miyamura High School Renovation, and Thoreau Middle School were completed during the fiscal year with approximately \$13 million awarded by the Public School Capital Outlay Council.

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets being depreciated:				
Buildings and improvements	\$ 182,646	\$ 5,295	\$ -	\$ 187,941
Furniture fixtures and equipment	28,539	-	-	28,539
Total capital assets	211,185	5,295	-	216,480
Less accumulated depreciation:				
Buildings and improvements	380	4,577	-	4,957
Furniture, fixtures and equipment	17,409	2,030	-	19,439
Total accumulated depreciation	17,789	6,607	-	24,396
Total capital assets net of depreciation	\$ 193,396	\$ (1,312)	\$ -	\$ 192,084

Depreciation expense for the year ended June 30, 2011 was charged to the following functions:

Component Unit	
Instruction	\$ 2,030
Support services-general administration	11
Central services	4,566
	<u>\$ 6,607</u>

NOTE 7. Long-term Debt

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years was \$60,050,000. During the year, general obligation bonds for the same purpose totaling \$8,200,000 were issued for erecting, remodeling, making additions to and furnishing schools buildings and purchasing and improving school grounds. In addition, these were used for refunding the District's outstanding General Obligation Bonds, Series 2000. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2011 are for governmental activities.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
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NOTE 7. Long-term Debt (continued)

The District issues revenue bonds to provide funds for the acquisition and construction of teacher housing facilities. The original amount of revenue bonds issued by the District in prior years is \$32,889,365. Revenue from rent and leases and eligible Federal Impact Aid is used to repay the District's revenue bonds.

Bonds outstanding during the year ended June 30, 2011, are comprised of the following:

	Series 6/1/1999	Series 9/1/2001	Series 11/22/2002	Series 8/12/2003
Original Issue:	\$ 5,000,000	\$ 10,375,000	\$ 3,500,000	\$ 3,000,000
Principal:	August 1	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	4.125% - 5.625%	3.50% - 4.375%	1.41% - 3.539%	3.00% - 4.00%
Maturity Date:	8/1/2011	8/1/2013	8/1/2014	8/1/2016
	Revenue Bond 1/6/2003	Series 10/26/2004	Revenue Bond 5/1/2005	Revenue Bond 7/28/2006
Original Issue:	\$ 16,568,373	\$ 4,500,000	\$ 2,740,967	\$ 13,580,025
Principal:	August 1	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	1.23% - 4.35%	3.30% - 4.75%	3.41% - 5.37%	3.62% - 4.49%
Maturity Date:	8/1/2023	8/1/2017	8/1/2026	8/1/2026
	Series 1/13/2006	Series 5/16/2007	Series 3/3/2008	Series 1/6/2009
Original Issue:	\$ 4,500,000	\$ 5,500,000	\$ 5,500,000	\$ 6,000,000
Principal:	August 1	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	2.88% - 3.86%	3.497% - 3.729%	3.45% - 4.00%	3.45% - 5.00%
Maturity Date:	8/1/2018	8/1/2020	8/1/2021	8/1/2022
	Series 11/24/2009	Series 5/3/2010	Series 11/12/2010	
Original Issue:	\$ 2,425,000	\$ 4,750,000	\$ 8,200,000	
Principal:	August 1	August 1	August 1	
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	
Interest Rates:	4.00% - 5.00%	1.33% - 4.35%	.836-3.77%	
Maturity Date:	8/1/2012	8/1/2023	8/1/2027	

STATE OF NEW MEXICO
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 June 30, 2011

NOTE 7. Long-term Debt (continued)

The following is a summary of the long-term debt and the activity for the year June 30, 2011 (continued)

Primary Government:

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011	Due Within One Year
General obligation bonds					
Series 8/1/1998	\$ 1,225,000	\$ -	\$ 1,225,000	\$ -	\$ -
General obligation bonds					
Series 6/1/1999	2,925,000	-	1,400,000	1,525,000	1,525,000
General obligation bonds					
Series 9/1/2001	1,450,000	-	100,000	1,350,000	250,000
General obligation bonds					
Series 11/22/2002	2,115,000	-	200,000	1,915,000	200,000
General obligation bonds					
Series 8/12/2003	2,350,000	-	50,000	2,300,000	300,000
General obligation bonds					
Series 10/26/2004	3,400,000	-	-	3,400,000	150,000
General obligation bonds					
Series 1/13/2006	4,200,000	-	100,000	4,100,000	100,000
General obligation bonds					
Series 5/16/2007	4,390,000	-	145,000	4,245,000	100,000
General obligation bonds					
Series 3/3/2008	5,050,000	-	300,000	4,750,000	300,000
General obligation bonds					
Series 1/6/2009	6,000,000	-	450,000	5,550,000	300,000
General obligation bonds					
Series 11/24/2009	2,425,000	-	1,500,000	925,000	635,000
General obligation bonds					
Series 5/3/2010	4,750,000	-	-	4,750,000	1,170,000
General obligation bonds					
Series 11/12/10	-	8,200,000	-	8,200,000	815,000
Revenue bond					
Series 1/6/2003	12,852,881	-	721,283	12,131,598	743,265
Revenue bond					
Series 5/1/2005	2,370,969	-	105,000	2,265,969	105,000
Revenue bond					
Series 7/28/2006	12,163,874	-	508,990	11,654,884	528,022
	<u>67,667,724</u>	<u>8,200,000</u>	<u>6,805,273</u>	<u>69,062,451</u>	<u>7,221,287</u>
Compensated absences	424,837	651,202	634,044	441,995	441,995
	<u>\$ 68,092,561</u>	<u>\$ 8,851,202</u>	<u>\$ 7,439,317</u>	<u>\$ 69,504,446</u>	<u>\$ 7,663,282</u>

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2011, compensated absences increased \$17,158 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities. All accrued compensated absences are expected to be liquidated within one year.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the General Obligation Bonds as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 5,845,000	\$ 1,301,628	\$ 7,146,628
2013	4,185,000	1,258,253	5,443,253
2014	4,195,000	1,139,061	5,334,061
2015	3,480,000	1,015,011	4,495,011
2016	3,230,000	896,896	4,126,896
2017-2021	14,500,000	2,809,992	17,309,992
2022-2026	6,850,000	691,526	7,541,526
2027-2028	725,000	53,948	778,948
	<u>\$ 43,010,000</u>	<u>\$ 9,166,315</u>	<u>\$ 52,176,315</u>

The annual requirements to amortize June 1, 1999 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	<u>\$ 1,525,000</u>	<u>\$ 34,313</u>	<u>\$ 1,559,313</u>
	<u>\$ 1,525,000</u>	<u>\$ 34,313</u>	<u>\$ 1,559,313</u>

The annual requirements to amortize the September 1, 2001 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 250,000	\$ 53,438	\$ 303,438
2013	550,000	36,094	586,094
2014	550,000	12,031	562,031
	<u>\$ 1,350,000</u>	<u>\$ 101,563</u>	<u>\$ 1,451,563</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2011

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the November 22, 2002 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 200,000	\$ 62,480	\$ 262,480
2013	200,000	56,077	256,077
2014	500,000	44,376	544,376
2015	1,015,000	17,962	1,032,962
	<u>\$ 1,915,000</u>	<u>\$ 180,895</u>	<u>\$ 2,095,895</u>

The annual requirements to amortize the August 12, 2003 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 300,000	\$ 77,125	\$ 377,125
2013	300,000	67,938	367,938
2014	300,000	58,375	358,375
2015	400,000	46,750	446,750
2016	500,000	30,000	530,000
2017	500,000	10,000	510,000
	<u>\$ 2,300,000</u>	<u>\$ 290,188</u>	<u>\$ 2,590,188</u>

The annual requirements to amortize the October 26, 2004 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 150,000	\$ 118,913	\$ 268,913
2013	250,000	111,038	361,038
2014	300,000	102,066	402,066
2015	350,000	90,875	440,875
2016	675,000	73,112	748,112
2017-2018	1,675,000	67,650	1,742,650
	<u>\$ 3,400,000</u>	<u>\$ 563,654</u>	<u>\$ 3,963,654</u>

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NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the January 13, 2006 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 100,000	\$ 150,162	\$ 250,162
2013	250,000	144,203	394,203
2014	500,000	131,095	631,095
2015	500,000	113,218	613,218
2016	600,000	93,061	693,061
2017-2019	2,150,000	125,609	2,275,609
	<u>\$ 4,100,000</u>	<u>\$ 757,348</u>	<u>\$ 4,857,348</u>

The annual requirements to amortize the May 16, 2007 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 100,000	\$ 153,312	\$ 253,312
2013	200,000	148,032	348,032
2014	200,000	140,970	340,970
2015	200,000	133,869	333,869
2016	400,000	123,117	523,117
2017-2021	3,145,000	300,207	3,445,207
	<u>\$ 4,245,000</u>	<u>\$ 999,507</u>	<u>\$ 5,244,507</u>

The annual requirements to amortize the March 3, 2008 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 300,000	\$ 173,213	\$ 473,213
2013	300,000	161,212	461,212
2014	300,000	149,213	449,213
2015	300,000	138,037	438,037
2016	250,000	128,487	378,487
2017-2021	2,375,000	448,011	2,823,011
2022	925,000	17,806	942,806
	<u>\$ 4,750,000</u>	<u>\$ 1,215,979</u>	<u>\$ 5,965,979</u>

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NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the January 6, 2009 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 300,000	\$ 231,276	\$ 531,276
2013	300,000	220,588	520,588
2014	300,000	209,525	509,525
2015	200,000	200,025	400,025
2016	350,000	189,150	539,150
2017-2021	2,100,000	743,050	2,843,050
2022-2023	2,000,000	96,325	2,096,325
	<u>\$ 5,550,000</u>	<u>\$ 1,889,939</u>	<u>\$ 7,439,939</u>

The annual requirements to amortize the November 24, 2009 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 635,000	\$ 24,300	\$ 659,300
2013	290,000	5,800	295,800
	<u>\$ 925,000</u>	<u>\$ 30,100</u>	<u>\$ 955,100</u>

The annual requirements to amortize the May 3, 2010 Series general obligation bonds outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 1,170,000	\$ 123,029	\$ 1,293,029
2013	570,000	110,543	680,543
2014	270,000	103,139	373,139
2015	265,000	97,324	362,324
2016	200,000	91,420	291,420
2017-2021	1,050,000	358,565	1,408,565
2022-2024	1,225,000	82,953	1,307,953
	<u>\$ 4,750,000</u>	<u>\$ 966,973</u>	<u>\$ 5,716,973</u>

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NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the November 12, 2010 Series general obligation bonds as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 815,000	\$ 100,067	\$ 915,067
2013	975,000	196,728	1,171,728
2014	975,000	188,271	1,163,271
2015	250,000	176,951	426,951
2016	255,000	168,549	423,549
2017-2021	1,505,000	756,900	2,261,900
2022-2026	2,700,000	494,442	3,194,442
2027-2028	725,000	53,948	778,948
	<u>\$ 8,200,000</u>	<u>\$ 2,135,856</u>	<u>\$ 10,335,856</u>

The annual requirements to amortize the January 6, 2003 Teacher Housing Revenue Bond outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 743,265	\$ 445,840	\$ 1,189,105
2013	767,333	422,949	1,190,282
2014	792,949	398,524	1,191,473
2015	820,215	372,300	1,192,515
2016	849,571	343,859	1,193,430
2017-2021	4,775,630	1,208,086	5,983,716
2022-2024	3,382,635	222,521	3,605,156
	<u>\$ 12,131,598</u>	<u>\$ 3,414,079</u>	<u>\$ 15,545,677</u>

The annual requirements to amortize the May 1, 2005 Revenue Bond outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 105,000	\$ 106,997	\$ 211,997
2013	110,000	102,446	212,446
2014	115,000	97,595	212,595
2015	115,000	92,574	207,574
2016	120,000	87,379	207,379
2017-2021	675,000	346,888	1,021,888
2022-2026	830,533	163,419	993,952
2027	195,436	5,250	200,686
	<u>\$ 2,265,969</u>	<u>\$ 1,002,548</u>	<u>\$ 3,268,517</u>

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NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the July 28, 2006 Revenue Bond outstanding as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 528,022	\$ 489,287	\$ 1,017,309
2013	547,873	468,840	1,016,713
2014	569,019	447,027	1,016,046
2015	591,609	423,721	1,015,330
2016	615,747	398,905	1,014,652
2017-2021	3,492,607	1,570,459	5,063,066
2022-2026	4,325,847	718,557	5,044,404
2027-2031	984,160	22,094	1,006,254
	\$ 11,654,884	\$ 4,538,890	\$ 16,193,774

The total annual requirements to amortize revenue and general obligations bonds as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 7,221,287	\$ 2,343,752	\$ 9,565,039
2013	5,610,206	2,252,488	7,862,694
2014	5,671,968	2,082,207	7,754,175
2015	5,006,824	1,903,606	6,910,430
2016	4,815,318	1,727,039	6,542,357
2017-2021	23,443,237	5,935,425	29,378,662
2022-2026	15,389,015	1,796,023	17,185,038
2027	1,904,596	81,292	1,985,888
	\$ 69,062,451	\$ 18,121,832	\$ 87,184,283

Component Unit:

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011	Due Within One Year
Compensated absences	\$ 8,484	\$ 6,795	\$ 5,669	\$ 9,610	\$ 5,669
	\$ 8,484	\$ 6,795	\$ 5,669	\$ 9,610	\$ 5,669

Compensated Absences – Administrative employees of the Component Unit are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2011, compensated absences increased \$1,126 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
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NOTE 8. 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; and natural disasters. Therefore, the District is a member of the New Mexico Public School Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance.

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$15,000 deductible per occurrence with a maximum annual deductible of \$60,000. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor's Forgery, Credit Card Forgery, and Money Orders. A limit of \$100,000 applies to Money and Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. No settlements exceeded insurance coverage for 2011.

NOTE 9. Deficit Fund Balances and Budget Noncompliance Issues

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

A. Deficit fund balance of individual funds. The following funds reflected a deficit fund balance as of June 30, 2011:

Primary Government:

Discretionary IDEA-B	\$ 44,003
Partnerships in Character Ed Pilot	1,889
Rural and Low Income Schools	74,852
Reading First	14,370
21st Century Community Learning Centers	2,560
Teacher Quality Improvement	17,058
Goals 2000 Parental Assistance	17,981
Substance Abuse and Mental Health Services	41,018
TANF - Full Day Kindergarten	1,513
Laws of NM 2005	46,467
Reading Improvement Initiatives	2,704
K-Plus Initiative	1,577
Kindergarten- Three Plus	69,509
City/County Grants	6,311
School Based Health Center	<u>65,764</u>
Total	<u><u>\$ 407,576</u></u>

Component Unit:

Public School Capital Outlay	<u><u>\$ 6,977</u></u>
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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 9. Deficit Fund Balances and Budget Noncompliance Issues (continued)

- B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2011:

Primary Government:

None

Component Unit:

None

- C. In the budget designated cash appropriations exceeded prior year available balances. The following funds exceeded budgeted designated cash appropriations for the year ended June 30, 2011:

Primary Government:

None

Component Unit:

None

NOTE 10. Pension Plan – Educational Retirement Board

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 through June 30, 2011, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The District was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross salary of employees earning more than \$20,000 annually. Effective July 1, 2011 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2011, 2010, and 2009 were \$8,583,316, \$8,758,909, and \$8,810,298, respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
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NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan

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.

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
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 District’s contribution to the RHCA for the years ended June 30, 2011, 2010, and 2009 were \$1,268,546, \$1,005,272, and \$1,005,837, respectively, which equal the required contributions for each year.

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NOTE 12. Contingent Liabilities

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

The District is involved in various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 13. Commitments

The District's commitments as of June 30, 2011 are as follows:

<u>Construction Projects</u>	<u>Contract Amount</u>	<u>Projected Completion Date</u>
Thoreau Middle School	\$ 1,840,000	Fiscal year 11/12
Crownpoint Elementary School	\$ 205,399	Fiscal year 11/12
Roof Repairs/Replacement	\$ 220,799	Fiscal year 11/12
Tohatchi Teacherage	\$ 255,418	Fiscal year 11/12
Miyamura High School	\$ 7,262,476	Fiscal year 11/12
Juan de Onate Elementary School	\$ 166,121	Fiscal year 11/12
Washington Elementary School	\$ 133,827	Fiscal year 11/12
Church Rock Academy	\$ 156,432	Fiscal year 11/12
Thoreau Elementary School	\$ 186,235	Fiscal year 11/12
Jefferson Elementary School	\$ 173,040	Fiscal year 11/12
Lincoln Elementary School	\$ 163,934	Fiscal year 11/12
Roosevelt Elementary School	\$ 165,000	Fiscal year 11/12
Tohatchi High School	\$ 82,500	Fiscal year 11/12
Crownpoint Elementary School	\$ 4,188,805	After fiscal year 11/12

Portion of the following construction projects in process are paid directly by Public School Capital Outlay Council.

NOTE 14. Joint Powers Agreements

Cooperative Procurement Agreement

Participants – McKinley County
 City of Gallup
 Gallup-McKinley County Public Schools

Responsible party – All participants

Description – To conduct cooperative procurement utilizing services of each entity.

Begin date – May 2, 2002

Ending date – Until notified

Estimated amount of project – Unknown

Amount contributed – None

Audit responsibility – Each participant

Fiscal agent – Not applicable

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2011

NOTE 14. Joint Powers Agreements (continued)

Aquatics Center Operations

Participants - City of Gallup
Gallup-McKinley County Public Schools
Responsible party – City of Gallup
Description – To operate the Aquatics Center Swimming Facility
Beginning date – April 4, 2004
Ending date – Until withdrawn
Estimated amount of project - \$8,250,000
Amount contributed - \$2,250,000
Audit responsibility – City of Gallup
Fiscal agent – City of Gallup

Resolution of the Intergovernmental Relations Committee of the Navajo Nation Counsel

Participants – Navajo Nation of Dine Education
Gallup-McKinley County Public Schools
Responsible party – Navajo Nation of Dine Education
Description – To collaborate on and endorse a relevant curriculum that increases the awareness of students, teachers and employee to cultural diversity and provides opportunities for staff development to enhance that relationship.
Beginning date – July 6, 2004
Ending date – Until withdrawn
Estimated amount of project - Unknown
Amount contributed - None
Audit responsibility – Navajo Nation of Dine Education
Fiscal agent – Navajo Nation of Dine Education

JPA for Shared Use of Facilities

Participants – City of Gallup
Gallup-McKinley County Public Schools
Responsible party – Each participant
Description – To share both school district and city recreational, training, and educational facilities.
Beginning date – 1977
Ending date – Unknown
Estimated amount of project - None
Amount contributed - None
Audit responsibility – Each participant
Fiscal agent – Not Applicable

Fiscal Duties for Middle College High Charter School

Participants –Gallup-McKinley County Public Schools
Middle College High Charter School
Responsible party – Middle College High Charter School
Description – To perform the fiscal duties of Middle College High Charter School.
Beginning date – July 1, 2010
Ending date – June 30, 2011
Estimated amount of project - None
Amount contributed - None
Audit responsibility – Each participant
Fiscal agent – Gallup-McKinley County Public Schools

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
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NOTE 15. Subsequent Events

The date to which events occurring after June 30, 2011, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosures is November 9, 2011 which is the date on which the financial statements were available to be issued.

On September 6, 2011, the Gallup-McKinley County School Board of Education authorized the sale of \$7,050,000-General Obligation Bonds, Series 2011A. The Bonds were issued on September 19, 2011. The proceeds of the bonds will be used for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing computer software and hardware, or any combination of these purposes.

On September 6, 2011, the Gallup-McKinley County School Board of Education authorized the sale of \$10,850,000-General Obligation Refunding Bonds, Series 2011B. The Bonds were issued on September 19, 2011. The purpose is a current refunding of the District's outstanding General Obligation School Building bonds, Series' 2011, 2002, 2006 and 2007.

NOTE 16. Restricted Net Assets

The government-wide statement of net assets reports \$29,759,743 of restricted net assets, all of which is restricted by enabling legislation. For descriptions of the related restrictions for net assets restricted for special revenue, debt service and capital projects, see pages 43-44 and 76-85.

NOTE 17. Concentrations

The District depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the District is subject to changes in the specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

NOTE 18. Subsequent Pronouncements

In November 2010, GASB Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, Effective Date: For financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The standard is expected to have no effect on the District in upcoming years.

In November 2010, GASB Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

In December 2010, GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, Effective Date: The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The District will implement this standard during fiscal year June 30, 2013.

In June 2011, GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* Effective Date: The provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

In June 2011, GASB Statement No. 64 *Derivative Instruments: Application of Hedge Accounting Termination Provisions—an amendment of GASB Statement No. 53* Effective Date: The provisions of Statement 64 are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Non-Major Fund Descriptions
June 30, 2011

SPECIAL REVENUE FUNDS

Food Service (21000) – This fund is utilized to account for Federal and Local sources of income relating to the food service programs. The Food Service Fund is segregated into two categories, one being the Federal funds and the other being Non-Federal funds. Federal funds consist of National School Lunch Program, which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. Authority for the creation of this fund is NMSA 22-13-13

Athletics (22000) – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

Non-Budgeted Activity (23022) - To account for funds paid to the Schools for student activity travel. Accumulated funds are used to replace activity buses. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Scholarship (23023) – To provide college scholarships to a designated number of high school graduates meeting certain criteria from revenues generated from the annual Paul Hanson Memorial Golf Tournament. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Autism Program (23024) – To provide funds for parents of autistic students to attend conferences about parenting autistic children. These funds were raised from a golf tournament organized by the parents. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Miyamura Scholarship (23025) – To provide college scholarships to designated graduates from Miyamura High School from funds donated to the school. Funding authority is the New Mexico Public Education Department.

Non-Budgeted SQS (23026) – The District is the fiscal agent for the Strengthening Quality in Schools (SQS) program. These funds are awarded to the SQS program from the Governor's Business Executives for Education for the implementation costs of quality improvement initiatives in various statewide school districts. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Thoreau Night School (23027) – To account for the tuition fees collected from Thoreau Night School students. These fees pay for supplies and materials, and wages for Night School staff. Funding authority is the New Mexico Public Education Department.

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

Discretionary IDEA-B (24107) – The purpose of this program is to provide administrators and program directors with information and strategies that will support licensed and waived teachers in the areas of special education with day-to-day functions of the classroom. Authority for creation of this fund is Individuals with Disabilities Education Act (IDEA), Part B, Sections 611-617, and Part D, Section 674 as amended, 20 U.S.C. 1411-1417 and 1420, Public Law 105-17.

Preschool IDEA-B (24109) – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the Schools through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

Early Intervention Services IDEA-B (24112) – To account for a program funded by a Federal grant to assist the District to make improvements in elementary and secondary education. Funding authorized by Elementary and Secondary Education Act of 1965, as amended, Title I, Chapter 2, Part A; Augustus F. Hawkins-Robert T. Stafford Elementary and Secondary School Improvements of 1988, Public Law 100-297, 20 U.S.C. 2911-2952, 2971-2976.

STATE OF NEW MEXICO
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June 30, 2011

Education of Homeless (24113) - To provide tutoring and remedial academic services to homeless children and youth within the District. Funding is by the New Mexico Public Education Department.

Private Schools Share IDEA - B (24115) - Under 34 CFR §§ 300.132-300.133, local educational agencies (LEA) must spend a proportionate amount of their IDEA-B Basic Entitlement and, if applicable, Preschool sub-grant funds for special education and related services (“equitable participation services”) to students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district served by the LEA. The private schools must be nonprofit institutions. Children aged three through five are considered to be parentally-placed private school children with disabilities only if they are enrolled in a private school that meets the definition of elementary school in 34 CFR §300.13. New Mexico State law defines an elementary school as “a public school providing instruction for grades kindergarten through eight, unless there is a junior high school program approved by the state board [department], in which case it means a public school providing instruction for grades kindergarten through six” 22-1-3(A) NMSA 1978.

Fresh Fruits and Vegetables (24118) – To account for funds administered by the New Mexico State University through New Mexico Human Services Department to promote nutrition education to students and parents. National School Lunch Act, as amended, 42 U.S.C. 1769.

21st Century Community Living and Learning Centers 2008- 2014 (Includes Funds 24119, 24159, and 25199) - To account for a grant utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for kindergarten to 12th grade focusing on the neighborhood and the community as a classroom Public Law 103-382.

“Risk Pool” IDEA-B (24120) - Entitlement funds that are set aside each year for the Puente para los Ninos high cost child program. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

Title I 1003g Grant (24124) – The objective of this grant is to provide in conjunction with Title I funds for school improvement reserved under section 1003(a) of the ESEA. School Improvement Grants under section 1003(g) of the ESEA are used to improve student achievement in Title I schools identified for improvement, corrective action, or restructuring so as to enable those schools to make adequate yearly progress (AYP) and exit improvement status. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

Title I Family Literacy IASA (24125) – The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Public Education Department. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

Title IV Drug Free Schools and Comm/Ed (24128) – The objective of this program is to provide federal funds for the implementation of programs and/or curricula designed to prevent drug abuse from kindergarten through grade twelve. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Public Law 103-382.

Partnerships in Character Ed Pilot (24129) – To account for federal resources for designing and implementing character education programs that take into consideration the views of parents, students, students with disabilities, and other members of the community (*Elementary and Secondary Education Act of 1965*, as amended, Title V, Part D, Subpart 3, Sec. 5431; 20 U.S.C. 7247).

Title V-A Innovative Education Program (24150) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. The authority for creation of this fund is Elementary and Secondary Education Act of 1965, Title V, Part A, as amended, 20 U.S.C. 7301-7373.

STATE OF NEW MEXICO
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June 30, 2011

English Language Acquisition (24153) – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. Authority for creation of this fund is the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, and Sections 3101, 3129.

Teacher/Principal Training and Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is the Rehabilitation Act of 1973, as amended, Title III, Section 303(b)-(d). 20 U.S.C. 777a and 797a.

Title IV-A Safe and Drug Free Schools and Community (24157) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. The authority for creation of this fund is the Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

Rural and Low Income Schools (24160) – To account for funds used to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Title I School Improvement (24162) – To account for federal funds to provide family-center education projects to help parents become full partners in the education of their children and to assist children in reaching their full potential as leaders. Authority is Public Law 100-297.

Immigrant Funding – Title III (24163) – The purpose of this fund is to give financial support to local school districts with high concentrations of immigrant children. Authority for the creation of this fund is Title III, Part A of the ESEA, as amended by No Child Left Behind Act, Public Law 107-110.

School Renovation, IDEA and Technology (24166) – To account for funds used to provide financial assistance to districts to purchase and install an Infrared Audio Enhancement System to help improve the quality of teaching and learning in their schools as authorized under Public Law 106-554, Department of Education Appropriations Act of 2001, Section 321.

Reading First (24167) -To provide the cost of teachers and direct teaching expenses for reading initiative. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

Carl D. Perkins Secondary (24174, 24175, and 25176) – To provide federal funds to expand and improve vocational education programs and to provide equal access in vocational education to special needs populations. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1998, as amended, Public Law 105-332.

Title I- IASA - Federal Stimulus (24201) – This fund is used to account for resources provided under the American Recovery and Reinvestment Act of 2009 (ARRA). These federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

Preschool IDEA-B - Federal Stimulus (24209) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the Preschool IDEA-B grant.

Early Intervention Services IDEA-B - Federal Stimulus (24212) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are for students in kindergarten through grade 12 (with a particular emphasis on students in kindergarten through grade 3) who have not been identified as needing special education or related services but who need additional academic and behavioral support to succeed in the general education environment.

Education of Homeless - Federal Stimulus (24213) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of Education of Homeless grant.

Private School Share IDEA-B - Federal Stimulus (24215) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the IDEA-B Private School Share grant.

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June 30, 2011

Enhancing Education Through Technology - Federal Stimulus (24249) – To supplement the Enhancing Ed programs within the District and provide salaries to highly qualified individuals. American Recovery and Reinvestment Act of 2009 (ARRA).

Pre-Kindergarten- Federal Stimulus (24295) – The objective of this fund is to prepare children between the ages of three and four for the academically intensive kindergarten. Authority for the creation of this fund is the New Mexico Public Education Department.

Bilingual Education Title VII (25109) – To develop school wide programs for limited English proficient students that reform, restructure, and upgrade all relevant and operations within an individual school that has a concentration of limited English proficient students. Elementary and Secondary Education Act of 1965, as amended, Title VII, Part A, Subpart I.

JTPA (25117) - To provide funding for summer youth employment and training programs. Funding and authority is by the New Mexico Department of Labor.

Johnson O'Malley (25131) - To account for grant funds (through the Navajo Nation) to be used to fulfill the needs of Indian students. The funding authority is The Navajo Nation Department of Education. Public Law 93-638 and Public Law 100-427.

General Ed. Projects “Star Schools” (25137) - To pay for curriculum modules that are technology driven, standards based and created by teachers under the E-TIP project. These modules are digitized and distributed over the internet. Public Law 103-382 ESEA of 1965.

Impact Aid Special Education (25145) – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA’s) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

GRADS Child Care CYFD (25149) - To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

Title XIX - Medicaid 3/21 Years (25153) – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. Authority for the creation of this fund is the Social Security Act, Title XIX, as amended; Public Laws 89-97, 90-248, and 91-56; 42 U.S.C. 1396 et seq., as amended; Public Law 92-223; Public Law 92-603; Public Law 93-66; Public Law 93-233; Public Law 96-499; Public Law 97-35; Public Law 97-248; Public Law 98-369; Public Law 99-272; Public Law 99-509; Public Law 100-93; Public Law 100-202; Public Law 100-203; Public Law 100-360; Public Law 100-436; Public Law 100-485; Public Law 100-647; Public Law 101-166; Public Law 101-234; Public Law 101-239; Public Law 101-508; Public Law 101-517; Public Law 102-234; Public Law 102-170; Public Law 102-394; Public Law 103-66; Public Law 103-112; Public Law 103-333; Public Law 104-91; Public Law 104-191; Public Law 104-193; Public Law 104-208, 104-134; Balanced Budget Act of 1997, Public Law 105-33; Public Law 106-113; Public Law 106-554; Public Law 108-27; Public Law 108-173; Public Law 109-91; Public Law 109-171; Public Law 109-432; Public Law 110-28.

Child Care Block Grant CYFD (25157) – To account for funds received for the transition assistance program funding through the Children, Youth and Families Department and the State of New Mexico.

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TANF/GRADS HSD (25162) – To provide grants to States, Territories, or Tribes to assist needy families with children so that children can be cared for in their own homes; to reduce dependency by promoting job preparation, work, and marriage; to reduce and prevent out-of-wedlock pregnancies; and to encourage the formation and maintenance of two-parent families. Social Security Act, Title IV, Part A, as amended; Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193

Child and Adult Food Program (25171) - To implement educational, mental health, social services, law enforcement and juvenile justice services for youth. Funding authority is the Elementary and Secondary Education Act of 1965.

Indian Health Services (25173) - Promotion to support and promote the “Corn Plant” model of coordinated school health in schools serving primarily Navajo students.

Indian Education Formula Grant (25184) - To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U.S.C. 2601-2606

Navajo Nations (25201) – To help organizations to develop new or expand existing capacity to provide screening, referrals for medical treatment, education, and eligibility assistance for eligible individuals. Section 417C of the Public Health Service Act, 42 U.S.C. 285a-9, as amended by the Radiation Exposure Compensation Act Amendments of 2000 (Public Law. 106-245).

Technology Challenge Grant USDE (25207) - To coordinate and develop technologies for professional development to increase student achievement. To design and implement a network for web-casting and push technology –based curriculum content. Public Law 103-382

Title V Indian Health Care Improvement Act (25209) - To promote improved health care among American Indians/Alaska Natives through special diabetes prevention and treatment services projects with objectives and priorities determined at the local level. Public Law 94-437, approved September 30, 1976 (90 Stat. 1400)

Teacher Quality Improvement (25214) - To help the greatest number of educational assistants to achieve their Bachelor of Arts degrees to better serve students in diverse, rural areas. Authority Higher Education Act of 1965, as amended, Title II, Part A.

Tobacco Use Prevention and Control Program (25222) – To account for a grant from the New Mexico Department of Health to help combat smoking by teenagers. Funding authority is through the New Mexico Department of Health.

Goals 2000 Parental Assistance (25228) - To account for a program funded by the New Mexico Public Education Department to provide training for teachers and counselors. Public Law 103-227.

Substance Abuse and Mental Health Services (25238) - This grant is funded by the Department of Health in order to provide a case manager position at Gallup High School. The case manager serves as a liaison between the counseling department at Gallup High School and the School Based Health Center.

Carol M White Physical Fitness (25241) – To implement quality physical education programs in targeted schools. Teachers, through professional development, will be equipped with the latest knowledge and tools to deliver health related fitness curriculum and assessment programs that will effectively impact student learning. Elementary and Secondary Education Act of 1965 (ESEA), as amended, Subpart 1 Title V, Part D, and the American History and Civics Education Act of 2004.

Native American Program (25248) - To bring school-wide classroom reading instruction and targeted intervention for Limited English Proficient (LEP) students to Navajo and Crownpoint Middle Schools, both serving students in grades 6-8 and where the native language is Navajo.

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State Equalization Guarantee- Federal Stimulus (25250) – Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds help stabilize the District’s budget in order to minimize and avoid reduction in education services. Title I, Public Law 111-126.

Impact Aid Construction (25252) – Funds that were awarded under the American Recovery and Reinvestment Act of 2009 for construction activities authorized under section 8007(a) of the Elementary and Secondary Education Act of 1965.

Education Jobs Fund (25255) – To provide assistance to States to save or create education jobs for the 2010-2011 school year. Jobs funding under this program include those that provide educational and related services for early childhood, elementary, and secondary education. Title I, Public Law 111-126.

Bill and Melinda Gates Foundation (26104) – The objective of this program is to bring together resources from high-tech companies to help K-12 teachers more fully understand how to integrate technology into their classrooms. Funds for this program are provided by the Bill and Melinda Gates Foundation. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Save the Children (26143) - The purpose is to provide improved reading intervention through in-school and after school activities, improve the academic performance of students at risk of failure due to poor reading skills. This program is being implemented at Crownpoint Elementary and Crownpoint Middle Schools. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Center for the Ed and Study of Diverse Populations (26147) – The objective of this fund is to providing innovative support that enhances quality teaching and learning, while nurturing the capacity for continuous improvement, has been at the heart of CESDP since its inception. CESDP prides itself both on the professional learning support that it offers as well as the ability to creatively approach and tailor efforts to the needs of school communities. Authority for the creation of this fund is the New Mexico Public Education Department.

Parents Reaching Out and Parents as Teachers (26174 and 28167) - To account for state grant monies, the purpose of which is to fund a high school career counselor, whose purpose is to create career awareness among high school level students. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Pump up the Volume in Preschools (26201) – To account for a project funded by a grant from the US Department of Education Office of School Accountability to develop Preschool Centers of Excellence, focusing on early reading skills, for up to 280 children in each of three years, in preschool classrooms at nine (9) District elementary schools.

SES After School Tutoring (26202) – Gallup-McKinley County Schools has been approved by the NM Public Education Department as a supplemental educational services (SES) provider. The services provided include supplemental academic enrichment services that are in addition to instruction provided during the school day, and are designed to increase the academic achievement of eligible students on academic assessment and attain proficiency in meeting state academic achievement standards.

Community Based Organization PED (27102) – To provide funding for the unique needs of a new school’s first year of operation. Authority for the creation of this fund is the New Mexico Public Education Department.

2008 GO Bond Student Library Fund (27105) - Must be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program. Authority for the creation of this fund is the New Mexico Public Education Department.

Solar Energy at Schools (27110) – The purpose of this fund is to account for award amount received to develop a 50KW photovoltaic system at the Gallup High School. Authority for the creation of this fund is the New Mexico Public Education Department.

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TANF PED (27115) – To account for monies received from the state to be used to encourage and promote a Health Advisory Committee that guides the Districts’ school health programs. Authority for the creation of this fund is the New Mexico Public Education Department.

Technology for Education PED (27117) – The purpose of this grant is to assist the District to develop and implement a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 22-15A-1 to 22-15A-10.

TANF - Full Day Kindergarten (27136) – The purpose of this grant is to assist the District to develop and implement a full day kindergarten program. Authority for the creation of this fund is the New Mexico Public Education Department.

Incentives for School Improvement Act (27138) – To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools. Authority for the creation of this fund is the New Mexico Public Education Department.

Laws of NM 2005 (27144) - A pilot project designed to demonstrate the extent to which increased time in Kindergarten can narrow the achievement gap for economically disadvantaged students.

Pre-K Initiative (27149) — To account for funds received to prepare children for success in school, begin to close the achievement gap between students, and help meet the vision of a seamless education system — Pre-Kindergarten through higher education. Authority for the creation of this fund is the New Mexico Public Education Department.

Indian Education Act (27150) — To account for funds received from Annual Legislative Appropriation from Penny Bird-Indian Ed. Laws of 2005.

Reading Improvement Initiatives (27152) - To provide the cost of teachers and direct teaching expenses for reading initiative. Funding is by the Elementary and Secondary Education Act of 1965.

Beginning Teacher Mentoring Program (27154) – The objective of this program is to provide beginning teachers an effective transition into the teaching profession, retain capable teachers, improve the achievement of students and improve the overall success of the school. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is NMSA 22-2-8-10.

Breakfast for Elementary Students (27155) — To account for Legislative Appropriation to implement Breakfast in the Classroom for elementary schools in need of improvement based on AYP designation. Authority for the creation of this fund is the New Mexico Public Education Department.

Teacher Professional Development Fund (27157) – To enable Gallup-McKinley County Schools to act as the fiscal agent in implementing three Regional Quality Centers that will provide a system for building district, school, and classroom capacity to achieve and sustain high levels of student and system performance.

K-Plus Initiative (27159) – To account for funds allocated to demonstrate the extent to which increased time in kindergarten can narrow the achievement gap and increase cognitive skills for economically disadvantaged students.

Schools in Need of Improvement (27163) – Implement an extended school day program to focus on student needs and monitor student progress. Results are reported to New Mexico Public Education Department.

School Improvement Framework (27164) – Funds will enable the District to act as one of three Regional Quality Centers to provide program development, implementation, training, oversight and funding distribution services to the three Regional Quality Centers. Authority for the creation of this fund is the New Mexico Public Education Department.

Kindergarten – Three Plus (27166) – Funds allow for an extended school year for Kindergarten through third grade students. The program focuses on acclimating young students to the structure of a classroom environment and spending additional time to prepare them for the next grade. Authority for the creation of this fund is the New Mexico Public Education Department.

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State – 21st Century Learning Center (27167) – This is a state flow-through grant, thus an additional fund number to 24159 and 25199, which are federal grants. Funds are utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for Kindergarten through 12th grade focusing on the neighborhood and the community as a classroom. PL103-382

Libraries – SB 301 GO Bonds (27170) – Funds are used for the improvement or acquisition of all public school libraries and to expand library collections in order to circulate and provide access of materials to students and teachers.

Library Book Fund (27549) – Funds awarded to the District by the Instructional Materials Bureau in accordance with 2008 Senate Bill 471 for purchases of library books.

Coordinated Approach to Child Health (28140) – The purpose of this fund is to account for a research-based physical activity and nutrition diabetes prevention program for elementary school children. Components of this project include nutrition, physical activity, family involvement and school food service. The population will be elementary age students and their families. Authority for the creation of this fund is the New Mexico Public Education Department.

Pathways Project UNM (28162) – To account for state grant monies, the purpose of which is to fund a high school career counselor, whose purpose is to create career awareness among high school level students. Funding authority is the New Mexico Public Education Department.

Parents as Teachers (28167) - To account for state grant monies, which helps organizations and professionals work with parents during the critical early years of their children's lives, from conception to kindergarten. Funding authority is the New Mexico Public Education Department.

AP New Mexico Incentive Funding (28168) -To provide textbooks and materials for advanced placement at various schools. Funding by the New Mexico Public Education Department.

Office of Child Development (28170) – This fund is generated through a sub-contract with San Juan College to enable them to comply with their grant through the Children, Youth and Family Department (CYFD) to provide advisors so that the Training and Technical Assistance Program can be implemented within McKinley County. The advisor in McKinley County works with county day care centers and home providers to offer professional development and technical support so that they can meet the CYFD child care requirements.

Regional Quality Center (28180) – To maintain RQC which will create and sustain infrastructure within the District to support a systems approach to continuous improvement in academic performance. Authority for the creation of this fund is the New Mexico Public Education Department.

GRADS - Child Care (28189) – To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

GRADS - Instruction (28190) – To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

Start Smart K-3 Plus Utah State University Study (28191) – The purpose of this fund is to account for a K-3 Plus learning opportunity. This study will be provided to 570 English Language Learners (ELL) and students with IEPs under IDEA enrolled in persistently low-performing schools in Gallup-McKinley, Albuquerque, Gadsden, and Las Cruces school districts in Years 1 and 5, and 1,140 students in Years 2, 3, and 4. A comparable number of children will be enrolled each year in a control group. Funding by the New Mexico Public Education Department.

Private Dir. Grants (29102) - To provide additional classroom time at Gallup Central High for seniors to meet graduation requirements. Funding authority is the New Mexico Public Education Department.

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City/County Grants (29107) – To provide support for a health education program within the school and to provide workbooks, materials for educational demonstrations and funds to support a nutrition-focused event for the school. Funding authority is the New Mexico Public Education Department.

School Based Health Center (29130) – To account for funds administered by the Department of Health and McKinley County in support of providing Primary Care and Mental Health Service on school campus. Funding authority is the New Mexico Public Education Department.

CAPITAL PROJECTS FUNDS

Bond Building (31100) – To account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District. Funding authority is the New Mexico Public Education Department.

Public School Capital Outlay (31200) – The purpose of this fund is to account for funds received from the local ad valorem tax levy for use in remodeling and equipping classroom facilities. Funding authority is the New Mexico Public Education Department.

Special Capital Outlay Local (31300) – To account for resources received by revenue generated local sources for the purpose of remodeling and improvements on existing structures. Funding authority is the New Mexico Public Education Department.

Special Capital Outlay State (31400) – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of specific capital outlay projects.

Special Capital Outlay Federal (31500) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

Capital Improvements SB-9 (31700) – To account for resources received through Senate Bill 9 and local tax levies obtained for the purpose of building, remodeling, and equipping classroom facilities. Funding authority is the New Mexico Public Education Department.

Energy Efficiency Act (31800) – To account for proceeds set aside to pay for energy efficient retrofits. Funding authority is the New Mexico Public Education Department.

Public School Capital Outlay 20% (32100) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects. Funding authority is the New Mexico Public Education Department.

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 Combining Balance Sheet
 June 30, 2011

	Special Revenue			
	Food Service	Athletics	Non-Budgeted Activity	Non-Budgeted Scholarship
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 1,545,370	\$ 232,691	\$ 842,605	\$ 73,637
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	1,300	13,405	-
Inventory	159,900	-	-	-
	<u>\$ 1,705,270</u>	<u>\$ 233,991</u>	<u>\$ 856,010</u>	<u>\$ 73,637</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ 36,694	\$ -	\$ -	\$ 2,000
Accrued payroll	85,919	-	992	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
	<u>122,613</u>	<u>-</u>	<u>992</u>	<u>2,000</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	159,900	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	71,637
Food service	1,422,757	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	233,991	855,018	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
	<u>1,582,657</u>	<u>233,991</u>	<u>855,018</u>	<u>71,637</u>
<i>Total fund balance</i>	<u>\$ 1,582,657</u>	<u>\$ 233,991</u>	<u>\$ 855,018</u>	<u>\$ 71,637</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,705,270</u>	<u>\$ 233,991</u>	<u>\$ 856,010</u>	<u>\$ 73,637</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Non-Budgeted Autism Program	Non-Budgeted Miyamura Scholarship	Non-Budgeted SQS	Non-Budgeted Thoreau Night School	Entitlement IDEA-B	Discretionary IDEA-B
\$ 6,939	\$ 7,700	\$ 114,597	\$ 2,166	\$ 193,800	\$ -
-	-	-	-	-	-
-	-	-	-	13	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 6,939</u>	<u>\$ 7,700</u>	<u>\$ 114,597</u>	<u>\$ 2,166</u>	<u>\$ 193,813</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ 19,409	\$ -
-	-	-	-	41,155	-
-	-	-	-	133,249	-
-	-	-	-	-	44,003
-	-	-	-	193,813	44,003
-	-	-	-	-	-
6,939	7,700	114,597	2,166	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(44,003)
<u>6,939</u>	<u>7,700</u>	<u>114,597</u>	<u>2,166</u>	<u>-</u>	<u>(44,003)</u>
<u>\$ 6,939</u>	<u>\$ 7,700</u>	<u>\$ 114,597</u>	<u>\$ 2,166</u>	<u>\$ 193,813</u>	<u>\$ -</u>

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	Special Revenue			
	Preschool IDEA-B	Early Intervention Services IDEA-B	Education of Homeless	Private Schools Share IDEA-B
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 2,348	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	2,126	3,906	14,736
Other receivables	-	-	-	-
Inventory	-	-	-	-
	<u>\$ 2,348</u>	<u>\$ 2,126</u>	<u>\$ 3,906</u>	<u>\$ 14,736</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 1,183	\$ -
Accrued payroll	1,961	-	-	-
Deferred revenue	387	-	-	-
Due to other funds	-	2,126	2,723	14,736
	<u>2,348</u>	<u>2,126</u>	<u>3,906</u>	<u>14,736</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,348</u>	<u>\$ 2,126</u>	<u>\$ 3,906</u>	<u>\$ 14,736</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Fresh Fruits and Vegetables</u>	<u>21st Century Community Learning Centers 2008- 2014</u>	<u>"Risk Pool" IDEA-B</u>	<u>Title I 1003g Grant</u>	<u>Title I Family Literacy IASA</u>	<u>Title IV Drug Free Schools and Comm/Ed</u>
\$ 12,409	\$ 1,471	\$ -	\$ 17,523	\$ 184	\$ 1,939
-	-	-	-	-	-
-	321,529	540	192,771	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 12,409</u>	<u>\$ 323,000</u>	<u>\$ 540</u>	<u>\$ 210,294</u>	<u>\$ 184</u>	<u>\$ 1,939</u>
\$ -	\$ 177	\$ -	\$ 14,729	\$ -	\$ -
-	1,471	-	23,193	-	-
-	-	-	-	-	-
-	321,352	540	172,372	-	-
-	323,000	540	210,294	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,409	-	-	-	184	1,939
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,409</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>184</u>	<u>1,939</u>
<u>\$ 12,409</u>	<u>\$ 323,000</u>	<u>\$ 540</u>	<u>\$ 210,294</u>	<u>\$ 184</u>	<u>\$ 1,939</u>

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		Special Revenue			
		Partnerships in Character Ed Pilot	Title V-A Innovative Education Program	English Language Acquisition	Teacher/Principal Training and Recruiting
ASSETS					
<i>Current assets</i>					
Cash and cash equivalents	\$	-	\$	-	\$ 12,427
Property taxes receivable		-		-	-
Due from other governments		-		51,984	221,405
Other receivables		-		-	-
Inventory		-		-	-
<i>Total assets</i>	<u>\$</u>	<u>-</u>	<u>\$</u>	<u>51,984</u>	<u>\$ 233,832</u>
LIABILITIES AND FUND BALANCE					
<i>Current liabilities</i>					
Accounts payable	\$	-	\$	21,918	\$ 7,775
Accrued payroll		-		4,950	19,807
Deferred revenue		-		-	-
Due to other funds		1,889		25,116	119,864
<i>Total liabilities</i>		<u>1,889</u>		<u>51,984</u>	<u>147,446</u>
<i>Fund balances</i>					
Nonspendable					
Inventory		-		-	-
Spendable					
Restricted for:					
Educational purposes		-		-	86,386
Food service		-		-	-
Capital acquisitions and improvements		-		-	-
Debt service		-		-	-
Extracurricular activities		-		-	-
Committed for:					
Emergency reserves		-		-	-
Unassigned		(1,889)		-	-
<i>Total fund balance</i>		<u>(1,889)</u>		<u>-</u>	<u>86,386</u>
<i>Total liabilities and fund balance</i>	<u>\$</u>	<u>-</u>	<u>\$</u>	<u>51,984</u>	<u>\$ 233,832</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Title IV-A Safe and Drug Free Schools and Community</u>	<u>21st Century Community Living Center</u>	<u>Rural and Low Income Schools</u>	<u>Title I School Improvement</u>	<u>Immigrant Funding - Title III</u>	<u>School Renovation, IDEA and Technology</u>
\$ 35	\$ 44	\$ 736	\$ 2,048	\$ -	\$ 23,198
-	-	-	-	-	-
133	-	242,788	69,229	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 168</u>	<u>\$ 44</u>	<u>\$ 243,524</u>	<u>\$ 71,277</u>	<u>\$ -</u>	<u>\$ 23,198</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	736	-	-	-
-	-	-	-	-	-
-	-	317,640	71,277	-	-
-	-	318,376	71,277	-	-
-	-	-	-	-	-
168	44	-	-	-	23,198
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(74,852)	-	-	-
<u>168</u>	<u>44</u>	<u>(74,852)</u>	<u>-</u>	<u>-</u>	<u>23,198</u>
<u>\$ 168</u>	<u>\$ 44</u>	<u>\$ 243,524</u>	<u>\$ 71,277</u>	<u>\$ -</u>	<u>\$ 23,198</u>

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 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
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	Special Revenue			
ASSETS	Reading First	Carl D Perkins Secondary - Current	Carl D Perkins Secondary - PY Unliq. Obligations	Carl D Perkins Secondary - Redistribution
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	12,184	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	\$ -	\$ 12,184	\$ -	\$ -
 LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ 886	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	14,370	11,298	-	-
<i>Total liabilities</i>	14,370	12,184	-	-
 <i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	(14,370)	-	-	-
<i>Total fund balance</i>	(14,370)	-	-	-
<i>Total liabilities and fund balance</i>	\$ -	\$ 12,184	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue					
Title I - IASA - Federal Stimulus	Preschool IDEA-B Federal Stimulus	Early Intervention Services IDEA- B - Federal Stimulus	Education of Homeless - Federal Stimulus	Private School Share IDEA-B - Federal Stimulus	Enhancing Education Through Technology - Federal Stimulus
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
83,725	17,097	588	56	5,843	12,261
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 83,725</u>	<u>\$ 17,097</u>	<u>\$ 588</u>	<u>\$ 56</u>	<u>\$ 5,843</u>	<u>\$ 12,261</u>
\$ 28,628	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	4,896	-
55,097	17,097	588	56	947	12,261
-	-	-	-	-	-
83,725	17,097	588	56	5,843	12,261
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 83,725</u>	<u>\$ 17,097</u>	<u>\$ 588</u>	<u>\$ 56</u>	<u>\$ 5,843</u>	<u>\$ 12,261</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

	Special Revenue			
	Pre- Kindergarten- Federal Stimulus	Bilingual Education Title VII	JTPA	Johnson O'Malley
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ 84,141	\$ 178	\$ 123
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	260,363
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	\$ -	\$ 84,141	\$ 178	\$ 260,486
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 9,074
Accrued payroll	-	-	-	123
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	251,289
<i>Total liabilities</i>	-	-	-	260,486
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	84,141	178	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	-	84,141	178	-
<i>Total liabilities and fund balance</i>	\$ -	\$ 84,141	\$ 178	\$ 260,486

The accompanying notes are an integral part of these financial statements

Special Revenue

General Ed. Projects "Star Schools"	Impact Aid Special Education	GRADS Child Care CYFD	Title XIX - Medicaid 3/21 Years	Child Care Block Grant CYFD	TANF/GRADS HSD
\$ 45,556	\$ 1,155,171	\$ -	\$ 262,151	\$ 206,998	\$ -
-	-	-	-	-	-
-	-	-	243	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 45,556</u>	<u>\$ 1,155,171</u>	<u>\$ -</u>	<u>\$ 262,394</u>	<u>\$ 206,998</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 14,472	\$ -	\$ -
-	11,622	-	5,042	219	-
-	-	-	-	-	-
-	-	-	-	-	-
-	11,622	-	19,514	219	-
-	-	-	-	-	-
45,556	1,143,549	-	242,880	206,779	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>45,556</u>	<u>1,143,549</u>	<u>-</u>	<u>242,880</u>	<u>206,779</u>	<u>-</u>
<u>\$ 45,556</u>	<u>\$ 1,155,171</u>	<u>\$ -</u>	<u>\$ 262,394</u>	<u>\$ 206,998</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

	Special Revenue			
	Child and Adult Food Program	Indian Health Services	Indian Education Formula Grant	21st Century Community Learning Centers
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 12,058	\$ 496	\$ 7,827	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	2,080	24,847	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 12,058</u>	<u>\$ 2,576</u>	<u>\$ 32,674</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 680	\$ -
Accrued payroll	-	496	7,827	-
Deferred revenue	-	-	-	-
Due to other funds	-	2,080	24,167	2,560
<i>Total liabilities</i>	<u>-</u>	<u>2,576</u>	<u>32,674</u>	<u>2,560</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	12,058	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	(2,560)
<i>Total fund balance</i>	<u>12,058</u>	<u>-</u>	<u>-</u>	<u>(2,560)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 12,058</u>	<u>\$ 2,576</u>	<u>\$ 32,674</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Navajo Nations	Technology Challenge Grant USDE	Title V Indian Health Care Improvement Act	Teacher Quality Improvement	Tobacco Use Prevention and Control Program	Goals 2000 Parental Assistance
\$ 53,790	\$ 11,739	\$ 109,877	\$ -	\$ 62	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 53,790</u>	<u>\$ 11,739</u>	<u>\$ 109,877</u>	<u>\$ -</u>	<u>\$ 62</u>	<u>\$ -</u>
\$ -	\$ -	\$ 105	\$ -	\$ -	\$ -
1,442	-	-	-	-	-
-	-	109,772	-	-	-
-	-	-	17,058	-	17,981
<u>1,442</u>	<u>-</u>	<u>109,877</u>	<u>17,058</u>	<u>-</u>	<u>17,981</u>
-	-	-	-	-	-
52,348	11,739	-	-	62	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(17,058)	-	(17,981)
<u>52,348</u>	<u>11,739</u>	<u>-</u>	<u>(17,058)</u>	<u>62</u>	<u>(17,981)</u>
<u>\$ 53,790</u>	<u>\$ 11,739</u>	<u>\$ 109,877</u>	<u>\$ -</u>	<u>\$ 62</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

	Special Revenue			
	Substance Abuse and Mental Health Services	Carol M White Physical Fitness	Native American Program	State Equalization Guarantee- Federal Stimulus
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 9	\$ 30,986
Property taxes receivable	-	-	-	-
Due from other governments	-	-	1,054	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 1,063	\$ 30,986
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	9	30,986
Deferred revenue	-	-	-	-
Due to other funds	41,018	-	1,054	-
<i>Total liabilities</i>	41,018	-	1,063	30,986
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	(41,018)	-	-	-
<i>Total fund balance</i>	(41,018)	-	-	-
<i>Total liabilities and fund balance</i>	\$ -	\$ -	\$ 1,063	\$ 30,986

The accompanying notes are an integral part of these financial statements

Special Revenue

Impact Aid Construction	Education Jobs Fund	Bill and Melinda Gates Foundation	Save the Children	Center for Ed and Study of Diverse Populations	Parents Reaching Out
\$ 2,101	\$ -	\$ 2,839	\$ 9,330	\$ 181	\$ 260
-	-	-	-	-	-
-	36	-	125,554	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 2,101</u>	<u>\$ 36</u>	<u>\$ 2,839</u>	<u>\$ 134,884</u>	<u>\$ 181</u>	<u>\$ 260</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	13,280	-	-
-	-	-	-	-	-
-	36	-	121,604	-	-
-	36	-	134,884	-	-
-	-	-	-	-	-
2,101	-	2,839	-	181	260
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,101</u>	<u>-</u>	<u>2,839</u>	<u>-</u>	<u>181</u>	<u>260</u>
<u>\$ 2,101</u>	<u>\$ 36</u>	<u>\$ 2,839</u>	<u>\$ 134,884</u>	<u>\$ 181</u>	<u>\$ 260</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

	Special Revenue			
	Pump up the Volume in Preschools	SES After School Tutoring	Community Based Organization PED	2008 GO Bond Student Library Fund
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 15,792	\$ 398,193	\$ 3,988	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	130,713	-	-	278
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 146,505</u>	<u>\$ 398,193</u>	<u>\$ 3,988</u>	<u>\$ 278</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ 11	\$ -	\$ -
Accrued payroll	15,792	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	130,713	-	-	278
<i>Total liabilities</i>	<u>146,505</u>	<u>11</u>	<u>-</u>	<u>278</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	398,182	3,988	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>398,182</u>	<u>3,988</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 146,505</u>	<u>\$ 398,193</u>	<u>\$ 3,988</u>	<u>\$ 278</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Solar Energy at Schools	TANF PED	Technology for Education PED	TANF - Full Day Kindergarten	Incentives for School Improvement Act	Laws of NM 2005
\$ -	\$ 1,147	\$ 130	\$ -	\$ 84,199	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 130</u>	<u>\$ -</u>	<u>\$ 84,199</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,513	-	46,467
-	-	-	1,513	-	46,467
-	-	-	-	-	-
-	1,147	130	-	84,199	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(1,513)	-	(46,467)
-	1,147	130	(1,513)	84,199	(46,467)
<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 130</u>	<u>\$ -</u>	<u>\$ 84,199</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

	Special Revenue			
	Pre-K Initiative	Indian Education Act	Reading Improvement Initiatives	Beginning Teacher Mentoring Program
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 3,449	\$ 995	\$ -	\$ 12,253
Property taxes receivable	-	-	-	-
Due from other governments	12,100	-	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 15,549</u>	<u>\$ 995</u>	<u>\$ -</u>	<u>\$ 12,253</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	3,448	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	12,101	-	2,704	-
<i>Total liabilities</i>	<u>15,549</u>	<u>-</u>	<u>2,704</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	995	-	12,253
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	(2,704)	-
<i>Total fund balance</i>	<u>-</u>	<u>995</u>	<u>(2,704)</u>	<u>12,253</u>
<i>Total liabilities and fund balance</i>	<u>\$ 15,549</u>	<u>\$ 995</u>	<u>\$ -</u>	<u>\$ 12,253</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Breakfast for Elementary Students	Teacher Professional Development Fund	K-Plus Initiative	Schools in Need of Improvement	School Improvement Framework	Kindergarten - Three Plus
\$ 56,572	\$ 10,583	\$ -	\$ 9,642	\$ 15,000	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 56,572</u>	<u>\$ 10,583</u>	<u>\$ -</u>	<u>\$ 9,642</u>	<u>\$ 15,000</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	997
-	-	-	-	-	-
-	-	1,577	-	-	68,512
-	-	1,577	-	-	69,509
-	-	-	-	-	-
56,572	10,583	-	9,642	15,000	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(1,577)	-	-	(69,509)
<u>56,572</u>	<u>10,583</u>	<u>(1,577)</u>	<u>9,642</u>	<u>15,000</u>	<u>(69,509)</u>
<u>\$ 56,572</u>	<u>\$ 10,583</u>	<u>\$ -</u>	<u>\$ 9,642</u>	<u>\$ 15,000</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

		Special Revenue			
		State - 21st Century Learning Center	Libraries - SB 301 GO Bonds	Library Book Fund	Coordinated Approach to Child Health
ASSETS					
<i>Current assets</i>					
Cash and cash equivalents	\$	-	\$ -	\$ 89	\$ -
Property taxes receivable		-	-	-	-
Due from other governments		-	-	-	-
Other receivables		-	-	-	-
Inventory		-	-	-	-
<i>Total assets</i>	\$	-	\$ -	\$ 89	\$ -
LIABILITIES AND FUND BALANCE					
<i>Current liabilities</i>					
Accounts payable	\$	-	\$ -	\$ -	\$ -
Accrued payroll		-	-	-	-
Deferred revenue		-	-	-	-
Due to other funds		-	-	-	-
<i>Total liabilities</i>		-	-	-	-
<i>Fund balances</i>					
Nonspendable					
Inventory		-	-	-	-
Spendable					
Restricted for:					
Educational purposes		-	-	89	-
Food service		-	-	-	-
Capital acquisitions and improvements		-	-	-	-
Debt service		-	-	-	-
Extracurricular activities		-	-	-	-
Committed for:					
Emergency reserves		-	-	-	-
Unassigned		-	-	-	-
<i>Total fund balance</i>		-	-	89	-
<i>Total liabilities and fund balance</i>	\$	-	\$ -	\$ 89	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue

Pathways Project UNM	Parents as Teachers	AP New Mexico Incentive Funding	Office of Child Development	Regional Quality Center	GRADS- Child Care
\$ 219	\$ 28,282	\$ 142	\$ 30,313	\$ 74,806	\$ 13,492
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 219</u>	<u>\$ 28,282</u>	<u>\$ 142</u>	<u>\$ 30,313</u>	<u>\$ 74,806</u>	<u>\$ 13,492</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	960	-	-
-	-	-	-	-	-
-	-	-	6,170	-	-
-	-	-	<u>7,130</u>	-	-
-	-	-	-	-	-
219	28,282	142	23,183	74,806	13,492
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>219</u>	<u>28,282</u>	<u>142</u>	<u>23,183</u>	<u>74,806</u>	<u>13,492</u>
<u>\$ 219</u>	<u>\$ 28,282</u>	<u>\$ 142</u>	<u>\$ 30,313</u>	<u>\$ 74,806</u>	<u>\$ 13,492</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

	Special Revenue			
	GRADS- Instruction	Start Smart K-3 Plus Utah State University Study	Private Dir. Grants	City/County Grants
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 12,860	\$ -	\$ 65,196	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	3,839	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 12,860</u>	<u>\$ 3,839</u>	<u>\$ 65,196</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	1,261	4,374	-
Deferred revenue	-	-	-	-
Due to other funds	-	2,578	-	6,311
<i>Total liabilities</i>	<u>-</u>	<u>3,839</u>	<u>4,374</u>	<u>6,311</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	12,860	-	60,822	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	(6,311)
<i>Total fund balance</i>	<u>12,860</u>	<u>-</u>	<u>60,822</u>	<u>(6,311)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 12,860</u>	<u>\$ 3,839</u>	<u>\$ 65,196</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

<u>Special Revenue</u>	<u>Capital Projects</u>				
<u>School Based Health Center</u>	<u>Bond Building</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay Local</u>	<u>Special Capital Outlay State</u>	<u>Special Capital Outlay Federal</u>
\$ -	\$ 888,753	\$ -	\$ -	\$ 70,000	\$ 136,755
-	-	-	-	-	-
-	-	20,714	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 888,753</u>	<u>\$ 20,714</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 136,755</u>
\$ -	\$ 311,692	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
65,764	-	20,713	-	-	-
<u>65,764</u>	<u>311,692</u>	<u>20,713</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	577,061	1	-	70,000	136,755
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(65,764)	-	-	-	-	-
<u>(65,764)</u>	<u>577,061</u>	<u>1</u>	<u>-</u>	<u>70,000</u>	<u>136,755</u>
<u>\$ -</u>	<u>\$ 888,753</u>	<u>\$ 20,714</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 136,755</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

	Capital Projects			
	Capital Improvements SB-9	Energy Efficiency Act	Public School Capital Outlay 20%	Total Nonmajor Governmental Funds
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 2,508,236	\$ 151,258	\$ 1	\$ 9,682,085
Property taxes receivable	189,382	-	-	189,382
Due from other governments	1,048	-	-	1,835,783
Other receivables	-	-	-	14,705
Inventory	-	-	-	159,900
	<u>2,698,666</u>	<u>151,258</u>	<u>1</u>	<u>11,881,855</u>
<i>Total assets</i>	<u>\$ 2,698,666</u>	<u>\$ 151,258</u>	<u>\$ 1</u>	<u>\$ 11,881,855</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ 183,910	\$ -	\$ -	\$ 653,343
Accrued payroll	-	-	-	278,062
Deferred revenue	87,539	-	-	335,843
Due to other funds	-	-	-	2,049,600
	<u>271,449</u>	<u>-</u>	<u>-</u>	<u>3,316,848</u>
<i>Total liabilities</i>	<u>271,449</u>	<u>-</u>	<u>-</u>	<u>3,316,848</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	159,900
Spendable				
Restricted for:				
Educational purposes	-	-	-	2,938,624
Food service	-	-	-	1,422,757
Capital acquisitions and improvements	2,427,217	151,258	1	3,362,293
Debt service	-	-	-	-
Extracurricular activities	-	-	-	1,089,009
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	(407,576)
	<u>2,427,217</u>	<u>151,258</u>	<u>1</u>	<u>8,565,007</u>
<i>Total fund balance</i>	<u>2,427,217</u>	<u>151,258</u>	<u>1</u>	<u>8,565,007</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,698,666</u>	<u>\$ 151,258</u>	<u>\$ 1</u>	<u>\$ 11,881,855</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Food Service	Athletics	Non-Budgeted Activity	Non-Budgeted Scholarship
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	4,551,603	-	-	150
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	654,962	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	300,394	292,313	811,300	256
Interest	593	47	365	33
Miscellaneous	540	1,300	-	10,061
<i>Total revenues</i>	5,508,092	293,660	811,665	10,500
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	252,573	388,816	9,760
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	5,658,007	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	5,658,007	252,573	388,816	9,760
<i>Excess (deficiency) of revenues over expenditures</i>	(149,915)	41,087	422,849	740
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	(149,915)	41,087	422,849	740
<i>Fund balances - beginning of year</i>	1,732,572	192,904	432,169	70,897
<i>Fund balances - ending of year</i>	\$ 1,582,657	\$ 233,991	\$ 855,018	\$ 71,637

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Non-Budgeted Autism Program</u>	<u>Non-Budgeted Miyamura Scholarship</u>	<u>Non-Budgeted SQS</u>	<u>Non-Budgeted Thoreau Night School</u>	<u>Entitlement IDEA-B</u>	<u>Discretionary IDEA-B</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	2,476,725	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	7,136	-	-
-	-	-	-	-	-
-	500	1,659	-	13	-
-	500	1,659	7,136	2,476,738	-
-	-	426	6,886	1,017,495	-
-	-	-	-	1,286,211	-
-	-	-	-	-	-
-	-	-	-	65,442	-
-	-	-	-	107,590	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	426	6,886	2,476,738	-
-	500	1,233	250	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	500	1,233	250	-	-
6,939	7,200	113,364	1,916	-	(44,003)
\$ 6,939	\$ 7,700	\$ 114,597	\$ 2,166	\$ -	\$ (44,003)

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Preschool IDEA-B	Early Intervention Services IDEA-B	Education of Homeless	Private Schools Share IDEA-B
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	82,266	180,001	11,265	54,165
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	82,266	180,001	11,265	54,165
<i>Expenditures</i>				
Current				
Instruction	40,107	-	-	11,615
Support services - students	39,967	175,699	10,997	41,107
Support services - instruction	-	-	-	-
Support services - general administration	2,192	4,302	268	1,443
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	82,266	180,001	11,265	54,165
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - ending of year</i>	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue					
<u>Fresh Fruits and Vegetables</u>	<u>21st Century Community Learning Centers 2008-2014</u>	<u>"Risk Pool" IDEA-B</u>	<u>Title I 1003g Grant</u>	<u>Title I Family Literacy IASA</u>	<u>Title IV Drug Free Schools and Comm/Ed</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	1,283,897	16,703	1,673,009	184	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,283,897	16,703	1,673,009	184	-
-	1,184,093	16,247	1,614,991	-	-
-	-	-	-	-	-
-	53,863	-	479	-	-
-	33,223	456	37,009	-	-
-	-	-	20,530	-	-
-	12,718	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,283,897	16,703	1,673,009	-	-
-	-	-	-	184	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	184	-
12,409	-	-	-	-	1,939
<u>\$ 12,409</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184</u>	<u>\$ 1,939</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Partnerships in Character Ed Pilot	Title V-A Innovative Education Program	English Language Acquisition	Teacher/ Principal Training and Recruiting
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	329,208	1,154,006
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>329,208</u>	<u>1,154,006</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	313,990	838,056
Support services - students	-	-	-	-
Support services - instruction	-	-	2,745	138,548
Support services - general administration	-	-	6,114	39,457
Support services - school administration	-	-	-	-
Central services	-	-	6,359	51,559
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>329,208</u>	<u>1,067,620</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>86,386</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	86,386
<i>Fund balances - beginning of year</i>	<u>(1,889)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ (1,889)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,386</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Title IV-A Safe and Drug Free Schools and Community	21st Century Community Living Center	Rural and Low Income Schools	Title I School Improvement	Immigrant Funding - Title III	School Renovation, IDEA and Technology
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
3,451	44	373,635	75,000	441	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,451	44	373,635	75,000	441	-
-	-	349,365	75,000	-	-
18,984	-	-	-	-	-
3,204	-	11,819	-	-	-
79	-	9,006	-	-	-
-	-	-	-	-	-
-	-	3,445	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
22,267	-	373,635	75,000	-	-
(18,816)	44	-	-	441	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(18,816)	44	-	-	441	-
18,984	-	(74,852)	-	(441)	23,198
\$ 168	\$ 44	\$ (74,852)	\$ -	\$ -	\$ 23,198

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Reading First	Carl D Perkins Secondary - Current	Carl D Perkins Secondary - PY Unliq. Obligations	Carl D Perkins Secondary - Redistribution
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	135,179	-	14,124
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>135,179</u>	<u>-</u>	<u>14,124</u>
<i>Expenditures</i>				
Current				
Instruction	-	126,727	-	13,949
Support services - students	-	-	-	-
Support services - instruction	-	7,080	-	-
Support services - general administration	-	1,372	-	175
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>135,179</u>	<u>-</u>	<u>14,124</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>(14,370)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ (14,370)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue					
Title I - IASA - Federal Stimulus	Preschool IDEA-B - Federal Stimulus	Early Intervention Services IDEA- B - Federal Stimulus	Education of Homeless - Federal Stimulus	Private School Share IDEA-B - Federal Stimulus	Enhancing Education Through Technology - Federal Stimulus
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
821,136	83,205	175,389	16,931	9,832	222,912
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
821,136	83,205	175,389	16,931	9,832	222,912
191,337	-	-	-	9,571	218,241
-	80,983	170,728	16,481	-	-
820,840	-	-	-	-	-
32,334	2,222	4,661	450	261	4,671
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,044,511	83,205	175,389	16,931	9,832	222,912
(223,375)	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(223,375)	-	-	-	-	-
223,375	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Pre- Kindergarten- Federal Stimulus	Bilingual Education Title VII	JTPA	Johnson O'Malley
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	13,165	-	-	-
Federal direct	-	-	-	996,442
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,165</u>	<u>-</u>	<u>-</u>	<u>996,442</u>
<i>Expenditures</i>				
Current				
Instruction	13,165	-	-	782,265
Support services - students	-	-	-	-
Support services - instruction	-	-	-	187,333
Support services - general administration	-	-	-	26,844
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>13,165</u>	<u>-</u>	<u>-</u>	<u>996,442</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>84,141</u>	<u>178</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ 84,141</u>	<u>\$ 178</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

General Ed. Projects "Star Schools"	Impact Aid Special Education	GRADS Child Care CYFD	Title XIX - Medicaid 3/21 Years	Child Care Block Grant CYFD	TANF/GRADS HSD
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	844,909	-	200,700	49,854	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	844,909	-	200,700	49,854	-
-	4,434	-	-	-	-
-	396,369	-	237,522	57,192	-
-	457,845	-	-	-	-
-	21,897	-	5,729	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	880,545	-	243,251	57,192	-
-	(35,636)	-	(42,551)	(7,338)	-
-	-	-	-	-	-
-	-	235	-	-	-
-	-	-	-	-	-
-	-	235	-	-	-
-	(35,636)	235	(42,551)	(7,338)	-
45,556	1,179,185	(235)	285,431	214,117	-
\$ 45,556	\$ 1,143,549	\$ -	\$ 242,880	\$ 206,779	\$ -

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Special Revenue			
	Child and Adult Food Program	Indian Health Services	Indian Education Formula Grant	21st Century Community Learning Centers
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	5,412	238,000	1,939,062	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	5,412	238,000	1,939,062	-
<i>Expenditures</i>				
Current				
Instruction	-	1,722	1,726,160	-
Support services - students	3,946	-	12,960	-
Support services - instruction	-	-	155,469	-
Support services - general administration	-	6,343	44,473	-
Support services - school administration	-	147,475	-	-
Central services	-	82,460	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	3,946	238,000	1,939,062	-
<i>Excess (deficiency) of revenues over expenditures</i>	1,466	-	-	-
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	1,466	-	-	-
<i>Fund balances - beginning of year</i>	10,592	-	-	(2,560)
<i>Fund balances - ending of year</i>	\$ 12,058	\$ -	\$ -	\$ (2,560)

The accompanying notes are an integral part of these financial statements

Special Revenue					
Navajo Nations	Technology Challenge Grant USDE	Title V Indian Health Care Improvement Act	Teacher Quality Improvement	Tobacco Use Prevention and Control Program	Goals 2000 Parental Assistance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
143,211	-	216,356	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
143,211	-	216,356	-	-	-
-	-	85,320	-	-	-
88,441	-	126,541	-	-	-
-	-	-	-	-	-
2,422	-	4,495	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
90,863	-	216,356	-	-	-
52,348	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
52,348	-	-	-	-	-
-	11,739	-	(17,058)	62	(17,981)
\$ 52,348	\$ 11,739	\$ -	\$ (17,058)	\$ 62	\$ (17,981)

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Special Revenue			
	Substance Abuse and Mental Health Services	Carol M White Physical Fitness	Native American Program	State Equalization Guarantee- Federal Stimulus
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and Gas Taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	189,128	832,669
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>189,128</u>	<u>832,669</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	184,102	-
Support services - students	-	-	-	34,069
Support services - instruction	-	-	-	620,237
Support services - general administration	-	-	5,026	-
Support services - school administration	-	-	-	178,363
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>189,128</u>	<u>832,669</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	(41,018)	-	-	-
<i>Fund balances - ending of year</i>	<u>\$ (41,018)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Impact Aid Construction</u>	<u>Education Jobs Fund</u>	<u>Bill and Melinda Gates Foundation</u>	<u>Save the Children</u>	<u>Center for Ed and Study of Diverse Populations</u>	<u>Parents Reaching Out</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
21,673	2,151,693	-	-	-	-
-	-	-	406,201	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>21,673</u>	<u>2,151,693</u>	<u>-</u>	<u>406,201</u>	<u>-</u>	<u>-</u>
-	996,729	-	406,201	-	-
-	104,572	-	-	-	-
-	1,050,392	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,292,621	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,292,621</u>	<u>2,151,693</u>	<u>-</u>	<u>406,201</u>	<u>-</u>	<u>-</u>
<u>(1,270,948)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,270,948)	-	-	-	-	-
1,273,049	-	2,839	-	181	260
<u>\$ 2,101</u>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ -</u>	<u>\$ 181</u>	<u>\$ 260</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Special Revenue			
	Pump up the Volume in Preschools	SES After School Tutoring	Community Based Organization PED	2008 GO Bond Student Library Fund
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	546,493	601,713	-	-
State flowthrough	-	-	3,988	3,741
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>546,493</u>	<u>601,713</u>	<u>3,988</u>	<u>3,741</u>
<i>Expenditures</i>				
Current				
Instruction	505,984	367,745	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	3,741
Support services - general administration	13,880	10,157	-	-
Support services - school administration	-	-	-	-
Central services	26,629	151	-	-
Operation and maintenance of plant	-	5,000	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>546,493</u>	<u>383,053</u>	<u>-</u>	<u>3,741</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>218,660</u>	<u>3,988</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	218,660	3,988	-
<i>Fund balances - beginning of year</i>	-	179,522	-	-
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ 398,182</u>	<u>\$ 3,988</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Solar Energy at Schools	TANF PED	Technology for Education PED	TANF - Full Day Kindergarten	Incentives for School Improvement Act	Laws of NM 2005
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
300,000	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	6,273	-	-	-
-	-	-	-	-	-
300,000	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>300,000</u>	<u>-</u>	<u>6,273</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	(6,273)	-	-	-
-	-	-	-	-	-
-	-	6,403	-	-	-
-	-	-	-	-	-
-	-	6,403	-	-	-
-	-	130	-	-	-
-	1,147	-	(1,513)	84,199	(46,467)
<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 130</u>	<u>\$ (1,513)</u>	<u>\$ 84,199</u>	<u>\$ (46,467)</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	Pre-K Initiative	Indian Education Act	Reading Improvement Initiatives	Beginning Teacher Mentoring Program
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	198,366	995	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>198,366</u>	<u>995</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	193,095	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	5,271	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>198,366</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>995</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	1,000
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>
<i>Net change in fund balances</i>	-	995	-	1,000
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,704)</u>	<u>11,253</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ 995</u>	<u>\$ (2,704)</u>	<u>\$ 12,253</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Breakfast for Elementary Students</u>	<u>Teacher Professional Development Fund</u>	<u>K-Plus Initiative</u>	<u>Schools in Need of Improvement</u>	<u>School Improvement Framework</u>	<u>Kindergarten - Three Plus</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
90,010	10,583	-	-	15,000	121,740
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>90,010</u>	<u>10,583</u>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>121,740</u>
-	-	-	-	-	191,249
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
90,010	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>90,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>191,249</u>
-	10,583	-	-	15,000	(69,509)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	10,583	-	-	15,000	(69,509)
56,572	-	(1,577)	9,642	-	-
<u>\$ 56,572</u>	<u>\$ 10,583</u>	<u>\$ (1,577)</u>	<u>\$ 9,642</u>	<u>\$ 15,000</u>	<u>\$ (69,509)</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

	Special Revenue			
	State - 21st Century Learning Center	Libraries - SB 301 GO Bonds	Library Book Fund	Coordinated Approach to Child Health
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	442
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>442</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	442
Support services - students	-	-	-	-
Support services - instruction	-	-	6,349	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>6,349</u>	<u>442</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,349)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(6,349)	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,438</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Pathways Project UNM</u>	<u>Parents as Teachers</u>	<u>AP New Mexico Incentive Funding</u>	<u>Office of Child Development</u>	<u>Regional Quality Center</u>	<u>GRADS-Child Care</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	60,000	24,000	6,487
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	60,000	24,000	6,487
-	-	-	-	-	-
-	-	-	1,656	10,485	8,426
-	-	-	57,935	-	-
-	-	-	-	-	-
-	-	-	1,056	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	60,647	10,485	8,426
-	-	-	-	-	-
-	-	-	(647)	13,515	(1,939)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(647)	13,515	(1,939)
219	28,282	142	23,830	61,291	15,431
<u>\$ 219</u>	<u>\$ 28,282</u>	<u>\$ 142</u>	<u>\$ 23,183</u>	<u>\$ 74,806</u>	<u>\$ 13,492</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Special Revenue			
	GRADS- Instruction	Start Smart K-3 Plus Utah State University Study	Private Dir. Grants	City/County Grants
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	1,000	-
State flowthrough	-	-	-	-
State direct	6,073	3,839	-	-
Combined local/state	-	-	84,675	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,073</u>	<u>3,839</u>	<u>85,675</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	5,942	3,839	83,181	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>5,942</u>	<u>3,839</u>	<u>83,181</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>131</u>	<u>-</u>	<u>2,494</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	131	-	2,494	-
<i>Fund balances - beginning of year</i>	<u>12,729</u>	<u>-</u>	<u>58,328</u>	<u>(6,311)</u>
<i>Fund balances - ending of year</i>	<u>\$ 12,860</u>	<u>\$ -</u>	<u>\$ 60,822</u>	<u>\$ (6,311)</u>

The accompanying notes are an integral part of these financial statements

Special Revenue	Capital Projects				
School Based Health Center	Bond Building	Public School Capital Outlay	Special Capital Outlay Local	Special Capital Outlay State	Special Capital Outlay Federal
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	810,009
-	-	-	210,000	-	-
-	819,925	13,107,186	-	25,000	-
120,000	-	-	-	-	-
-	-	-	-	-	-
-	12,600	-	-	-	-
-	-	-	-	-	-
<u>120,000</u>	<u>832,525</u>	<u>13,107,186</u>	<u>210,000</u>	<u>25,000</u>	<u>810,009</u>
-	-	-	-	-	-
120,000	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,075	20,714	-	-	-
-	-	-	-	-	-
-	5,724,644	13,086,471	210,000	-	697,960
-	-	-	-	-	-
-	-	-	-	-	-
-	50,512	-	-	-	-
<u>120,000</u>	<u>5,783,231</u>	<u>13,107,185</u>	<u>210,000</u>	<u>-</u>	<u>697,960</u>
-	(4,950,706)	1	-	25,000	112,049
-	8,200,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,200,000	-	-	-	-
-	3,249,294	1	-	25,000	112,049
(65,764)	(2,672,233)	-	-	45,000	24,706
<u>\$ (65,764)</u>	<u>\$ 577,061</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 136,755</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Capital Projects			Total Nonmajor Governmental Funds
	Capital Improvements	Energy Efficiency Act	Public School Capital Outlay	
	SB-9	Efficiency Act	20%	
<i>Revenues</i>				
Property taxes	\$ 1,518,177	\$ -	\$ -	\$ 1,518,177
Oil and gas taxes	3,547	-	-	3,547
Intergovernmental revenue				
Federal flowthrough	-	-	-	14,057,626
Federal direct	-	-	-	8,639,118
Local sources	-	-	-	1,765,407
State flowthrough	1,834,306	-	-	2,933,691
State direct	-	-	-	14,052,952
Combined local/state	-	-	-	204,675
Charges for services	-	-	-	1,411,399
Interest	-	-	-	13,638
Miscellaneous	-	-	-	14,073
<i>Total revenues</i>	<u>3,356,030</u>	<u>-</u>	<u>-</u>	<u>44,614,303</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	(3,958)	-	-	12,247,429
Support services - students	-	-	-	3,080,704
Support services - instruction	-	-	-	3,519,944
Support services - general administration	14,473	-	-	407,203
Support services - school administration	-	-	-	453,958
Central services	-	-	-	189,594
Operation and maintenance of plant	2,303,568	-	-	2,337,357
Food services operations	-	-	-	5,748,017
Capital outlay	738,740	-	-	22,050,436
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	50,512
<i>Total expenditures</i>	<u>3,052,823</u>	<u>-</u>	<u>-</u>	<u>50,085,154</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>303,207</u>	<u>-</u>	<u>-</u>	<u>(5,470,851)</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	8,200,000
Transfers in	-	-	-	7,638
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,207,638</u>
<i>Net change in fund balances</i>	303,207	-	-	2,736,787
<i>Fund balances - beginning of year</i>	<u>2,124,010</u>	<u>151,258</u>	<u>1</u>	<u>5,828,220</u>
<i>Fund balances - ending of year</i>	<u>\$ 2,427,217</u>	<u>\$ 151,258</u>	<u>\$ 1</u>	<u>\$ 8,565,007</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Food Service Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-1

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	4,350,756	4,350,756	4,551,603	200,847
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	355,459	484,572	306,490	(178,082)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	389,041	389,041	300,394	(88,647)
Interest	350	350	593	243
Miscellaneous	-	-	540	540
<i>Total revenues</i>	<u>5,095,606</u>	<u>5,224,719</u>	<u>5,159,620</u>	<u>(65,099)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	6,298,960	6,821,631	5,554,012	1,267,619
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,298,960</u>	<u>6,821,631</u>	<u>5,554,012</u>	<u>1,267,619</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,203,354)</u>	<u>(1,596,912)</u>	<u>(394,392)</u>	<u>1,202,520</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	1,203,354	1,596,912	-	(1,596,912)
<i>Total other financing sources (uses)</i>	<u>1,203,354</u>	<u>1,596,912</u>	<u>-</u>	<u>(1,596,912)</u>
<i>Net change in fund balances</i>	-	-	(394,392)	(394,392)
<i>Fund balances - beginning of year</i>	-	-	1,939,762	1,939,762
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,545,370</u>	<u>\$ 1,545,370</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (394,392)
Adjustments to revenues for federal grants.				348,472
Adjustments to expenditures for salaries, food, and supplies and materials.				(103,995)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (149,915)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Athletics Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-2

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	305,481	305,481	307,430	1,949
Interest	-	-	47	47
Miscellaneous	-	-	539	539
<i>Total revenues</i>	<u>305,481</u>	<u>305,481</u>	<u>308,016</u>	<u>2,535</u>
<i>Expenditures</i>				
Current				
Instruction	427,873	427,873	252,573	175,300
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>427,873</u>	<u>427,873</u>	<u>252,573</u>	<u>175,300</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(122,392)</u>	<u>(122,392)</u>	<u>55,443</u>	<u>177,835</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	122,392	122,392	-	(122,392)
<i>Total other financing sources (uses)</i>	<u>122,392</u>	<u>122,392</u>	<u>-</u>	<u>(122,392)</u>
<i>Net change in fund balances</i>	-	-	55,443	55,443
<i>Fund balances - beginning of year</i>	-	-	177,248	177,248
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,691</u>	<u>\$ 232,691</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 55,443
Adjustments to revenue for abatements.				(14,356)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 41,087</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Activity Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-3

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	797,895	797,895
Interest	-	-	365	365
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>798,260</u>	<u>798,260</u>
<i>Expenditures</i>				
Current				
Instruction	510,025	432,169	387,824	44,345
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>510,025</u>	<u>432,169</u>	<u>387,824</u>	<u>44,345</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(510,025)</u>	<u>(432,169)</u>	<u>410,436</u>	<u>842,605</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	510,025	432,169	-	(432,169)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>510,025</u>	<u>432,169</u>	<u>-</u>	<u>(432,169)</u>
<i>Net change in fund balances</i>	-	-	410,436	410,436
<i>Fund balances - beginning of year</i>	-	-	432,169	432,169
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 842,605</u>	<u>\$ 842,605</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 410,436
Adjustments to revenues for charges for services.				13,405
Adjustments to expenditures for salaries.				(992)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 422,849</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Scholarship Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-4

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	150	150
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	256	256
Interest	-	-	33	33
Miscellaneous	-	-	10,211	10,211
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,650</u>	<u>10,650</u>
<i>Expenditures</i>				
Current				
Instruction	15,000	70,747	7,760	62,987
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>70,747</u>	<u>7,760</u>	<u>62,987</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,000)</u>	<u>(70,747)</u>	<u>2,890</u>	<u>73,637</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	15,000	70,747	-	(70,747)
<i>Total other financing sources (uses)</i>	<u>15,000</u>	<u>70,747</u>	<u>-</u>	<u>(70,747)</u>
<i>Net change in fund balances</i>	-	-	2,890	2,890
<i>Fund balances - beginning of year</i>	-	-	70,747	70,747
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 73,637</u>	<u>\$ 73,637</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,890
Adjustments to revenues for contributions.				(150)
Adjustments to expenditures for salaries.				(2,000)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 740</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Autism Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-5

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	6,909	6,939	-	6,939
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	6,909	6,939	-	6,939
<i>Excess (deficiency) of revenues over expenditures</i>	(6,909)	(6,939)	-	6,939
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	6,909	6,939	-	(6,939)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	6,909	6,939	-	(6,939)
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	6,939	6,939
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 6,939	\$ 6,939
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Miyamura Scholarship Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-6

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	500	500
<i>Total revenues</i>	-	-	500	500
<i>Expenditures</i>				
Current				
Instruction	7,200	7,200	-	7,200
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	7,200	7,200	-	7,200
<i>Excess (deficiency) of revenues over expenditures</i>	(7,200)	(7,200)	500	7,700
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	7,200	7,200	-	(7,200)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	7,200	7,200	-	(7,200)
<i>Net change in fund balances</i>	-	-	500	500
<i>Fund balances - beginning of year</i>	-	-	7,200	7,200
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 7,700	\$ 7,700
<i>Net change in fund balances (Budget Basis)</i>				\$ 500
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ 500

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted SQS Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-7

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,659	1,659
<i>Total revenues</i>	-	-	1,659	1,659
<i>Expenditures</i>				
Current				
Instruction	100,000	113,960	1,022	112,938
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	100,000	113,960	1,022	112,938
<i>Excess (deficiency) of revenues over expenditures</i>	(100,000)	(113,960)	637	114,597
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	100,000	113,960	-	(113,960)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	100,000	113,960	-	(113,960)
<i>Net change in fund balances</i>	-	-	637	637
<i>Fund balances - beginning of year</i>	-	-	113,960	113,960
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 114,597	\$ 114,597
<i>Net change in fund balances (Budget Basis)</i>				\$ 637
No adjustments to revenues.				-
Adjustments to expenditures for other contract services.				596
<i>Net change in fund balances (GAAP Basis)</i>				\$ 1,233

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Thoreau Night School Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-8

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	5,000	5,000	7,136	2,136
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	5,000	5,000	7,136	2,136
<i>Expenditures</i>				
Current				
Instruction	5,579	6,916	6,886	30
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	5,579	6,916	6,886	30
<i>Excess (deficiency) of revenues over expenditures</i>	(579)	(1,916)	250	2,166
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	579	1,916	-	(1,916)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	579	1,916	-	(1,916)
<i>Net change in fund balances</i>	-	-	250	250
<i>Fund balances - beginning of year</i>	-	-	1,916	1,916
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 2,166	\$ 2,166
<i>Net change in fund balances (Budget Basis)</i>				\$ 250
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ 250

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Entitlement IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-9

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	2,753,209	3,095,092	2,464,869	(630,223)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,753,209</u>	<u>3,095,092</u>	<u>2,464,869</u>	<u>(630,223)</u>
<i>Expenditures</i>				
Current				
Instruction	997,580	1,203,149	959,833	243,316
Support services - students	1,579,166	1,706,147	1,290,772	415,375
Support services - instruction	-	-	-	-
Support services - general administration	65,852	75,185	65,442	9,743
Support services - school administration	110,611	110,611	107,590	3,021
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,753,209</u>	<u>3,095,092</u>	<u>2,423,637</u>	<u>671,455</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	41,232	41,232
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	41,232	41,232
<i>Fund balances - beginning of year</i>	-	-	152,568	152,568
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 193,800</u>	<u>\$ 193,800</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 41,232
Adjustments to revenues for federal flowthrough grants.				11,869
Adjustments to expenditures for salaries and general supplies and materials.				(53,101)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Discretionary IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-10

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(44,003)	(44,003)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (44,003)</u>	<u>\$ (44,003)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Preschool IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-11

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	127,862	220,967	70,646	(150,321)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>127,862</u>	<u>220,967</u>	<u>70,646</u>	<u>(150,321)</u>
<i>Expenditures</i>				
Current				
Instruction	72,656	72,656	38,375	34,281
Support services - students	51,813	142,376	39,967	102,409
Support services - instruction	-	-	-	-
Support services - general administration	3,393	5,935	2,192	3,743
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>127,862</u>	<u>220,967</u>	<u>80,534</u>	<u>140,433</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(9,888)	(9,888)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(9,888)	(9,888)
<i>Fund balances - beginning of year</i>	-	-	12,236	12,236
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,348</u>	<u>\$ 2,348</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (9,888)
Adjustments to revenues for federal flowthrough grants.				11,620
Adjustments to expenditures for general supplies and materials.				(1,732)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Early Intervention Services IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-12

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	180,000	180,000	176,925	(3,075)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>180,000</u>	<u>180,000</u>	<u>176,925</u>	<u>(3,075)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	175,699	175,699	175,699	-
Support services - instruction	-	-	-	-
Support services - general administration	4,302	4,302	4,302	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>180,001</u>	<u>180,001</u>	<u>180,001</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1)</u>	<u>(1)</u>	<u>(3,076)</u>	<u>(3,075)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	1	1	-	(1)
<i>Total other financing sources (uses)</i>	<u>1</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
<i>Net change in fund balances</i>	-	-	(3,076)	(3,076)
<i>Fund balances - beginning of year</i>	-	-	950	950
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,126)</u>	<u>\$ (2,126)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (3,076)
Adjustments to revenues for federal flowthrough grants.				3,076
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Education of Homeless Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

Statement B-13

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	13,000	13,000	7,359	(5,641)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,000</u>	<u>13,000</u>	<u>7,359</u>	<u>(5,641)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	12,654	12,654	9,814	2,840
Support services - instruction	-	-	-	-
Support services - general administration	346	346	268	78
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>13,000</u>	<u>13,000</u>	<u>10,082</u>	<u>2,918</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(2,723)	(2,723)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(2,723)	(2,723)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,723)</u>	<u>\$ (2,723)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (2,723)
Adjustments to revenues for federal flowthrough grants.				3,906
Adjustments to expenditures for support services.				(1,183)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private Schools Share IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-14

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	74,648	95,028	61,949	(33,079)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>74,648</u>	<u>95,028</u>	<u>61,949</u>	<u>(33,079)</u>
<i>Expenditures</i>				
Current				
Instruction	34,727	19,646	11,615	8,031
Support services - students	38,137	73,039	41,242	31,797
Support services - instruction	-	-	-	-
Support services - general administration	1,784	2,343	1,443	900
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>74,648</u>	<u>95,028</u>	<u>54,300</u>	<u>40,728</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	7,649	7,649
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	7,649	7,649
<i>Fund balances - beginning of year</i>	-	-	(22,385)	(22,385)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,736)</u>	<u>\$ (14,736)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 7,649
Adjustments to revenues for federal flowthrough grants.				(7,784)
Adjustments to expenditures for other contract services.				135
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Fresh Fruits and Vegetables Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-15

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	12,409	12,409
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 12,409	\$ 12,409
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Learning Centers 2008-2014 Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-16

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	609,000	1,891,127	1,449,316	(441,811)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>609,000</u>	<u>1,891,127</u>	<u>1,449,316</u>	<u>(441,811)</u>
<i>Expenditures</i>				
Current				
Instruction	533,462	1,766,535	1,184,460	582,075
Support services - students	-	-	-	-
Support services - instruction	43,067	55,628	53,863	1,765
Support services - general administration	16,178	50,248	33,223	17,025
Support services - school administration	-	-	-	-
Central services	16,293	18,716	12,718	5,998
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>609,000</u>	<u>1,891,127</u>	<u>1,284,264</u>	<u>606,863</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	165,052	165,052
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	165,052	165,052
<i>Fund balances - beginning of year</i>	-	-	(484,933)	(484,933)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (319,881)</u>	<u>\$ (319,881)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 165,052
Adjustments to revenues for federal flowthrough grants.				(165,419)
Adjustments to expenditures for other professional services and general supplies and materials.				367
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 "Risk Pool" IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-17

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	29,128	19,291	(9,837)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>29,128</u>	<u>19,291</u>	<u>(9,837)</u>
<i>Expenditures</i>				
Current				
Instruction	-	16,704	16,704	-
Support services - students	-	11,728	-	11,728
Support services - instruction	-	-	-	-
Support services - general administration	-	696	456	240
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>29,128</u>	<u>17,160</u>	<u>11,968</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,131</u>	<u>2,131</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	2,131	2,131
<i>Fund balances - beginning of year</i>	-	-	(2,671)	(2,671)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (540)</u>	<u>\$ (540)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,131
Adjustments to revenues for federal flowthrough grants.				(2,588)
Adjustments to expenditures for salaries.				457
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I 1003g Grant Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-18

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	1,861,965	1,480,238	(381,727)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	1,861,965	1,480,238	(381,727)
<i>Expenditures</i>				
Current				
Instruction	-	1,782,886	1,577,069	205,817
Support services - students	-	-	-	-
Support services - instruction	-	5,000	479	4,521
Support services - general administration	-	49,564	37,009	12,555
Support services - school administration	-	24,515	20,530	3,985
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,861,965	1,635,087	226,878
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(154,849)	(154,849)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(154,849)	(154,849)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (154,849)	\$ (154,849)
<i>Net change in fund balances (Budget Basis)</i>				\$ (154,849)
Adjustments to revenues for federal flowthrough grants.				192,771
Adjustments to expenditures for salaries.				(37,922)
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I Family Literacy IASA Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-19

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1	1	27,491	27,490
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1</u>	<u>1</u>	<u>27,491</u>	<u>27,490</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	1	1	-	1
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>27,491</u>	<u>27,491</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	27,491	27,491
<i>Fund balances - beginning of year</i>	-	-	(27,307)	(27,307)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184</u>	<u>\$ 184</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 27,491
Adjustments to revenues for federal flowthrough grants.				(27,307)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 184</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title IV Drug Free Schools and Comm/Ed Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-20

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1,939	1,939
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,939</u>	<u>\$ 1,939</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Partnerships in Character Ed Pilot Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-21

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(1,889)	(1,889)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (1,889)	\$ (1,889)
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title V-A Innovative Education Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-22

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 English Language Acquisition Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-23

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	313,960	394,822	592,827	198,005
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>313,960</u>	<u>394,822</u>	<u>592,827</u>	<u>198,005</u>
<i>Expenditures</i>				
Current				
Instruction	293,456	369,919	296,376	73,543
Support services - students	-	-	-	-
Support services - instruction	7,000	7,250	2,995	4,255
Support services - general administration	7,504	9,653	6,114	3,539
Support services - school administration	-	-	-	-
Central services	6,000	8,000	6,359	1,641
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>313,960</u>	<u>394,822</u>	<u>311,844</u>	<u>82,978</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	280,983	280,983
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	280,983	280,983
<i>Fund balances - beginning of year</i>	-	-	(306,099)	(306,099)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,116)</u>	<u>\$ (25,116)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 280,983
Adjustments to revenues for federal flowthrough grants.				(263,619)
Adjustments to expenditures for salaries, professional development, and general supplies and materials.				(17,364)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacher/Principal Training and Recruiting Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-24

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1,288,935	1,802,362	848,215	(954,147)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,288,935</u>	<u>1,802,362</u>	<u>848,215</u>	<u>(954,147)</u>
<i>Expenditures</i>				
Current				
Instruction	1,046,950	1,548,566	815,937	732,629
Support services - students	2,722	-	-	-
Support services - instruction	149,261	150,371	138,548	11,823
Support services - general administration	30,318	44,333	39,457	4,876
Support services - school administration	-	-	-	-
Central services	55,488	59,092	51,559	7,533
Operation and maintenance of plant	4,196	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,288,935</u>	<u>1,802,362</u>	<u>1,045,501</u>	<u>756,861</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(197,286)	(197,286)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(197,286)	(197,286)
<i>Fund balances - beginning of year</i>	-	-	89,849	89,849
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (107,437)</u>	<u>\$ (107,437)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (197,286)
Adjustments to revenues for federal flowthrough grants.				305,791
Adjustments to expenditures for other contract services and general supplies and materials.				(22,119)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 86,386</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Title IV-A Safe and Drug Free Schools and Community Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

Statement B-25

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	3,284	22,302	19,018
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,284</u>	<u>22,302</u>	<u>19,018</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	3,205	3,204	1
Support services - general administration	-	79	79	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,284</u>	<u>3,283</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>19,019</u>	<u>19,019</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	19,019	19,019
<i>Fund balances - beginning of year</i>	-	-	(18,984)	(18,984)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35</u>	<u>\$ 35</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 19,019
Adjustments to revenues for federal flowthrough grants.				(18,851)
Adjustments to expenditures for general supplies and materials.				(18,984)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (18,816)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Living Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-26

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	44	44
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>44</u>	<u>44</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>44</u>	<u>44</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	44	44
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44</u>	<u>\$ 44</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 44
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 44</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Rural and Low Income Schools Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-27

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	438,975	294,955	(144,020)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>438,975</u>	<u>294,955</u>	<u>(144,020)</u>
<i>Expenditures</i>				
Current				
Instruction	-	400,193	349,169	51,024
Support services - students	-	-	-	-
Support services - instruction	-	21,474	11,819	9,655
Support services - general administration	-	10,651	9,006	1,645
Support services - school administration	-	-	-	-
Central services	-	6,657	3,445	3,212
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>438,975</u>	<u>373,439</u>	<u>65,536</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(78,484)</u>	<u>(78,484)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(78,484)	(78,484)
<i>Fund balances - beginning of year</i>	-	-	(238,420)	(238,420)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (316,904)</u>	<u>\$ (316,904)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (78,484)
Adjustments to revenues for federal flowthrough grants.				78,680
Adjustments to expenditures for general supplies and materials.				(196)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I School Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-28

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	701,699	274,515	(427,184)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>701,699</u>	<u>274,515</u>	<u>(427,184)</u>
<i>Expenditures</i>				
Current				
Instruction	-	684,591	75,000	609,591
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	17,108	-	17,108
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>701,699</u>	<u>75,000</u>	<u>626,699</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>199,515</u>	<u>199,515</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	199,515	199,515
<i>Fund balances - beginning of year</i>	-	-	(268,744)	(268,744)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (69,229)</u>	<u>\$ (69,229)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 199,515
Adjustments to revenues for federal flowthrough grants.				(199,515)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Immigrant Funding - Title III Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-29

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	441	441
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>441</u>	<u>441</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>441</u>	<u>441</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	441	441
<i>Fund balances - beginning of year</i>	-	-	(441)	(441)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 441
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 441</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
School Renovation, IDEA and Technology Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

Statement B-30

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	23,198	23,198
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,198</u>	<u>\$ 23,198</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Reading First Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-31

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(14,370)	(14,370)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (14,370)	\$ (14,370)
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - Current Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-32

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	215,197	202,382	139,842	(62,540)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>215,197</u>	<u>202,382</u>	<u>139,842</u>	<u>(62,540)</u>
<i>Expenditures</i>				
Current				
Instruction	203,714	190,899	126,727	64,172
Support services - students	-	-	-	-
Support services - instruction	6,195	6,195	6,194	1
Support services - general administration	5,288	5,288	1,372	3,916
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>215,197</u>	<u>202,382</u>	<u>134,293</u>	<u>68,089</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	5,549	5,549
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	5,549	5,549
<i>Fund balances - beginning of year</i>	-	-	(16,847)	(16,847)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,298)</u>	<u>\$ (11,298)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 5,549
Adjustments to revenues for federal flowthrough grants.				(4,663)
Adjustments to expenditures for general supplies and materials.				(886)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - PY Unliq. Obligations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-33

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	20,840	-	(20,840)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,840</u>	<u>-</u>	<u>(20,840)</u>
<i>Expenditures</i>				
Current				
Instruction	-	20,840	-	20,840
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>20,840</u>	<u>-</u>	<u>20,840</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - Redistribution Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-34

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	27,445	27,445	14,124	(13,321)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>27,445</u>	<u>27,445</u>	<u>14,124</u>	<u>(13,321)</u>
<i>Expenditures</i>				
Current				
Instruction	26,695	26,695	13,949	12,746
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	750	750	175	575
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>27,445</u>	<u>27,445</u>	<u>14,124</u>	<u>13,321</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I- IASA - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-35

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	551,044	1,442,493	2,017,398	574,905
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>551,044</u>	<u>1,442,493</u>	<u>2,017,398</u>	<u>574,905</u>
<i>Expenditures</i>				
Current				
Instruction	95,892	202,021	189,261	12,760
Support services - students	-	-	-	-
Support services - instruction	440,508	1,202,138	1,024,835	177,303
Support services - general administration	14,644	38,334	32,334	6,000
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>551,044</u>	<u>1,442,493</u>	<u>1,246,430</u>	<u>196,063</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	770,968	770,968
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	770,968	770,968
<i>Fund balances - beginning of year</i>	-	-	(826,065)	(826,065)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (55,097)</u>	<u>\$ (55,097)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 770,968
Adjustments to revenues for federal flowthrough grants.				(1,196,262)
Adjustments to expenditures for general supplies and materials.				201,919
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (223,375)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Preschool IDEA-B Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-36

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	149,648	66,533	(83,115)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	149,648	66,533	(83,115)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	145,562	81,408	64,154
Support services - instruction	-	-	-	-
Support services - general administration	-	4,086	2,222	1,864
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	149,648	83,630	66,018
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(17,097)	(17,097)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(17,097)	(17,097)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (17,097)	\$ (17,097)
<i>Net change in fund balances (Budget Basis)</i>				\$ (17,097)
Adjustments to revenues for federal flowthrough grants.				16,672
Adjustments to expenditures for general supplies and materials.				425
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Early Intervention Services IDEA-B - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-37

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	200,000	200,000	181,141	(18,859)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>200,000</u>	<u>200,000</u>	<u>181,141</u>	<u>(18,859)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	195,220	195,220	170,728	24,492
Support services - instruction	-	-	-	-
Support services - general administration	4,780	4,780	4,661	119
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>200,000</u>	<u>200,000</u>	<u>175,389</u>	<u>24,611</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	5,752	5,752
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	5,752	5,752
<i>Fund balances - beginning of year</i>	-	-	(6,340)	(6,340)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (588)</u>	<u>\$ (588)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 5,752
Adjustments to revenues for federal flowthrough grants.				(5,752)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Education of Homeless - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-38

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	16,933	16,933	16,886	(47)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,933</u>	<u>16,933</u>	<u>16,886</u>	<u>(47)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	16,483	16,483	16,481	2
Support services - instruction	-	-	-	-
Support services - general administration	450	450	450	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,933</u>	<u>16,933</u>	<u>16,931</u>	<u>2</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(45)	(45)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(45)	(45)
<i>Fund balances - beginning of year</i>	-	-	(11)	(11)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (56)</u>	<u>\$ (56)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (45)
Adjustments to revenues for federal flowthrough grants.				45
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private School Share IDEA-B - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-39

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	56,294	59,548	3,989	(55,559)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>56,294</u>	<u>59,548</u>	<u>3,989</u>	<u>(55,559)</u>
<i>Expenditures</i>				
Current				
Instruction	54,949	54,949	9,571	45,378
Support services - students	-	3,164	-	3,164
Support services - instruction	-	-	-	-
Support services - general administration	1,345	1,435	261	1,174
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>56,294</u>	<u>59,548</u>	<u>9,832</u>	<u>49,716</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(5,843)	(5,843)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(5,843)	(5,843)
<i>Fund balances - beginning of year</i>	-	-	4,896	4,896
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (947)</u>	<u>\$ (947)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (5,843)
Adjustments to revenues for federal flowthrough grants.				5,843
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Enhancing Education Through Technology - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-40

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	171,209	236,561	215,267	(21,294)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>171,209</u>	<u>236,561</u>	<u>215,267</u>	<u>(21,294)</u>
<i>Expenditures</i>				
Current				
Instruction	164,790	228,510	222,117	6,393
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	6,419	8,051	4,671	3,380
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>171,209</u>	<u>236,561</u>	<u>226,788</u>	<u>9,773</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(11,521)	(11,521)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(11,521)	(11,521)
<i>Fund balances - beginning of year</i>	-	-	(740)	(740)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,261)</u>	<u>\$ (12,261)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (11,521)
Adjustments to revenues for federal flowthrough grants.				7,645
Adjustments to expenditures for general supplies and materials.				3,876
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pre- Kindergarten - Federal Stimulus -Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-41

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	52,000	13,165	(38,835)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>52,000</u>	<u>13,165</u>	<u>(38,835)</u>
<i>Expenditures</i>				
Current				
Instruction	-	52,000	13,165	38,835
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>52,000</u>	<u>13,165</u>	<u>38,835</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Bilingual Education Title VII Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-42

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	84,141	84,141
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,141</u>	<u>\$ 84,141</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-43

Gallup-McKinley County Public Schools

JTPA Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	178	178
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 178</u>	<u>\$ 178</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Johnson O'Malley Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-44

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	635,093	1,076,739	896,549	(180,190)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>635,093</u>	<u>1,076,739</u>	<u>896,549</u>	<u>(180,190)</u>
<i>Expenditures</i>				
Current				
Instruction	362,035	822,936	784,065	38,871
Support services - students	-	-	-	-
Support services - instruction	257,879	226,567	199,090	27,477
Support services - general administration	15,179	27,236	26,844	392
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>635,093</u>	<u>1,076,739</u>	<u>1,009,999</u>	<u>66,740</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(113,450)	(113,450)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(113,450)	(113,450)
<i>Fund balances - beginning of year</i>	-	-	(137,716)	(137,716)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (251,166)</u>	<u>\$ (251,166)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (113,450)
Adjustments to revenues for federal direct grants.				99,893
Adjustments to expenditures for general supplies and materials.				13,557
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 General Ed. Projects "Star Schools" Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-45

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	45,556	45,556
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,556</u>	<u>\$ 45,556</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Special Education Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-46

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	844,909	844,909
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>844,909</u>	<u>844,909</u>
<i>Expenditures</i>				
Current				
Instruction	5,150	5,150	4,434	716
Support services - students	448,599	418,509	384,747	33,762
Support services - instruction	440,554	470,644	458,408	12,236
Support services - general administration	21,897	21,897	21,897	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>916,200</u>	<u>916,200</u>	<u>869,486</u>	<u>46,714</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(916,200)</u>	<u>(916,200)</u>	<u>(24,577)</u>	<u>891,623</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	916,200	916,200	-	(916,200)
<i>Total other financing sources (uses)</i>	<u>916,200</u>	<u>916,200</u>	<u>-</u>	<u>(916,200)</u>
<i>Net change in fund balances</i>	-	-	(24,577)	(24,577)
<i>Fund balances - beginning of year</i>	-	-	1,179,748	1,179,748
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,155,171</u>	<u>\$ 1,155,171</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (24,577)
No adjustments to revenues.				-
Adjustments to expenditures for general materials and supplies.				(11,059)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (35,636)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 GRADS Child Care CYFD Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-47

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
Adjustments to expenditures for general materials and supplies.				235
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 235</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Title XIX - Medicaid 3/21 Years Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

Statement B-48

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	200,457	200,457
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>200,457</u>	<u>200,457</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	233,984	233,984	218,008	15,976
Support services - instruction	-	-	-	-
Support services - general administration	5,729	5,729	5,729	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>239,713</u>	<u>239,713</u>	<u>223,737</u>	<u>15,976</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(239,713)</u>	<u>(239,713)</u>	<u>(23,280)</u>	<u>216,433</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	239,713	239,713	-	(239,713)
<i>Total other financing sources (uses)</i>	<u>239,713</u>	<u>239,713</u>	<u>-</u>	<u>(239,713)</u>
<i>Net change in fund balances</i>	-	-	(23,280)	(23,280)
<i>Fund balances - beginning of year</i>	-	-	285,431	285,431
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 262,151</u>	<u>\$ 262,151</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (23,280)
Adjustments to revenues for federal contracts.				243
Adjustments to expenditures for salaries.				(19,514)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (42,551)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Child Care Block Grant CYFD Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-49

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	49,854	49,854
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>49,854</u>	<u>49,854</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	214,115	56,973	157,142
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>214,115</u>	<u>56,973</u>	<u>157,142</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(214,115)</u>	<u>(7,119)</u>	<u>206,996</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	214,115	-	(214,115)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>214,115</u>	<u>-</u>	<u>(214,115)</u>
<i>Net change in fund balances</i>	-	-	(7,119)	(7,119)
<i>Fund balances - beginning of year</i>	-	-	214,117	214,117
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,998</u>	<u>\$ 206,998</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (7,119)
No adjustments to revenues.				-
Adjustments to expenditures for general materials and supplies.				(219)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (7,338)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 TANF/GRADS HSD Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-50

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Child and Adult Food Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-51

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	5,412	5,412
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>5,412</u>	<u>5,412</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	10,591	3,946	6,645
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,591</u>	<u>3,946</u>	<u>6,645</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(10,591)</u>	<u>1,466</u>	<u>12,057</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	10,591	-	(10,591)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,591</u>	<u>-</u>	<u>(10,591)</u>
<i>Net change in fund balances</i>	-	-	1,466	1,466
<i>Fund balances - beginning of year</i>	-	-	10,592	10,592
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,058</u>	<u>\$ 12,058</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,466
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,466</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Health Services Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-52

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	534,927	534,927	245,969	(288,958)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>534,927</u>	<u>534,927</u>	<u>245,969</u>	<u>(288,958)</u>
<i>Expenditures</i>				
Current				
Instruction	89,007	89,007	1,226	87,781
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	14,204	14,204	6,343	7,861
Support services - school administration	337,382	337,382	148,144	189,238
Central services	94,334	94,334	82,460	11,874
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>534,927</u>	<u>534,927</u>	<u>238,173</u>	<u>296,754</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	7,796	7,796
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	7,796	7,796
<i>Fund balances - beginning of year</i>	-	-	(9,380)	(9,380)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,584)</u>	<u>\$ (1,584)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 7,796
Adjustments to revenues for federal direct grants.				(7,969)
Adjustments to expenditures for professional development.				173
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Education Formula Grant Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-53

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	2,023,949	1,959,018	1,960,202	1,184
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,023,949</u>	<u>1,959,018</u>	<u>1,960,202</u>	<u>1,184</u>
<i>Expenditures</i>				
Current				
Instruction	1,772,414	1,745,141	1,727,464	17,677
Support services - students	72,934	12,965	12,960	5
Support services - instruction	130,228	156,439	155,469	970
Support services - general administration	48,373	44,473	44,473	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,023,949</u>	<u>1,959,018</u>	<u>1,940,366</u>	<u>18,652</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	19,836	19,836
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	19,836	19,836
<i>Fund balances - beginning of year</i>	-	-	(36,176)	(36,176)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,340)</u>	<u>\$ (16,340)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 19,836
Adjustments to revenues for federal direct grants.				(21,140)
Adjustments to expenditures for general supplies and materials.				1,304
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Learning Centers Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-54

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(2,560)	(2,560)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,560)</u>	<u>\$ (2,560)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Navajo Nations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-55

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	114,357	158,306	43,949
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>114,357</u>	<u>158,306</u>	<u>43,949</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	111,235	86,999	24,236
Support services - instruction	-	-	-	-
Support services - general administration	-	3,122	2,422	700
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>114,357</u>	<u>89,421</u>	<u>24,936</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>68,885</u>	<u>68,885</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	68,885	68,885
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(15,095)</u>	<u>(15,095)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,790</u>	<u>\$ 53,790</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 68,885
Adjustments to revenues for federal direct grants.				(15,095)
Adjustments to expenditures for general supplies and materials.				(1,442)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 52,348</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Technology Challenge Grant USDE Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-56

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	11,739	11,739
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,739</u>	<u>\$ 11,739</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title V Indian Health Care Improvement Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-57

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	214,950	187,425	(27,525)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>214,950</u>	<u>187,425</u>	<u>(27,525)</u>
<i>Expenditures</i>				
Current				
Instruction	-	154,990	85,215	69,775
Support services - students	-	174,316	127,067	47,249
Support services - instruction	-	9,189	-	9,189
Support services - general administration	-	8,180	4,495	3,685
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>346,675</u>	<u>216,777</u>	<u>129,898</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(131,725)</u>	<u>(29,352)</u>	<u>102,373</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	131,725	-	(131,725)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>131,725</u>	<u>-</u>	<u>(131,725)</u>
<i>Net change in fund balances</i>	-	-	(29,352)	(29,352)
<i>Fund balances - beginning of year</i>	-	-	139,229	139,229
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,877</u>	<u>\$ 109,877</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (29,352)
Adjustments to revenues for federal direct grants.				28,931
Adjustments to expenditures for salaries and general supplies and materials.				421
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacher Quality Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-58

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(17,058)	(17,058)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,058)</u>	<u>\$ (17,058)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-59

Gallup-McKinley County Public Schools
 Tobacco Use Prevention and Control Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	62	62
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62</u>	<u>\$ 62</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Goals 2000 Parental Assistance Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-60

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(17,981)	(17,981)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,981)</u>	<u>\$ (17,981)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Substance Abuse and Mental Health Services Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-61

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(41,018)	(41,018)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (41,018)</u>	<u>\$ (41,018)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carol M White Physical Fitness Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-62

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Native American Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-63

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	237,777	237,777	187,892	(49,885)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>237,777</u>	<u>237,777</u>	<u>187,892</u>	<u>(49,885)</u>
<i>Expenditures</i>				
Current				
Instruction	227,459	227,459	184,093	43,366
Support services - students	-	-	-	-
Support services - instruction	4,000	4,000	-	4,000
Support services - general administration	6,318	6,318	5,026	1,292
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>237,777</u>	<u>237,777</u>	<u>189,119</u>	<u>48,658</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,227)	(1,227)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(1,227)	(1,227)
<i>Fund balances - beginning of year</i>	-	-	182	182
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,045)</u>	<u>\$ (1,045)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,227)
Adjustments to revenues for federal direct grants.				1,236
Adjustments to expenditures for general supplies and materials.				(9)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 State Equalization Guarantee- Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-64

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	795,551	832,670	1,974,345	1,141,675
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>795,551</u>	<u>832,670</u>	<u>1,974,345</u>	<u>1,141,675</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	34,067	3,083	30,984
Support services - instruction	617,186	620,238	620,237	1
Support services - general administration	-	-	-	-
Support services - school administration	178,365	178,365	178,363	2
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>795,551</u>	<u>832,670</u>	<u>801,683</u>	<u>30,987</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	1,172,662	1,172,662
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	1,172,662	1,172,662
<i>Fund balances - beginning of year</i>	-	-	(1,141,675)	(1,141,675)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,987</u>	<u>\$ 30,987</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,172,662
Adjustments to revenues for federal direct grants.				(1,141,676)
Adjustments to expenditures for salaries and general supplies and materials.				(30,986)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Construction Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-65

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	19,923	22,023	2,100
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,923</u>	<u>22,023</u>	<u>2,100</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	1,526,136	1,526,136	-
<i>Total expenditures</i>	<u>-</u>	<u>1,526,136</u>	<u>1,526,136</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(1,506,213)</u>	<u>(1,504,113)</u>	<u>2,100</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	1,506,213	-	(1,506,213)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,506,213</u>	<u>-</u>	<u>(1,506,213)</u>
<i>Net change in fund balances</i>	-	-	(1,504,113)	(1,504,113)
<i>Fund balances - beginning of year</i>	-	-	1,506,214	1,506,214
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,101</u>	<u>\$ 2,101</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,504,113)
Adjustments to revenues for federal direct grants.				(350)
Adjustments to expenditures for construction services.				233,515
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,270,948)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Education Jobs Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-66

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	2,151,693	2,151,657	(36)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,151,693</u>	<u>2,151,657</u>	<u>(36)</u>
<i>Expenditures</i>				
Current				
Instruction	-	996,729	996,729	-
Support services - students	-	104,572	104,572	-
Support services - instruction	-	1,050,392	1,050,392	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,151,693</u>	<u>2,151,693</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(36)</u>	<u>(36)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(36)	(36)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (36)</u>	<u>\$ (36)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (36)
Adjustments to revenues for federal direct grants.				36
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Bill and Melinda Gates Foundation Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-67

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,839	2,839
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ 2,839</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Save the Children Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-68

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	413,582	358,425	(55,157)
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>413,582</u>	<u>358,425</u>	<u>(55,157)</u>
<i>Expenditures</i>				
Current				
Instruction	-	413,582	392,921	20,661
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>413,582</u>	<u>392,921</u>	<u>20,661</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,496)</u>	<u>(34,496)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(34,496)	(34,496)
<i>Fund balances - beginning of year</i>	-	-	(77,778)	(77,778)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (112,274)</u>	<u>\$ (112,274)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (34,496)
Adjustments to revenues for instructional-categorical revenue.				47,776
Adjustments to expenditures for salaries.				(13,280)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Center for Ed and Study of Diverse Populations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-69

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	181	181
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 181</u>	<u>\$ 181</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Parents Reaching Out Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-70

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	260	260
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ 260</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pump up the Volume in Preschools Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-71

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	594,610	644,610	417,959	(226,651)
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>594,610</u>	<u>644,610</u>	<u>417,959</u>	<u>(226,651)</u>
<i>Expenditures</i>				
Current				
Instruction	554,075	604,075	490,192	113,883
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	13,880	13,880	13,880	-
Support services - school administration	-	-	-	-
Central services	26,655	26,655	26,629	26
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>594,610</u>	<u>644,610</u>	<u>530,701</u>	<u>113,909</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(112,742)	(112,742)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(112,742)	(112,742)
<i>Fund balances - beginning of year</i>	-	-	(2,179)	(2,179)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (114,921)</u>	<u>\$ (114,921)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (112,742)
Adjustments to revenues for instructional-categorical revenue.				128,534
Adjustments to expenditures for salaries.				(15,792)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 SES After School Tutoring Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-72

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	573,131	601,713	28,582
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>573,131</u>	<u>601,713</u>	<u>28,582</u>
<i>Expenditures</i>				
Current				
Instruction	185,673	725,910	367,734	358,176
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	5,127	19,643	10,157	9,486
Support services - school administration	-	-	-	-
Central services	4,200	2,100	151	1,949
Operation and maintenance of plant	5,000	5,000	5,000	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>200,000</u>	<u>752,653</u>	<u>383,042</u>	<u>369,611</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(200,000)</u>	<u>(179,522)</u>	<u>218,671</u>	<u>398,193</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	200,000	179,522	-	(179,522)
<i>Total other financing sources (uses)</i>	<u>200,000</u>	<u>179,522</u>	<u>-</u>	<u>(179,522)</u>
<i>Net change in fund balances</i>	-	-	218,671	218,671
<i>Fund balances - beginning of year</i>	-	-	179,522	179,522
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 398,193</u>	<u>\$ 398,193</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 218,671
No adjustments to revenues.				-
Adjustments to expenditures for general supplies and materials.				(11)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 218,660</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-73

Gallup-McKinley County Public Schools
 Community Based Organization PED Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	172,142	172,142
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>172,142</u>	<u>172,142</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>172,142</u>	<u>172,142</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	172,142	172,142
<i>Fund balances - beginning of year</i>	-	-	(168,154)	(168,154)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,988</u>	<u>\$ 3,988</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 172,142
Adjustments to revenues for PED state flowthrough grants.				(168,154)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 3,988</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 2008 GO Bond Student Library Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-74

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	5,566	73,803	68,237
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,566</u>	<u>73,803</u>	<u>68,237</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	5,566	5,325	241
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,566</u>	<u>5,325</u>	<u>241</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>68,478</u>	<u>68,478</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	68,478	68,478
<i>Fund balances - beginning of year</i>	-	-	(68,756)	(68,756)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (278)</u>	<u>\$ (278)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 68,478
Adjustments to revenues for PED state flowthrough grants.				(70,062)
Adjustments to expenditures for supplies and materials.				1,584
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Solar Energy at Schools Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-75

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	300,000	300,000	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	300,000	300,000	-
<i>Total expenditures</i>	<u>-</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-76

Gallup-McKinley County Public Schools

TANF PED Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1,147	1,147
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 1,147</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Technology for Education PED Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-77

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	6,402	6,273	129
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,402</u>	<u>6,273</u>	<u>129</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(6,402)</u>	<u>(6,273)</u>	<u>129</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	6,402	-	(6,402)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>6,402</u>	<u>-</u>	<u>(6,402)</u>
<i>Net change in fund balances</i>	-	-	(6,273)	(6,273)
<i>Fund balances - beginning of year</i>	-	-	6,403	6,403
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ 130</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (6,273)
No adjustments to revenues.				-
Adjustments to expenditures for maintenance and repair.				6,403
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 130</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 TANF - Full Day Kindergarten Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-78

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(1,513)	(1,513)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,513)</u>	<u>\$ (1,513)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Incentives for School Improvement Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-79

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	84,199	84,199
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,199</u>	<u>\$ 84,199</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Laws of NM 2005 Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-80

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(46,467)	(46,467)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (46,467)</u>	<u>\$ (46,467)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pre-K Initiative Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-81

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	342,100	290,100	292,444	2,344
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>342,100</u>	<u>290,100</u>	<u>292,444</u>	<u>2,344</u>
<i>Expenditures</i>				
Current				
Instruction	333,924	281,924	189,647	92,277
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	8,176	8,176	5,271	2,905
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>342,100</u>	<u>290,100</u>	<u>194,918</u>	<u>95,182</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	97,526	97,526
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	97,526	97,526
<i>Fund balances - beginning of year</i>	-	-	(106,178)	(106,178)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,652)</u>	<u>\$ (8,652)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 97,526
Adjustments to revenues for PED state flowthrough grants.				(94,078)
Adjustments to expenditures for salaries.				(3,448)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Education Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-82

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	117,718	117,718
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>117,718</u>	<u>117,718</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>117,718</u>	<u>117,718</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	117,718	117,718
<i>Fund balances - beginning of year</i>	-	-	(116,723)	(116,723)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 995</u>	<u>\$ 995</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 117,718
Adjustments to revenues for PED state flowthrough grants.				(116,723)
No adjustments to expenditures.				<u>-</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 995</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-83

Gallup-McKinley County Public Schools
 Reading Improvement Initiatives Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(2,704)	(2,704)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (2,704)	\$ (2,704)
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Beginning Teacher Mentoring Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-84

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	12,253	12,253
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,253</u>	<u>\$ 12,253</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
Adjustments to expenditures for salaries.				1,000
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,000</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-85

Gallup-McKinley County Public Schools
 Breakfast for Elementary Students Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	90,010	90,010	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>90,010</u>	<u>90,010</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	90,010	90,010	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>90,010</u>	<u>90,010</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	56,572	56,572
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,572</u>	<u>\$ 56,572</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacher Professional Development Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-86

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	299,498	299,498
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>299,498</u>	<u>299,498</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>299,498</u>	<u>299,498</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	299,498	299,498
<i>Fund balances - beginning of year</i>	-	-	(288,915)	(288,915)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,583</u>	<u>\$ 10,583</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 299,498
Adjustments to revenues for PED state flowthrough grants.				(288,915)
No adjustments to expenditures.				<u>-</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 10,583</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 K-Plus Initiative Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-87

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(1,577)	(1,577)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,577)</u>	<u>\$ (1,577)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-88

Gallup-McKinley County Public Schools
 Schools in Need of Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	9,642	9,642
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,642</u>	<u>\$ 9,642</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 School Improvement Framework Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-89

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	127,500	127,500
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>127,500</u>	<u>127,500</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>127,500</u>	<u>127,500</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	127,500	127,500
<i>Fund balances - beginning of year</i>	-	-	(112,500)	(112,500)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 15,000</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 127,500
Adjustments to revenues for PED state flowthrough grants.				(112,500)
No adjustments to expenditures.				<u>-</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 15,000</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Kindergarten - Three Plus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-90

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	195,390	195,390	190,131	(5,259)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>195,390</u>	<u>195,390</u>	<u>190,131</u>	<u>(5,259)</u>
<i>Expenditures</i>				
Current				
Instruction	195,390	195,390	190,279	5,111
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>195,390</u>	<u>195,390</u>	<u>190,279</u>	<u>5,111</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(148)	(148)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(148)	(148)
<i>Fund balances - beginning of year</i>	-	-	(68,364)	(68,364)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (68,512)</u>	<u>\$ (68,512)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (148)
Adjustments to revenues for PED state flowthrough grants.				(68,391)
Adjustments to expenditures for salaries and general supplies and materials.				(970)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (69,509)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 State - 21st Century Learning Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-91

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Libraries - SB 301 GO Bonds Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-92

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Library Book Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-93

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	6,916	6,828	88
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,916</u>	<u>6,828</u>	<u>88</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(6,916)</u>	<u>(6,828)</u>	<u>88</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	6,916	-	(6,916)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>6,916</u>	<u>-</u>	<u>(6,916)</u>
<i>Net change in fund balances</i>	-	-	(6,828)	(6,828)
<i>Fund balances - beginning of year</i>	-	-	6,917	6,917
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89</u>	<u>\$ 89</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (6,828)
No adjustments to revenues.				-
Adjustments to expenditures for library audio - visual.				479
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (6,349)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Coordinated Approach to Child Health Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-94

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	500	442	(58)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>500</u>	<u>442</u>	<u>(58)</u>
<i>Expenditures</i>				
Current				
Instruction	-	500	442	58
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>500</u>	<u>442</u>	<u>58</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pathways Project UNM Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-95

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	219	219
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 219</u>	<u>\$ 219</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Parents as Teachers Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-96

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	28,282	28,282
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,282</u>	<u>\$ 28,282</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 AP New Mexico Incentive Funding Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-97

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	142	142
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 142	\$ 142
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Office of Child Development Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-98

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	62,000	90,000	28,000
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>62,000</u>	<u>90,000</u>	<u>28,000</u>
<i>Expenditures</i>				
Current				
Instruction	-	2,000	696	1,304
Support services - students	-	58,944	57,935	1,009
Support services - instruction	-	-	-	-
Support services - general administration	-	1,056	1,056	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>62,000</u>	<u>59,687</u>	<u>2,313</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>30,313</u>	<u>30,313</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	30,313	30,313
<i>Fund balances - beginning of year</i>	-	-	(6,170)	(6,170)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,143</u>	<u>\$ 24,143</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 30,313
Adjustments to revenues for state direct revenue.				(30,000)
Adjustments to expenditures for general supplies and materials.				(960)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (647)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Regional Quality Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-99

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	24,000	24,000
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>24,000</u>	<u>24,000</u>
<i>Expenditures</i>				
Current				
Instruction	-	62,490	11,685	50,805
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>62,490</u>	<u>11,685</u>	<u>50,805</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(62,490)</u>	<u>12,315</u>	<u>74,805</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	62,490	-	(62,490)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>62,490</u>	<u>-</u>	<u>(62,490)</u>
<i>Net change in fund balances</i>	-	-	12,315	12,315
<i>Fund balances - beginning of year</i>	-	-	62,491	62,491
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,806</u>	<u>\$ 74,806</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 12,315
No adjustments to revenues.				-
Adjustments to expenditures for professional development.				1,200
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 13,515</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 GRADS- Child Care Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-100

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	4,000	6,487	2,487
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,000</u>	<u>6,487</u>	<u>2,487</u>
<i>Expenditures</i>				
Current				
Instruction	-	19,429	8,426	11,003
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,429</u>	<u>8,426</u>	<u>11,003</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(15,429)</u>	<u>(1,939)</u>	<u>13,490</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	15,429	-	(15,429)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>15,429</u>	<u>-</u>	<u>(15,429)</u>
<i>Net change in fund balances</i>	-	-	(1,939)	(1,939)
<i>Fund balances - beginning of year</i>	-	-	15,431	15,431
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,492</u>	<u>\$ 13,492</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,939)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,939)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 GRADS- Instruction Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-101

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	12,000	6,073	(5,927)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,000</u>	<u>6,073</u>	<u>(5,927)</u>
<i>Expenditures</i>				
Current				
Instruction	-	12,000	5,942	6,058
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,000</u>	<u>5,942</u>	<u>6,058</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>131</u>	<u>131</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	131	131
<i>Fund balances - beginning of year</i>	-	-	12,729	12,729
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,860</u>	<u>\$ 12,860</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 131
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 131</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Start Smart K-3 Plus Utah State University Study Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-102

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	144,900	-	(144,900)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>144,900</u>	<u>-</u>	<u>(144,900)</u>
<i>Expenditures</i>				
Current				
Instruction	-	139,446	2,578	136,868
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	5,454	-	5,454
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>144,900</u>	<u>2,578</u>	<u>142,322</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,578)</u>	<u>(2,578)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(2,578)	(2,578)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,578)</u>	<u>\$ (2,578)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (2,578)
Adjustments to revenues for state direct revenues.				3,839
Adjustments to expenditures for salaries.				(1,261)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private Dir. Grants Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-103

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	1,000	1,000
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	59,000	84,675	25,675
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>59,000</u>	<u>85,675</u>	<u>26,675</u>
<i>Expenditures</i>				
Current				
Instruction	15,396	119,396	83,002	36,394
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,396</u>	<u>119,396</u>	<u>83,002</u>	<u>36,394</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,396)</u>	<u>(60,396)</u>	<u>2,673</u>	<u>63,069</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	15,396	60,396	-	(60,396)
<i>Total other financing sources (uses)</i>	<u>15,396</u>	<u>60,396</u>	<u>-</u>	<u>(60,396)</u>
<i>Net change in fund balances</i>	-	-	2,673	2,673
<i>Fund balances - beginning of year</i>	-	-	62,523	62,523
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,196</u>	<u>\$ 65,196</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,673
No adjustments to revenues.				-
Adjustments to expenditures for salaries.				(179)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 2,494</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 City/County Grants Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-104

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(6,311)	(6,311)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,311)</u>	<u>\$ (6,311)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 School Based Health Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-105

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	120,000	120,000	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>120,000</u>	<u>120,000</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	120,000	120,000	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>120,000</u>	<u>120,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(65,764)	(65,764)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (65,764)</u>	<u>\$ (65,764)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-106

Gallup-McKinley County Public Schools

Bond Building Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	94,598	94,598	819,925	725,327
Charges for services	-	-	-	-
Interest	(15,000)	(15,000)	12,600	27,600
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>79,598</u>	<u>79,598</u>	<u>832,525</u>	<u>752,927</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	49,488	49,488	8,075	41,413
Capital outlay	3,752,396	5,412,952	5,412,952	-
Debt service				
Bond issuance costs	50,512	50,512	50,512	-
<i>Total expenditures</i>	<u>3,852,396</u>	<u>5,512,952</u>	<u>5,471,539</u>	<u>41,413</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,772,798)</u>	<u>(5,433,354)</u>	<u>(4,639,014)</u>	<u>794,340</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	(3,487,643)	(1,827,087)	-	1,827,087
Transfers in (out)	-	-	-	-
Bond proceeds	7,260,441	7,260,441	8,200,000	939,559
<i>Total other financing sources (uses)</i>	<u>3,772,798</u>	<u>5,433,354</u>	<u>8,200,000</u>	<u>2,766,646</u>
<i>Net change in fund balances</i>	-	-	3,560,986	3,560,986
<i>Fund balances - beginning of year</i>	-	-	(2,672,233)	(2,672,233)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 888,753</u>	<u>\$ 888,753</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,560,986
No adjustments to revenues.				-
Adjustments to expenditures for construction services.				(311,692)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 3,249,294</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Public School Capital Outlay Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-107

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	11,442,988	11,463,708	296,089	(11,167,619)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>11,442,988</u>	<u>11,463,708</u>	<u>296,089</u>	<u>(11,167,619)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	20,720	20,714	6
Food services operations	-	-	-	-
Capital outlay	11,442,988	11,442,988	-	11,442,988
<i>Total expenditures</i>	<u>11,442,988</u>	<u>11,463,708</u>	<u>20,714</u>	<u>11,442,994</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>275,375</u>	<u>275,375</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	275,375	275,375
<i>Fund balances - beginning of year</i>	-	-	(296,088)	(296,088)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,713)</u>	<u>\$ (20,713)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 275,375
Adjustments to revenues for PSCOC awards.				12,811,097
Adjustments to expenditures for construction services.				(13,086,471)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay Local Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-108

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	210,000	210,000	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>210,000</u>	<u>210,000</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	210,000	210,000	-
<i>Total expenditures</i>	<u>-</u>	<u>210,000</u>	<u>210,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay State Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-109

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	25,000	25,000
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>25,000</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	45,000	45,000	-	45,000
<i>Total expenditures</i>	<u>45,000</u>	<u>45,000</u>	<u>-</u>	<u>45,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(45,000)</u>	<u>(45,000)</u>	<u>25,000</u>	<u>70,000</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	45,000	45,000	-	(45,000)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>45,000</u>	<u>45,000</u>	<u>-</u>	<u>(45,000)</u>
<i>Net change in fund balances</i>	-	-	25,000	25,000
<i>Fund balances - beginning of year</i>	-	-	45,000	45,000
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 70,000</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 25,000
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 25,000</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay Federal Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-110

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	810,009	810,009	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>810,009</u>	<u>810,009</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	24,706	834,715	697,960	136,755
<i>Total expenditures</i>	<u>24,706</u>	<u>834,715</u>	<u>697,960</u>	<u>136,755</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(24,706)</u>	<u>(24,706)</u>	<u>112,049</u>	<u>136,755</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	24,706	24,706	-	(24,706)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>24,706</u>	<u>24,706</u>	<u>-</u>	<u>(24,706)</u>
<i>Net change in fund balances</i>	-	-	112,049	112,049
<i>Fund balances - beginning of year</i>	-	-	24,706	24,706
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,755</u>	<u>\$ 136,755</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 112,049
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 112,049</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Capital Improvements SB-9 Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-111

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 1,475,164	\$ 1,475,164	\$ 1,447,293	\$ (27,871)
Oil and gas taxes	2,471	2,471	3,049	578
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	1,693,703	1,845,362	151,659
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,477,635</u>	<u>3,171,338</u>	<u>3,295,704</u>	<u>124,366</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	15,000	15,000	14,473	527
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	3,463,876	4,120,629	2,100,331	2,020,298
Food services operations	-	-	-	-
Capital outlay	150,000	1,241,762	878,718	363,044
<i>Total expenditures</i>	<u>3,628,876</u>	<u>5,377,391</u>	<u>2,993,522</u>	<u>2,383,869</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,151,241)</u>	<u>(2,206,053)</u>	<u>302,182</u>	<u>2,508,235</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	2,151,241	2,206,053	-	(2,206,053)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,151,241</u>	<u>2,206,053</u>	<u>-</u>	<u>(2,206,053)</u>
<i>Net change in fund balances</i>	-	-	302,182	302,182
<i>Fund balances - beginning of year</i>	-	-	2,206,054	2,206,054
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,508,236</u>	<u>\$ 2,508,236</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 302,182
Adjustments to revenues for property taxes and PED state flowthrough grant.				60,326
Adjustments to expenditures for construction services.				(59,301)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 303,207</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Energy Efficiency Act Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-112

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	151,258	151,258	-	151,258
<i>Total expenditures</i>	<u>151,258</u>	<u>151,258</u>	<u>-</u>	<u>151,258</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(151,258)</u>	<u>(151,258)</u>	<u>-</u>	<u>151,258</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	151,258	151,258	-	(151,258)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>151,258</u>	<u>151,258</u>	<u>-</u>	<u>(151,258)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	151,258	151,258
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,258</u>	<u>\$ 151,258</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Public School Capital Outlay 20% Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-113

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1	1
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Revenue Bond Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement B-114

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	12,066,011	12,066,011	431,746	11,634,265
<i>Total expenditures</i>	<u>12,066,011</u>	<u>12,066,011</u>	<u>431,746</u>	<u>11,634,265</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(12,066,011)</u>	<u>(12,066,011)</u>	<u>(431,746)</u>	<u>11,634,265</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	12,066,011	12,066,011	-	(12,066,011)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>12,066,011</u>	<u>12,066,011</u>	<u>-</u>	<u>(12,066,011)</u>
<i>Net change in fund balances</i>	-	-	(431,746)	(431,746)
<i>Fund balances - beginning of year</i>	-	-	12,071,238	12,071,238
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,639,492</u>	<u>\$ 11,639,492</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (431,746)
No adjustments to revenues.				-
Adjustments to expenditures for construction services.				319,766
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (111,980)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-115

Gallup-McKinley County Public Schools

Debt Service Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		(Unfavorable) Favorable Final to Actual
<i>Revenues</i>				
Property taxes	\$ 2,260,211	\$ 2,260,211	\$ 6,053,789	\$ 3,793,578
Oil and gas taxes	7,988	7,988	12,746	4,758
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,268,199</u>	<u>2,268,199</u>	<u>6,066,535</u>	<u>3,798,336</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	53,000	53,000	53,000	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	6,805,273	6,805,273	6,805,273	-
Interest	2,508,888	2,508,888	2,466,159	42,729
Bond issuance cost	-	-	-	-
<i>Total expenditures</i>	<u>9,367,161</u>	<u>9,367,161</u>	<u>9,324,432</u>	<u>42,729</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,098,962)</u>	<u>(7,098,962)</u>	<u>(3,257,897)</u>	<u>3,841,065</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	7,098,962	7,098,962	-	(7,098,962)
Bond premium	-	-	-	-
Transfers in (out)	-	-	5,262,802	5,262,802
<i>Total other financing sources (uses)</i>	<u>7,098,962</u>	<u>7,098,962</u>	<u>5,262,802</u>	<u>(1,836,160)</u>
<i>Net change in fund balances</i>	-	-	2,004,905	2,004,905
<i>Fund balances - beginning of year</i>	-	-	6,761,371	6,761,371
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,766,276</u>	<u>\$ 8,766,276</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,004,905
Adjustments to revenues for property taxes.				299,306
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 2,304,211</u>

The accompanying notes are an integral part of these financial statements

GENERAL FUND

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Combining Balance Sheet
General Fund
For the Year Ended June 30, 2011

Statement C-1

	Operational	Teacherage	Pupil Transportation	Instructional Materials	Total
ASSETS					
<i>Current assets</i>					
Cash and cash equivalents	\$ 5,857,719	\$ 171,488	\$ 680,261	\$ 108,061	\$ 6,817,529
Property taxes receivable	39,381	-	-	-	39,381
Other receivables	366,107	-	4,064	-	370,171
Inventory	164,911	-	241,766	-	406,677
Due from other funds	3,335,456	-	-	-	3,335,456
<i>Total assets</i>	<u>\$ 9,763,574</u>	<u>\$ 171,488</u>	<u>\$ 926,091</u>	<u>\$ 108,061</u>	<u>\$ 10,969,214</u>
 LIABILITIES AND FUND BALANCES					
<i>Current liabilities</i>					
Accounts payable	\$ 306,933	\$ 4,246	\$ 11,011	\$ 7,158	\$ 329,348
Deposits payable	-	97,392	-	-	97,392
Accrued payroll	1,828,461	2,616	68,880	-	1,899,957
Deferred revenue	16,437	-	-	-	16,437
<i>Total liabilities</i>	<u>2,151,831</u>	<u>104,254</u>	<u>79,891</u>	<u>7,158</u>	<u>2,343,134</u>
 <i>Fund balances</i>					
Nonspendable					
Inventory	164,911	-	241,766	-	406,677
Restricted for:					
Educational purposes	-	-	-	-	-
Food service	-	-	-	-	-
Capital acquisitions and improvements	-	-	-	-	-
Debt service	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Committed for:					
Emergency reserves	3,957,868	-	-	-	3,957,868
Unassigned	3,488,964	67,234	604,434	100,903	4,261,535
<i>Total fund balances</i>	<u>7,611,743</u>	<u>67,234</u>	<u>846,200</u>	<u>100,903</u>	<u>8,626,080</u>
 <i>Total liabilities and fund balances</i>	<u>\$ 9,763,574</u>	<u>\$ 171,488</u>	<u>\$ 926,091</u>	<u>\$ 108,061</u>	<u>\$ 10,969,214</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2011

Statement C-2

	Operational	Teacherage	Pupil Transportation	Instructional Materials	Total
<i>Revenues</i>					
Property taxes	\$ 314,434	\$ -	\$ -	\$ -	\$ 314,434
Oil and gas taxes	886	-	-	-	886
Intergovernmental revenue					
Federal flowthrough	503,144	-	-	-	503,144
Federal direct	31,717,520	-	-	-	31,717,520
Local sources	24,611	-	-	-	24,611
State flowthrough	53,585,065	-	-	-	53,585,065
State direct	-	-	-	468,907	468,907
Transportation distribution	-	-	3,926,105	-	3,926,105
Charges for services	72,994	654,104	-	-	727,098
Interest on investments	1,252	-	-	-	1,252
Miscellaneous	20,651	-	958	102	21,711
<i>Total revenues</i>	<u>86,240,557</u>	<u>654,104</u>	<u>3,927,063</u>	<u>469,009</u>	<u>91,290,733</u>
<i>Expenditures</i>					
Current					
Instruction	49,819,397	-	-	599,829	50,419,226
Support services - students	4,027,358	-	-	-	4,027,358
Support services - instruction	1,117,397	-	-	1,469	1,118,866
Support services - general administration	769,540	-	-	-	769,540
Support services - school administration	6,746,183	-	-	-	6,746,183
Central services	3,365,741	-	-	-	3,365,741
Operation and maintenance plant	15,365,137	391,624	-	-	15,756,761
Student transportation	-	-	5,118,446	-	5,118,446
Other support services	11,756	-	-	-	11,756
Capital outlay	483,214	-	77,150	-	560,364
<i>Total expenditures</i>	<u>81,705,723</u>	<u>391,624</u>	<u>5,195,596</u>	<u>601,298</u>	<u>87,894,241</u>
<i>Excess (deficiency) of revenues over expenditures</i>	4,534,834	262,480	(1,268,533)	(132,289)	3,396,492
<i>Other financing sources (uses):</i>					
Transfers out	(4,970,440)	(300,000)	-	-	(5,270,440)
<i>Total other financing sources (uses)</i>	<u>(4,970,440)</u>	<u>(300,000)</u>	<u>-</u>	<u>-</u>	<u>(5,270,440)</u>
<i>Net change in fund balances</i>	(435,606)	(37,520)	(1,268,533)	(132,289)	(1,873,948)
<i>Fund balances - beginning of year</i>	<u>8,047,349</u>	<u>104,754</u>	<u>2,114,733</u>	<u>233,192</u>	<u>10,500,028</u>
<i>Fund balances - end of year</i>	<u>\$ 7,611,743</u>	<u>\$ 67,234</u>	<u>\$ 846,200</u>	<u>\$ 100,903</u>	<u>\$ 8,626,080</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-3

Gallup-McKinley County Public Schools

Operational Fund

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

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 304,326	\$ 304,326	\$ 296,955	\$ (7,371)
Oil and gas taxes	618	618	762	144
Intergovernmental revenue				
Federal flowthrough	257,000	257,000	503,144	246,144
Federal direct	31,599,437	31,599,437	31,717,520	118,083
Local sources	5,000	5,000	24,611	19,611
State flowthrough	55,310,039	52,688,249	54,368,357	1,680,108
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	46,500	46,500	76,709	30,209
Interest on investments	-	-	1,237	1,237
Miscellaneous	15,208	15,208	27,528	12,320
<i>Total revenues</i>	<u>87,538,128</u>	<u>84,916,338</u>	<u>87,016,823</u>	<u>2,100,485</u>
<i>Expenditures</i>				
Current				
Instruction	55,067,147	53,083,450	47,990,839	5,092,611
Support services - students	4,785,962	4,198,687	4,027,286	171,401
Support services - instruction	2,584,255	1,120,837	1,117,917	2,920
Support services - general administration	726,235	957,235	770,805	186,430
Support services - school administration	7,671,002	6,899,629	6,746,883	152,746
Central services	2,992,180	3,438,196	3,427,927	10,269
Operation and maintenance of plant	15,499,637	16,938,006	15,445,267	1,492,739
Student transportation	-	-	-	-
Other support services	121,001	121,001	11,756	109,245
Capital outlay	2,558,730	1,761,599	474,930	1,286,669
<i>Total expenditures</i>	<u>92,006,149</u>	<u>88,518,640</u>	<u>80,013,610</u>	<u>8,505,030</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,468,021)</u>	<u>(3,602,302)</u>	<u>7,003,213</u>	<u>10,605,515</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	4,468,021	3,602,302	-	(3,602,302)
Transfers out	-	-	(4,962,802)	(4,962,802)
<i>Total other financing sources (uses)</i>	<u>4,468,021</u>	<u>3,602,302</u>	<u>(4,962,802)</u>	<u>(8,565,104)</u>
<i>Net change in fund balances</i>	-	-	2,040,411	2,040,411
<i>Fund balances - beginning of year</i>	-	-	7,152,763	7,152,763
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,193,174</u>	<u>\$ 9,193,174</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,040,411
Adjustments to revenues for gas taxes, property taxes, state flowthrough, and charges for services.				(776,266)
Adjustments to expenditures for salaries, general supplies and materials, and other contract services.				(1,699,751)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (435,606)</u>

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

STATE OF NEW MEXICO

Statement C-4

Gallup-McKinley County Public Schools

Teacherage Fund

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

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	640,562	600,000	654,104	54,104
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>640,562</u>	<u>600,000</u>	<u>654,104</u>	<u>54,104</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	555,364	794,697	377,314	417,383
Student transportation	-	-	-	-
Other support services	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>555,364</u>	<u>794,697</u>	<u>377,314</u>	<u>417,383</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>85,198</u>	<u>(194,697)</u>	<u>276,790</u>	<u>471,487</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	(85,198)	194,697	-	(194,697)
Transfers in	-	-	-	-
Transfers out	-	-	(300,000)	(300,000)
<i>Total other financing sources (uses)</i>	<u>(85,198)</u>	<u>194,697</u>	<u>(300,000)</u>	<u>(494,697)</u>
<i>Net change in fund balances</i>	-	-	(23,210)	(23,210)
<i>Fund balances - beginning of year</i>	-	-	194,698	194,698
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 171,488</u>	<u>\$ 171,488</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (23,210)
No adjustments to revenues.				-
Adjustments to expenditures for salaries and general supplies and materials.				(14,310)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (37,520)</u>

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

STATE OF NEW MEXICO

Statement C-5

Gallup-McKinley County Public Schools

Pupil Transportation Fund

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Transportation distribution	4,968,334	4,883,216	4,080,341	(802,875)
Charges for services	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,968,334</u>	<u>4,883,216</u>	<u>4,080,341</u>	<u>(802,875)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	4,968,334	5,797,932	5,140,827	657,105
Other support services	-	-	-	-
Capital outlay	-	357,000	111,043	245,957
<i>Total expenditures</i>	<u>4,968,334</u>	<u>6,154,932</u>	<u>5,251,870</u>	<u>903,062</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(1,271,716)</u>	<u>(1,171,529)</u>	<u>100,187</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	1,271,716	-	(1,271,716)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,271,716</u>	<u>-</u>	<u>(1,271,716)</u>
<i>Net change in fund balances</i>	-	-	(1,171,529)	(1,171,529)
<i>Fund balances - beginning of year</i>	-	-	1,851,790	1,851,790
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 680,261</u>	<u>\$ 680,261</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,171,529)
Adjustments to revenues for transportation distribution.				(153,278)
Adjustments to expenditures for salaries and general supplies and materials.				56,274
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,268,533)</u>

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

STATE OF NEW MEXICO

Statement C-6

Gallup-McKinley County Public Schools

Instructional Materials Fund

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	431,102	431,102	469,297	38,195
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	102	102
<i>Total revenues</i>	<u>431,102</u>	<u>431,102</u>	<u>469,399</u>	<u>38,297</u>
<i>Expenditures</i>				
Current				
Instruction	622,769	752,862	683,614	69,248
Support services - students	-	-	-	-
Support services - instruction	-	1,984	1,469	515
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>622,769</u>	<u>754,846</u>	<u>685,083</u>	<u>69,763</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(191,667)</u>	<u>(323,744)</u>	<u>(215,684)</u>	<u>108,060</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	191,667	323,744	-	(323,744)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>191,667</u>	<u>323,744</u>	<u>-</u>	<u>(323,744)</u>
<i>Net change in fund balances</i>	-	-	(215,684)	(215,684)
<i>Fund balances - beginning of year</i>	-	-	323,745	323,745
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,061</u>	<u>\$ 108,061</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (215,684)
Adjustments to revenues for state grants.				(390)
Adjustments to expenditures for general supplies and materials.				83,785
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (132,289)</u>

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

MIDDLE COLLEGE CHARTER SCHOOL

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Combining Balance Sheet
 Governmental Funds
 June 30, 2011

	General		Special Revenue	
	Operational	Instructional Materials	State Equalization Guarantee - Federal Stimulus	Education Jobs Fund
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 448,122	\$ 7,414	\$ -	\$ -
Due from other governments	-	-	11,877	15,231
Other receivables	1,200	-	-	-
Due from other funds	42,686	-	-	-
<i>Total assets</i>	\$ 492,008	\$ 7,414	\$ 11,877	\$ 15,231
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ 2,161	\$ -	\$ -	\$ -
Accrued payroll	4,733	-	-	-
Due to other funds	-	-	11,877	15,231
<i>Total liabilities</i>	6,894	-	11,877	15,231
<i>Fund balances</i>				
Spendable				
Committed for:				
Subsequent year's expenditures	387,024	-	-	-
Unassigned	98,090	7,414	-	-
<i>Total fund balances</i>	485,114	7,414	-	-
<i>Total liabilities and fund balances</i>	\$ 492,008	\$ 7,414	\$ 11,877	\$ 15,231

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		
<u>Public School Capital Outlay</u>	<u>Capital Improvements SB-9</u>	<u>Total</u>
\$ -	\$ -	\$ 455,536
-	8,601	35,709
-	-	1,200
-	-	42,686
<u>\$ -</u>	<u>\$ 8,601</u>	<u>\$ 535,131</u>
\$ -	\$ -	\$ 2,161
-	-	4,733
6,977	8,601	42,686
<u>6,977</u>	<u>8,601</u>	<u>49,580</u>
-	-	387,024
<u>(6,977)</u>	<u>-</u>	<u>98,527</u>
<u>(6,977)</u>	<u>-</u>	<u>485,551</u>
<u>\$ -</u>	<u>\$ 8,601</u>	<u>\$ 535,131</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Middle College Charter School
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Assets
June 30, 2011

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

Fund balances - total governmental funds	\$ 485,551
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	192,084
Certain liabilities are not due and payable in the current period and, therefore, are not reported in the funds	
Accrued compensated absences	<u>(9,610)</u>
Net assets - component unit	<u><u>\$ 668,025</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Year Ended June 30, 2011

	General		Special Revenue	
	Operational	Instructional Materials	State Equalization Guarantee - Federal Stimulus	Education Jobs Fund
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ 20,385	\$ 19,104
State flowthrough	657,008	2,483	-	-
<i>Total revenues</i>	<u>657,008</u>	<u>2,483</u>	<u>20,385</u>	<u>19,104</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	244,106	22,047	20,385	19,104
Support service - students	18,035	-	-	-
Support service - instruction	4,834	-	-	-
Support service - general administration	2,754	-	-	-
Support service - school administration	94,630	-	-	-
Central services	131,415	-	-	-
Operation and maintenance of plant	28,648	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>524,422</u>	<u>22,047</u>	<u>20,385</u>	<u>19,104</u>
<i>Net change in fund balances</i>	132,586	(19,564)	-	-
<i>Fund balances - beginning of year</i>	<u>352,528</u>	<u>26,978</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ 485,114</u>	<u>\$ 7,414</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		
<u>Public School Capital Outlay</u>	<u>Capital Improvements SB-9</u>	<u>Total</u>
\$ -	\$ -	\$ 39,489
-	8,601	668,092
-	8,601	707,581
-	-	305,642
-	-	18,035
-	-	4,834
-	-	2,754
-	-	94,630
-	-	131,415
-	3,306	31,954
-	5,295	5,295
-	8,601	594,559
-	-	113,022
(6,977)	-	372,529
<u>\$ (6,977)</u>	<u>\$ -</u>	<u>\$ 485,551</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 For the year Ended June 30, 2011

Amounts reported for governmental activities in the Statement of Activities
 are different in the component unit because:

Net change in fund balances - total governmental funds	\$ 113,022
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:	
Capital expenditures reported as capital outlay expenditures	5,295
Depreciation expense	(6,607)
Increase in compensated absences	<u>(1,126)</u>
Change in net assets of component unit activities	<u><u>\$ 110,584</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Operational Fund

Statement D-3

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

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State Flowthrough	597,849	578,405	655,808	77,403
<i>Total revenues</i>	<u>597,849</u>	<u>578,405</u>	<u>655,808</u>	<u>77,403</u>
<i>Expenditures</i>				
Current				
Instruction	368,847	358,847	238,227	120,620
Support service - students	48,000	48,000	18,035	29,965
Support service - instruction	4,000	14,000	4,834	9,166
Support service - general administration	13,000	13,000	2,754	10,246
Support service - school administration	108,412	108,412	97,944	10,468
Central services	134,513	134,513	131,359	3,154
Operation and maintenance of plant	100,000	100,000	27,689	72,311
Capital outlay	104,000	84,556	-	84,556
<i>Total expenditures</i>	<u>880,772</u>	<u>861,328</u>	<u>520,842</u>	<u>340,486</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(282,923)</u>	<u>(282,923)</u>	<u>134,966</u>	<u>417,889</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	282,923	282,923	-	(282,923)
<i>Total other financing sources (uses)</i>	<u>282,923</u>	<u>282,923</u>	<u>-</u>	<u>(282,923)</u>
<i>Net change in fund balances</i>	-	-	134,966	134,966
<i>Fund balance - beginning of year</i>	-	-	355,842	355,842
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 490,808</u>	<u>\$ 490,808</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 134,966
Adjustments to revenues for refunds from prior year.				1,200
Adjustments to expenditures for salaries.				(3,580)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 132,586</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Instructional Materials Fund

Statement D-4

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

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	2,230	2,230	2,483	253
<i>Total revenues</i>	<u>2,230</u>	<u>2,230</u>	<u>2,483</u>	<u>253</u>
<i>Expenditures</i>				
Current				
Instruction	24,570	24,570	22,047	2,523
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>24,570</u>	<u>24,570</u>	<u>22,047</u>	<u>2,523</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(22,340)</u>	<u>(22,340)</u>	<u>(19,564)</u>	<u>2,776</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	22,340	22,340	-	(22,340)
<i>Total other financing sources (uses)</i>	<u>22,340</u>	<u>22,340</u>	<u>-</u>	<u>(22,340)</u>
<i>Net change in fund balances</i>	-	-	(19,564)	(19,564)
<i>Fund balance - beginning of year</i>	-	-	26,978	26,978
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,414</u>	<u>\$ 7,414</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (19,564)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (19,564)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 State Equalization Guarantee - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ 60,506	\$ 20,386	\$ 28,456	\$ 8,070
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>60,506</u>	<u>20,386</u>	<u>28,456</u>	<u>8,070</u>
<i>Expenditures</i>				
Current				
Instruction	6,920	20,386	20,385	1
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,920</u>	<u>20,386</u>	<u>20,385</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>53,586</u>	<u>-</u>	<u>8,071</u>	<u>8,071</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	(53,586)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(53,586)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	8,071	8,071
<i>Fund balance - beginning of year</i>	-	-	(19,948)	(19,948)
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,877)</u>	<u>\$ (11,877)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 8,071
Adjustments to revenues for federal flowthrough revenue.				(8,071)
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Education Jobs Fund Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement D-6

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ 19,104	\$ 3,873	\$ (15,231)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,104</u>	<u>3,873</u>	<u>(15,231)</u>
<i>Expenditures</i>				
Current				
Instruction	-	19,104	19,104	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,104</u>	<u>19,104</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,231)</u>	<u>(15,231)</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(15,231)	(15,231)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,231)</u>	<u>\$ (15,231)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (15,231)
Adjustments to revenues for federal flowthrough revenue.				15,231
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Public School Capital Outlay Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

Statement D-7

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(6,977)</u>	<u>(6,977)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,977)</u>	<u>\$ (6,977)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Capital Improvements SB-9 Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	8,329	17,524	-	(17,524)
<i>Total revenues</i>	<u>8,329</u>	<u>17,524</u>	<u>-</u>	<u>(17,524)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	4,598	3,306	1,292
Capital outlay	8,329	12,926	5,295	7,631
<i>Total expenditures</i>	<u>8,329</u>	<u>17,524</u>	<u>8,601</u>	<u>8,923</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,601)</u>	<u>(8,601)</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(8,601)	(8,601)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,601)</u>	<u>\$ (8,601)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (8,601)
Adjustments to revenues for SB-9 revenue submitted for capital improvement reimbursement.				8,601
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Deposit and Investment Accounts
June 30, 2011

Deposit or Investment Account Type	Bank of America	Pinnacle Bank	Wells Fargo Bank	Bank of New York Mellon	Totals
Operating - checking	\$ 95,835	\$ -	\$ -	\$ -	\$ 95,835
Non-budgeted - checking	6,191	-	-	-	6,191
Food services - checking	7,250	-	-	-	7,250
Repurchase agreement	35,567,061	-	-	-	35,567,061
Debt Service- checking	1,984	-	-	-	1,984
Direct Deposit/ACH- checking	425	-	-	-	425
David Skeet Elementary -checking	5,101	-	-	-	5,101
Gallup High - checking	202,267	-	-	-	202,267
Juan De Onate - checking	12,246	-	-	-	12,246
Lincoln Elementary -checking	2,491	-	-	-	2,491
Navajo Elementary - checking	4,540	-	-	-	4,540
Navajo Pine High - checking	2,486	-	-	-	2,486
Navajo Middle school -checking	8,705	-	-	-	8,705
Roosevelt - checking	23,262	-	-	-	23,262
Twin Lakes Elementary - checking	6,292	-	-	-	6,292
Washington Elementary - checking	10,249	-	-	-	10,249
Federal projects - checking	-	12,836,264	-	-	12,836,264
Athletics - checking	-	232,691	-	-	232,691
Repurchase agreement	-	544,491	-	-	544,491
Chief Manuelito Middle school- checking	-	8,731	-	-	8,731
Gallup Central High - checking	-	16,679	-	-	16,679
Church Rock - checking	-	2,700	-	-	2,700
Crownpoint Middle school - checking	-	5,877	-	-	5,877
Jefferson Elementary - checking	-	15,237	-	-	15,237
JFK Middle school -checking	-	14,984	-	-	14,984
Miyamura High - checking	-	34,707	-	-	34,707
Ramah Elementary -checking	-	3,369	-	-	3,369
Ramah High - checking	-	52,541	-	-	52,541
Red Rock Elementary - checking	-	16,546	-	-	16,546
Rocky View Elementary - checking	-	2,297	-	-	2,297
Stagecoach Elementary - checking	-	7,498	-	-	7,498
Tohatchi Elementary - checking	-	4,485	-	-	4,485
Turpen Elementary - checking	-	5,598	-	-	5,598
Payroll - checking	-	-	28,412	-	28,412
Chee Dodge -checking	-	-	4,826	-	4,826
Crownpoint Elementary - checking	-	-	2,015	-	2,015
Crownpoint High - checking	-	-	39,928	-	39,928
Gallup Middle school - checking	-	-	12,614	-	12,614
Indian Hills - checking	-	-	7,517	-	7,517
Thoreau Elementary - checking	-	-	4,400	-	4,400
Thoreau High - checking	-	-	36,207	-	36,207
Thoreau Middle - checking	-	-	9,475	-	9,475
Tohatchi High - checking	-	-	13,558	-	13,558
Tohatchi Middle Elementary - checking	-	-	7,742	-	7,742
Tse Yi Gai High - checking	-	-	8,482	-	8,482
Nmfa 49th Supp(2003A) Investment	-	-	-	1,231,782	1,231,782
Nmfa Pprf Sub Lien 06C Investment	-	-	-	1,005,178	1,005,178
Nmfa Pn Dtd 5/1/05 Gallup Investment	-	-	-	215,999	215,999
Total on deposit and investments	\$ 35,956,385	\$ 13,804,695	\$ 175,176	\$ 2,452,959	\$ 52,389,215

See accompanying independent auditors' report

	<u>Bank of America</u>	<u>Pinnacle Bank</u>	<u>Wells Fargo Bank</u>	<u>Bank of New York Mellon</u>	<u>Totals</u>
Total on deposit and investments	\$ 35,956,385	\$ 13,804,695	\$ 175,176	\$ 2,452,959	\$ 52,389,215
Reconciling items	<u>(3,257,151)</u>	<u>(2,601,732)</u>	<u>(38,058)</u>	<u>-</u>	<u>(5,896,941)</u>
Reconciled balance at June 30, 2011	<u>\$ 32,699,234</u>	<u>\$ 11,202,963</u>	<u>\$ 137,118</u>	<u>\$ 2,452,959</u>	<u>\$ 46,492,274</u>
Reconciliation to financial statements:					
Cash and cash equivalents:					
Government-wide statement net assets - Exhibit A-1					\$ 37,126,362
Restricted cash and cash equivalents:					
Government-wide statement net assets - Exhibit A-1					8,766,276
Statement of fiduciary assets and liabilities - Exhibit D-1					599,636
					<u>\$ 46,492,274</u>

Component Unit

<u>Deposit Account Type</u>	<u>Wells Fargo Bank</u>
Operational-Checking	<u>\$ 477,780</u>
Total on deposit	\$ 477,780
Reconciling items	<u>(22,244)</u>
Reconciled balance at June 30, 2011	<u>\$ 455,536</u>
Reconciliation to financial statements:	
Component Unit cash and cash equivalents - Exhibit A-1	<u>\$ 455,536</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Cash Reconciliation
For the Year Ended June 30, 2011

Primary Government

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2010	\$ 1,577,596	\$ 194,698	\$ 1,851,790	\$ 323,745
Add:				
Current year receipts	87,016,824	654,104	4,011,461	469,400
Repayment of Loans	<u>2,239,715</u>	<u>15,023</u>	<u>-</u>	<u>-</u>
Total cash available	90,834,135	863,825	5,863,251	793,145
Less:				
Current year expenditures	81,825,388	394,953	5,251,870	685,084
Current year outstanding loans	-	-	-	-
Permanent cash transfers out	4,962,802	300,000	-	-
Plus:				
Permanent cash transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2011	<u>\$ 4,045,945</u>	<u>\$ 168,872</u>	<u>\$ 611,381</u>	<u>\$ 108,061</u>
Plus:				
Audit adjustment of held checks	<u>1,811,774</u>	<u>2,616</u>	<u>68,880</u>	<u>-</u>
Cash per financial statement	<u>\$ 5,857,719</u>	<u>\$ 171,488</u>	<u>\$ 680,261</u>	<u>\$ 108,061</u>

Component Unit

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2010	\$ 355,842	\$ -	\$ -	\$ 26,978
Add:				
Current year receipts	<u>655,808</u>	<u>-</u>	<u>-</u>	<u>2,483</u>
Total cash available	1,011,650	-	-	29,461
Less:				
Current year expenditures	525,575	-	-	22,047
Current year outstanding loans	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2011	<u>\$ 486,075</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,414</u>
Plus:				
Audit adjustment of held checks	<u>4,733</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per financial statement	<u>\$ 490,808</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,414</u>

See accompanying independent auditors' report

<u>Food Service</u>	<u>Athletics</u>	<u>Non-Instructional</u>	<u>Federal Flowthrough</u>	<u>Federal Direct</u>	<u>Local Grants</u>
\$ 1,939,762	\$ 177,248	\$ 632,931	\$ 298,768	\$ 12,754,269	\$ 182,802
5,159,620	308,015	818,205	20,000,254	16,656,046	1,378,098
-	-	-	-	-	-
7,099,382	485,263	1,451,136	20,299,022	29,410,315	1,560,900
5,594,047	252,573	403,492	19,944,029	17,663,533	1,331,787
-	-	-	162,104	1,127,969	-
-	-	-	-	28,160	-
-	-	-	-	-	172,360
<u>\$ 1,505,335</u>	<u>\$ 232,690</u>	<u>\$ 1,047,644</u>	<u>\$ 192,889</u>	<u>\$ 10,590,653</u>	<u>\$ 401,473</u>

40,036	-	-	235,017	220,120	25,122
<u>\$ 1,545,371</u>	<u>\$ 232,690</u>	<u>\$ 1,047,644</u>	<u>\$ 427,906</u>	<u>\$ 10,810,773</u>	<u>\$ 426,595</u>

<u>Food Services</u>	<u>Athletics</u>	<u>Non-Instructional</u>	<u>Federal Flowthrough</u>	<u>Federal Direct</u>	<u>Local Grants</u>
\$ -	\$ -	\$ -	\$ -	\$ (19,947)	\$ -
-	-	-	-	32,329	-
-	-	-	-	12,382	-
-	-	-	-	39,489	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,107)</u>	<u>\$ -</u>
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,107)</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Cash Reconciliation
 For the Year Ended June 30, 2011

Primary Government

	<u>State Flowthrough</u>	<u>State Direct</u>	<u>Local/State</u>	<u>Bond Building</u>
Audited Cash and Investments June 30, 2010	\$ 177,640	\$ 91,134	\$ 62,523	\$ 9,363,963
Add:				
Current year receipts	1,663,246	127,002	205,675	9,067,567
Repayment of Loans	<u>-</u>	<u>2,578</u>	<u>-</u>	<u>-</u>
Total cash available	1,840,886	220,714	268,198	18,431,530
Less:				
Current year expenditures	797,081	89,719	203,002	5,903,285
Current year outstanding loans	849,205	-	-	-
Permanent cash transfers out	-	-	-	-
Plus:				
Permanent cash transfers in	<u>-</u>	<u>28,160</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2011	<u>\$ 194,600</u>	<u>\$ 159,155</u>	<u>\$ 65,196</u>	<u>\$ 12,528,245</u>
Plus:				
Audit adjustment of held checks	<u>3,448</u>	<u>960</u>	<u>-</u>	<u>-</u>
Cash per financial statement	<u>\$ 198,048</u>	<u>\$ 160,115</u>	<u>\$ 65,196</u>	<u>\$ 12,528,245</u>

Component Unit

	<u>State Flowthrough</u>	<u>State Direct</u>	<u>Local/State</u>	<u>Bond Building</u>
Audited Cash and Investments June 30, 2010	\$ -	\$ -	\$ -	\$ -
Add:				
Current year receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	-	-	-	-
Less:				
Current year expenditures	-	-	-	-
Current year outstanding loans	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2011	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plus:				
Audit adjustment of held checks	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per financial statement	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report

<u>Public School Capital Outlay</u>	<u>Special Capital Outlay State</u>	<u>Special Capital Outlay Federal</u>	<u>Capital Improvements SB-9</u>	<u>Energy Efficiency Act</u>	<u>Public School Capital Outlay 20%</u>
\$ -	\$ 45,000	\$ 24,706	\$ 2,206,054	\$ 151,258	\$ 1
296,088	25,000	810,009	3,295,703	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
296,088	70,000	834,715	5,501,757	151,258	1
20,714	-	697,960	2,993,522	-	-
275,374	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 136,755</u>	<u>\$ 2,508,235</u>	<u>\$ 151,258</u>	<u>\$ 1</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 136,755</u>	<u>\$ 2,508,235</u>	<u>\$ 151,258</u>	<u>\$ 1</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Public School Capital Outlay</u>	<u>Special Capital Outlay-State</u>	<u>Special Capital Outlay-Federal</u>	<u>Capital Improvements SB9</u>	<u>Energy Efficiency</u>	<u>PSOC 20%</u>
\$ (6,977)	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
(6,977)	-	-	-	-	-
-	-	-	-	8,601	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (6,977)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,601)</u>	<u>\$ -</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (6,977)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,601)</u>	<u>\$ -</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Cash Reconciliation
 For the Year Ended June 30, 2011

Primary Government

	Debt Service	Total
Audited Cash and Investments June 30, 2010	\$ 6,798,044	\$ 38,853,932
Add:		
Current year receipts	6,066,536	158,028,853
Repayment of Loans	-	2,257,316
Total cash available	12,864,580	199,140,101
Less:		
Current year expenditures	9,357,159	153,409,198
Current year outstanding loans	3,946	2,418,598
Permanent cash transfers out	-	5,290,962
Plus:		
Permanent cash transfers in	5,262,802	5,463,322
Total cash balance, June 30, 2011	\$ 8,766,277	\$ 43,484,665
Plus:		
Audit adjustment of held checks	-	2,407,973
Cash per financial statement	\$ 8,766,277	\$ 45,892,638

Component Unit

	Debt Service	Total
Audited Cash and Investments June 30, 2010	\$ -	\$ 355,896
Add:		
Current year receipts	-	690,620
Total cash available	-	1,046,516
Less:		
Current year expenditures	-	595,712
Current year outstanding loans	-	-
Total cash balance, June 30, 2011	\$ -	\$ 450,804
Plus:		
Audit adjustment of held checks	-	4,733
Cash per financial statement	\$ -	\$ 455,537

See accompanying independent auditors' report

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Collateral Pledged by Depository
 for Public Funds
 June 30, 2011

Schedule III

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2011</u>	<u>Location of Safekeeper</u>
Primary Government					
Bank of America					
	Gov Ntl Mtg Assoc	7/20/2036	38374DAV1	\$ 914,965	Boston, MA
	Gov Ntl Mtg Assoc	3/20/2036	38374MG52	2,327,458	Boston, MA
	Gov Ntl Mtg Assoc	3/20/2036	38377GGZ6	6,764,381	Boston, MA
	Gov Ntl Mtg Assoc	5/20/2037	38377GHH5	<u>26,271,599</u>	Boston, MA
	Total Bank of America			<u>36,278,403</u>	
Pinnacle Bank					
	FNMA Notes	4/1/2013	3136F9DM2	4,255,440	El Paso, TX
	FNMA 03 73 HA	1/25/2031	31393DZX2	1,739,330	El Paso, TX
	FHLMC 2812 OD	6/27/2012	31395AV28	<u>868,686</u>	El Paso, TX
	Total Pinnacle Bank			<u>6,863,456</u>	
	Total Primary Government Pledged Collateral			<u><u>\$ 43,141,859</u></u>	

See accompanying independent auditors' report

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Changes in Fiduciary Assets and Liabilities-Agency Funds
For the Year Ended June 30, 2011

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
Chee Dodge Elementary	\$ 2,743	\$ 33,486	\$ 31,676	\$ 4,553
Chief Manuelito Middle	5,536	37,254	34,383	8,407
Church Rock Elementary	1,624	5,808	4,733	2,699
Crownpoint Elementary	1,934	14,062	13,980	2,016
Crownpoint Mid School	4,748	53,955	47,049	11,654
Crownpoint High	32,660	15,866	14,736	33,790
David Skeet Elementary	7,815	8,801	11,514	5,101
Gallup Central High	18,100	85,535	87,156	16,479
Gallup High School	195,571	450,219	445,056	200,734
Gallup Mid-school	16,347	33,030	38,801	10,576
Indian Hills Elementary	11,167	23,155	26,805	7,517
Jefferson Elementary	19,758	25,258	29,778	15,237
J F K Mid-School	12,382	33,173	31,603	13,952
Juan De Onate Elementary	10,300	25,855	23,909	12,246
Lincoln Elementary	2,683	18,557	18,749	2,491
Miyamura High	42,235	218,510	228,578	32,166
Navajo Elementary	4,126	11,061	10,647	4,540
Navajo Mid School	4,794	5,533	7,840	2,486
Navajo Pine High	14,240	24,995	30,652	8,583
Ramah Elementary	661	17,315	14,607	3,369
Ramah High	47,690	60,479	55,793	52,376
Red Rock Elementary	16,874	46,461	46,789	16,546
Rocky View Elementary	967	21,203	19,874	2,296
Roosevelt Elementary	25,461	19,088	21,333	23,216
Stagecoach Elementary	6,548	38,791	38,034	7,305
Thoreau Elementary	3,099	30,010	28,709	4,400
Thoreau Mid-School	10,791	118,249	113,779	15,261
Thoreau High	28,814	20,328	22,267	26,876
Tohatchi Elementary	3,238	15,855	14,608	4,485
Tohatchi Mid-School	7,758	61,233	60,033	8,959
Tohatchi High School	9,076	54,467	54,578	8,965
Tse' Yi' Gai High School	9,499	21,938	23,006	8,431
Turpen Elementary	3,510	25,601	23,578	5,533
Twin Lakes Elementary	6,693	37,700	38,251	6,142
Washington Elementary	8,329	22,425	20,505	10,249
Totals	<u>\$ 597,771</u>	<u>\$ 1,735,256</u>	<u>\$ 1,733,391</u>	<u>\$ 599,636</u>

See accompanying independent auditors' report

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the General Fund and major special revenue funds, and the aggregate remaining fund information of Gallup-McKinley County Public Schools (the "District") as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, the combining fund financial statements for the general fund, the component unit funds and the respective budgetary comparisons for the Special Revenue Bond Capital Projects fund, the Debt Service fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness and other deficiencies that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as FS 07-05 to be a material weakness.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as FS 09-02, FS 11-01, and FS 11-03 to be significant deficiencies.

Compliance and Other Matters

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

We noted a certain other matter that is required to be reported under *Government Auditing Standards January 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as finding FS 11-02.

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2011

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget and
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

Compliance

We have audited Gallup-McKinley County Public Schools (“the District”) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2011. The District’s major federal programs are identified in the summary of auditors’ results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District’s management. Our responsibility is to express an opinion on the District’s compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect of each of its major federal programs for the year ended June 30, 2011.

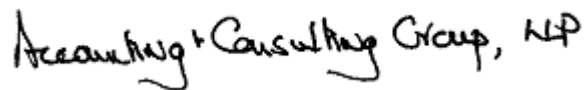
Internal Control Over Compliance

Management of the District 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 the District’s internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and 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 the audit committee, management, others within the organization, the Board of Education, the Office of the State Auditor, the New Mexico Legislature, federal awarding agencies and pass-through entities, such as the New Mexico Public Education Department, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Accounting & Consulting Group, LLP". The signature is written in a cursive, slightly slanted style.

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2011

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2011

Federal Grantor/Pass Through Grantor/Program Title	Pass Thru Number	Federal C.F.D.A. Number		Expenditures
U.S. Department of Education				
<i>Passthrough - State of NM Public Education Department</i>				
Title I - IASA	24101	84.010	(1)	\$ 8,839,690 M
Entitlement IDEA-B	24106	84.027	(2)	2,476,738 M
Preschool IDEA-B	24109	84.027	(2)	82,266 M
Early Intervention Services IDEA-B	24112	84.027	(2)	180,001 M
Education of Homeless	24113	84.196	(6)	11,265
Private School Share IDEA-B	24115	84.027	(2)	54,165 M
21st Century Community Learning Centers 2008-2014	24119	84.287C	(3)	1,283,897
"Risk Pool" IDEA-B	24120	84.027	(2)	16,703 M
Title I 1003g School Improvement Grant	24124	84.377		1,673,009
English Language Acquisition	24153	84.365A	(7)	329,208
Teacher/Principal Training And Recruiting	24154	84.367A		1,067,620
Title IV-A Safe and Drug Free Schools and Community	24157	84.186A		22,267
Rural and Low Income Schools	24160	84.358B		373,635
Title I School Improvement	24162	84.010	(1)	75,000 M
Carl Perkins Secondary - Current	24174	84.048	(4)	135,179
Carl D Perkins Secondary - Redistribution	24176	84.048	(4)	14,124
Title I - IASA - Federal Stimulus - ARRA	24201	84.389	(1)	1,044,511 M
Entitlement IDEA-B - Federal Stimulus - ARRA	24206	84.391	(2)	1,576,463 M
Preschool IDEA-B Federal Stimulus - ARRA	24209	84.392	(2)	83,205 M
Early Intervention Services IDEA-B - Federal Stimulus - ARRA	24212	84.391	(2)	175,389 M
Education of Homeless - Federal Stimulus - ARRA	24213	84.196O	(6)	16,931
Private School Share IDEA-B - Federal Stimulus - ARRA	24215	84.391	(2)	9,832 M
Enhancing Education Through Technology - Federal Stimulus - ARRA	24249	84.386A		222,912
Pre-Kindergarden Government Services- ARRA	24295	84.392		13,165
Total USDE Passthrough				<u>19,777,175</u>
<i>Federal Direct Grants</i>				
Impact Aid - General Fund	11000	84.041	(5)	32,043,645 M
Impact Aid Special Education	25145	84.041	(5)	880,545 M
Impact Aid Indian Education	25147	84.041	(5)	8,448,176 M
Indian Health Services	25173	84.363A		238,000
Indian Education Formula Grant	25184	84.060A		1,939,062
Native American Program	25248	84.365C	(7)	189,128
State Equalization Guarantee - Federal Stimulus - ARRA	25250	84.394		832,669
Impact Aid Construction	25252	84.041	(5)	1,292,621 M
Education Jobs Fund- Federal Stimulus- ARRA	25255	84.410		2,151,693
Total USDE Direct				<u>48,015,539</u>

See accompanying independent auditors' report

Federal Grantor/Pass Through Grantor/Program Title	Pass Thru Number	Federal C.F.D.A. Number	Expenditures
<i>U.S. Department of Health and Human Services</i>			
<i>Federal Direct Grants</i>			
Child Care Block Grant CYFD	25157	93.037	\$ 57,192
Navajo Nations	25201	93.257	90,863
Title V Indian Health Care Improvement Act	25209	93.237	216,356
Total USDHHS Direct			<u>364,411</u>
<i>Bureau of Indian Affairs</i>			
Johnson O'Malley	25131	15.130	996,442
Total Bureau of Indian Affairs			<u>996,442</u>
<i>U.S. Department of Agriculture</i>			
<i>Federal Direct Grants</i>			
Forest Reserve	11000	10.665	177,019
National Schools Lunch Program			
Food Distribution	21000	10.550 (7)	348,472 M
National School Breakfast	21000	10.553 (7)	2,576,347 M
National School Lunch Act	21000	10.555 (7)	1,626,784 M
Child and Food Program	25171	10.558	3,946
Total USDA			<u>4,732,568</u>
Total Federal Awards			<u>\$ 73,886,135</u>

M=Denotes major Federal financial assistance program
() = Denotes cluster

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

Notes to Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Gallup-McKinley County Public Schools, New Mexico (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements.

Subrecipients

The District did not provide any federal awards to subrecipients during the year.

Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2011 was \$348,472 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Program, CFDA number 10.550.

Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 73,886,135
Total expenditures funded by other sources	<u>92,394,001</u>
Total expenditures	<u><u>\$ 166,280,136</u></u>

See accompanying independent auditors' report

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2011

Schedule VI

A. SUMMARY OF AUDIT RESULTS

Financial Statements:

- | | |
|--|-------------|
| 1. Type of auditors' report issued | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Noncompliance material to the financial statements noted? | No |

Federal Awards:

- | | |
|---|-------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors' report issued on compliance for major programs | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

CFDA Number	Federal Program
84.010	Title I- IASA
84.389	Title I- IASA- Federal Stimulus
84.027	IDEA-B Cluster
84.391 & 84.392	IDEA-B Cluster – ARRA
84.041	Impact Aid Cluster
10.550, 10.553, & 10.555	National Schools Lunch Program

- | | |
|---|-------------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$2,216,584 |
| 6. Auditee qualified as low-risk auditee? | No |

B. FINDINGS-FINANCIAL STATEMENT AUDIT

Primary Government

FS 09-02 Activity Funds – Internal Control (Significant Deficiency)

Condition: There are deficiencies in the District’s activity fund internal controls over disbursement and receipting processes. This includes segregation of duties issues involving approving of purchase orders and posting receipts with no involvement of another party.

Criteria: State Statute 6-10-2 NMSA, 1978 and state regulation 6.20.2.23 (C), NMAC, state that the business office is responsible for maintaining adequate collateral pledged for monies in activity funds, Assisting club sponsors and treasurers in order to assure: timely deposits within 24 hours or one banking day, appropriate approvals are obtained for disbursements, an internal control structure is in place to safeguard the assets and promote reliability of the activity financial reports, accurate bank or cash reconciliations are prepared timely and records are retained for review by business office and auditor.

Effect: Risk of misappropriation and fraud is greater because duties are not appropriately segregated.

Cause: The individual schools within the District are not following the procedures outlined by the State Statute 6-10-2 NMSA, 1978.

Auditors’ Recommendations: As a result of activity funds being decentralized, these funds are highly susceptible to misappropriation; therefore, Management should educate the employee’s responsible for activity funds regarding the State Statutes and continue to monitor each site for continuous improvement. The District should consider centralizing all activity funds under the District management.

Agency’s Response: Management has begun and will continue developing and implementing policies and procedures that will reduce the risk of fraudulent activity and misappropriation of Student Activity Funds.

FS 11-01 Internal Controls Over Voided Checks (Significant Deficiency)

Condition: During our internal control evaluation over cash, we noted the following:

- There are insufficient internal controls over voided checks. When a check is voided the original copy is kept by the District but the check is not defaced nor signatures removed.

Criteria: NMAC 6.20.2.14 states that a School District shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the Office of Management and Budget (OMB) Circular 102, and applicable state and federal laws and regulations.

Effect: This can increase the risk of fraudulent checks being written in the District’s name.

Cause: The District has not implemented proper internal controls and procedures to cancel voided checks. Also, the District has not implemented proper internal controls to review the voided check.

Auditors’ Recommendations: We recommend that the District review cash management procedures with the responsible individuals annually to ensure that all areas of cash have sufficient internal controls, including reviewing and defacing of voided checks.

Agency’s Response: Upon notification of this weakness, management developed and implemented procedures to ensure that all voided checks are properly canceled and reviewed, effective immediately. These procedures reduce the risk of fraudulent check being written in the District’s name.

Primary Government (continued)

FS 11-02 Activity Level Internal Controls Finding (Other Matter)

Condition: Internal Control procedures were not implemented in the following cases:

- In two of five disbursements tested, the face of the check lacked the final review signature as required per the District's internal control procedures.
- In one of five payroll disbursements tested, a timesheet lacked an original signature indicating supervisor approval.
- Two of the five employee's annual leave cards tested lacked signatures by both the employee and supervisor. In addition, it appears there is not review, oversight, or monitoring process of employees leave cards.

Criteria: The Committee of Sponsoring Organizations (COSO) internal control integrated framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are the control environment, risk assessment, control activities, information and communication and monitoring.

Effect: There is increased risk of misappropriation of the District's assets and resources. In addition, errors or irregularities may not be prevented or detected.

Cause: The District's procedures regarding these processes were not communicated to all staff members. Controls were intermittently implemented.

Auditors' Recommendations: We recommend the District review procedures and improve communication process for staff. In addition, we recommend the District gain knowledge of additional control processes they may implement in order to strengthen controls.

Agency's Response: Management will perform risk assessments of the procedures needed to prevent fraud, errors or other irregularities in regards to payroll timesheets, annual leave records and final check-off signatures on disbursement vouchers. Procedures will be implemented to ensure that payroll timesheets, annual leave balances and check disbursements are approved or authorized by the appropriate supervisors or managers, and are properly accounted for and monitored.

Component Unit

FS 11-03 Missing Supporting Documentation (Significant Deficiency)

Condition: During our testwork of travel and per diem, it was noted that the Charter School was missing documentation for 2 of the 5 disbursements requested. Upon following up on the missing documents, it was noted that documentation to support disbursements made from July 1, 2010 to December 1, 2010 were missing. Subsequent to our fieldwork the District located the documentation for the Charter School, however information was not readily available for the audit.

Criteria: According to the Charter School's Purchasing Policies good internal controls over purchases a voucher with approved purchase order, purchase requisition, invoice, must be issued for all non-routine and non-recurring purchases and maintained by the District for future reference or inspection. The Charter School is required to implement written policies and procedures for purchasing which shall be in compliance with the procurement Code, Section 13-1-21 et seq., NMSA 1978.

Effect: Without a well documented voucher package, no audit trail is present for auditors to ensure the Charter School adhered to all purchasing policies set for by the Charter School and the procurement code. In addition, there is no documentation available for substantiation disbursements made by the Charter School.

Cause: During the time period of the missing documents, the Charter School had a poor system of retention of documents and ensuring all required documentation was available for auditors review.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

Schedule VI

Component Unit (continued)

FS 11-03 Missing Supporting Documentation (continued) (Significant Deficiency)

Auditors' Recommendations: We recommend that a system of internal controls be put in place to ensure all supporting documentation is maintained and easily accessible. In addition we recommend procedures be implemented to ensure employees are cross trained in the event of an employee being absent.

Agency's Response: Management does not concur with this finding. As fiscal agent for the Charter School, the District maintains proper documentation of purchases including approved purchase orders, purchase requisitions, and invoices for reference or inspection. Documentation of the two disbursements was requested by the auditors late on the last day of their on-site fieldwork. District staff located the documents the morning after the auditors' departure from our office.

Auditor's Response: The Auditors sent the District a "Prepared by Client" listing in June 2011 requesting audit items. At the time of fieldwork, which started in early August, we were lacking items necessary to begin the audit of the Charter School, including a trial balance; therefore fieldwork on the Charter School was delayed. Upon arrival the last week of fieldwork, we requested documents required for the Charter School and they could not be located. We received no communication from the District as to when these were discovered. Due to the fact that these documents were not readily available for inspection until after our fieldwork, it is our position that there was weakness in internal control and this finding is necessary.

Primary Government and Component Unit

FS 07-05 Preparation of Financial Statements (Material Weakness)

Condition: The Body charged with governance does not exercise effective oversight, as defined by Statement on Auditing Standards No. 112, of the internal control and financial reporting processing. The financial statements and related disclosures are not being prepared by District management. In addition, material adjustments were made to accounts payable, accounts receivable, accrued liabilities, long-term debt and capital assets.

Criteria: According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures. The body charged with governance must provide effective oversight of the controls over the financial reporting process.

Effect: When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity's ability to prevent or detect a misstatement in its financial statements is limited.

Cause: The Body charged with governance was unaware of the requirements of Statement on Auditing Standards No. 112 to provide effective oversight of control over the financial reporting processing. District personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

Auditors' Recommendations: We recommend that District management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
 - Governmental Accounting Standards Board (GASB)
 - Generally Accepted Accounting Principles (specifically as applied to governmental units)
 - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

Schedule VI

Primary Government and Component Unit (continued)

FS 07-05 Preparation of Financial Statements (continued) (Material Weakness)

- Required supplementary information
 - Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the District management should periodically present a reporting package to the body charged with governance for review. The governing board's review of the reporting package should be documented in the minutes. The reporting package could include items such as budget variances and analyses, a review of internal control processes over a significant transaction class like payroll or cash receipts, and other reports or processes that management uses for the internal control and financial reporting processes. The Body charged with governance should gain an understanding of internal control processes and the financial reporting process.

Agency's Response: This is a repeated finding that will continue to be addressed by Management so that this condition will be improved, and eventually eliminated. Management has taken measures to improve this condition. A "Finance Committee" has been established to assist the District's governing body in their oversight responsibility. A reporting package is provided to the District's governing body on a consistent basis to assist them in their oversight responsibility, in accordance with SAS 112. The report is recorded in the Board meeting minutes. The report will be improved to include information to assist the District's governing body in their understanding of the District's internal control processes and the financial reporting process. Management will also address the requirement of training on external financial reporting for management and appropriate personnel.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

Schedule VI

C. FEDERAL FINDINGS

None

D. PRIOR YEAR AUDIT FINDINGS

FINANCIAL STATEMENT AUDIT

Primary Government

FS 08-01 — Lack of Segregation of Duties in the Food Service - Resolved

FS 08-02 — Cash Appropriations in Excess of Available Cash Balances – Resolved

FS 09-02 — Activity Funds – Internal Control - Repeated and Modified

FS 10-01 — Internal Controls Over Non-Standard Journal Entries- Resolved

FS 10-02 — Internal Controls Over Cash Disbursements – Resolved

Component Unit

FS 07-07 — Component Unit Exceeded Budget Authority – Resolved

FS 08-04 — Understanding of Financial Reports – Resolved

Primary Government and Component Unit

FS 07-05 — Preparation of Financial Statements – Repeated and Modified

FEDERAL AWARD FINDINGS

FA 10-01 — Participation of Private School Children – Resolved

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Other Disclosures
For the Year Ended June 30, 2011

A. AUDITOR PREPARED FINANCIAL STATEMENTS

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes of Gallup-McKinley County Public Schools from the original books and records provided to them by the management of the District. The responsibility for the financial statements remains with the District.

B. EXIT CONFERENCE

The contents of this report were discussed on November 10, 2011. The following individuals were in attendance.

Gallup-McKinley Schools Personnel

Accounting & Consulting Group, LLP

Ray Arsenault – Superintendent

Ray Roberts, CPA, Managing Partner

Mavis V. Price –Board of Education President

Kim Brown – Assistant Superintendent of Business Services

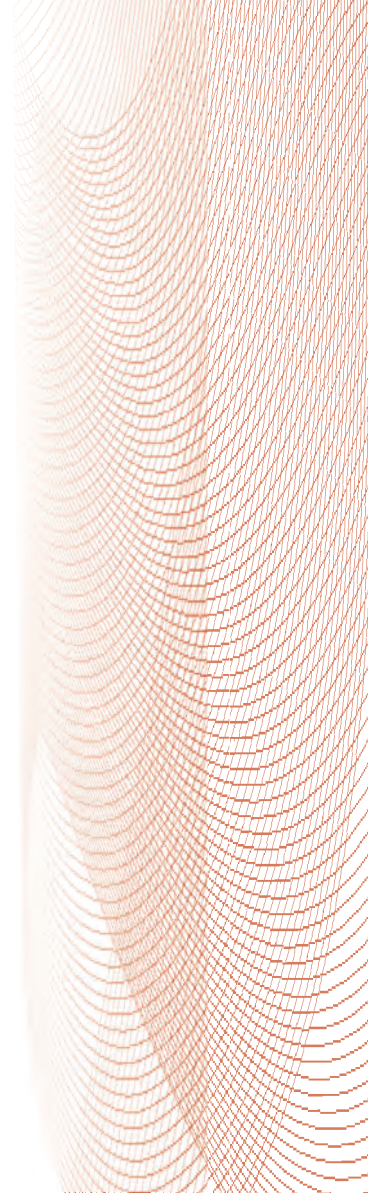
Paul Merrill - Director of Fiscal Services

Jvanna Hanks - Controller

Tony Major – President of Charter School

Walter Feldman – Principal of Charter School

Bill Bright – Board of Education Secretary/Treasurer and Audit Committee- Charter School



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