

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS**

Audit Report

For the Year Ended June 30, 2010

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
Melrose, New Mexico

STATE OF NEW MEXICO
Jal Public Schools

Official Roster
For the year ended June 30, 2009

BOARD OF EDUCATION

Larry CritesPresident
Johnny Mack Owen Vice-President
Jackie Ford Secretary
Kelly Deck Member
Bobby Kimball..... Member

SCHOOL OFFICIALS

Rick Ferguson Superintendent
Laurie Thomas Business Manager

STATE OF NEW MEXICO
Jal Public Schools

Table of Contents
June 30, 2010

	Page
INTRODUCTORY SECTION	
Official Roster.....	i
Table of Contents.....	ii-iii
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	3
Statement of Activities	4
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	5-6
Reconciliation of the Balance Sheet to the Statement of Net Assets.....	7
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	8-9
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances to the Statement of Activities	10
Statement of Fiduciary Assets and Liabilities	11
Notes to Financial Statements	12-21
SUPPLEMENTAL INFORMATION:	
Statement of Revenues and Expenditures – Budget (Non-GAAP) and Actual	
Special Capital Outlay - State	22
SB-9 Capital Improvements Fund.....	23
Combining Balance Sheet-General Funds	24
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance-General Funds	25
Statement of Revenue and Expenditures – Budget (Non-GAAP) and Actual – General Fund:	
Operational.....	26
Transportation	27
Instructional Materials	28
Non-major Special Revenue Funds:	
Combining Balance Sheet	29-32
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	33-36

Statement of Revenue and Expenditures - Budget (Non-GAAP) and Actual:

Food Services	37
Athletics	38
Title I	39
IDEA Entitlement.....	40
IDEA Preschool	41
Title III	42
Teacher/Principal Training	43
Title IV	44
Title I Federal Stimulus	45
IDEA Entitlement Federal Stimulus	46
IDEA Preschool Federal Stimulus	47
Title XIX Medicaid	48
Rural Education Achievement Program	49
State Equalization Guarantee Federal Stimulus.....	50
2009 Dual Credit.....	51
G.O. bond Student Library Fund.....	52
Technology for Education	53
Incentives for School Improvement	54
State PREK.....	55
Library SB301 Bonds.....	56
State Directed Activities	57
Library Book Fund.....	58

OTHER SUPPLEMENTAL INFORMATION:

Fiduciary Funds:

Schedule of Changes in Assets and Liabilities	59
Cash Reconciliation	60-61

Schedule of Expenditures of Federal Awards.....	62
---	----

Independent Auditor's 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	63-64
--	-------

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	65-66
---	-------

Schedule of Findings Questioned Costs.....	67-68
--	-------

Exit Conference.....	69
----------------------	----

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
P.O. Box 425
Melrose, NM 88124

(505) 253-4554
Fax: (505) 253-4727

INDEPENDENT AUDITOR'S REPORT

Hector Balderas, State Auditor
And the Board of Education
Jal Public Schools
Jal, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jal Public School, as of and for the year ended June 30, 2010, which collectively comprise the Jal Public School's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Jal Public School's nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the School's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School, as of June 30, 2010, and the respective changes in financial position and the budgetary comparisons for the major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the School as of June 30, 2010 and the respective changes in financial position, and the respective budgetary comparisons for the nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated October 29, 2010, on our consideration of Jal Public School'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.

For the year ended June 30, 2010, Jal Public Schools has not presented the Management's Discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of the basic financial statements.

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



Ronny Fouts, CPA
Melrose, New Mexico
October 29, 2010

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 STATEMENT OF NET ASSETS

June 30, 2010

ASSETS	<u>Governmental Activities</u>
Cash and Cash Equivalents	\$ 1,572,606
Taxes Receivable	36,557
Due from other Governments	78,569
Inventories	5,563
Non-current Capital Assets - Net	<u>5,871,073</u>
TOTAL ASSETS	<u><u>\$ 7,564,368</u></u>
 LIABILITIES	
Current:	
Accounts Payable	\$ -
Deferred Revenue	<u>5,540</u>
Total Liabilities	<u>5,540</u>
 NET ASSETS	
Invested in capital assets	5,871,073
Restricted for:	
Capital Projects	907,172
Unrestricted	<u>780,583</u>
TOTAL NET ASSETS	<u><u>\$ 7,558,828</u></u>

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

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 STATEMENT OF ACTIVITIES

Year ended June 30, 2010

Functions/Programs	Program Revenues			Net (Expenses) Revenue & Changes in Net Assets
	Expenses	Operating Charges for Services	Grants and Contributions	
Primary Government: Governmental activities:				
Instruction	\$ 2,629,331	\$ -	\$ 513,529	\$ -
Support Services				
Students	184,290	16,620	142,596	-
Instruction	4,621	-	2,871	-
General Administration	225,738	-	24,166	-
School Administration	261,803	-	8,736	-
Central Services	143,212	-	44,748	-
Operation & Maintenance of Plant	1,038,019	-	5,827	-
Student Transportation	167,438	-	-	-
Food service	200,679	23,366	138,547	-
Community Services	12,581	-	-	-
Total Governmental Activities	\$ 4,867,712	\$ 39,986	\$ 881,020	\$ -

General Revenues	
Property taxes:	
Levied for general purposes	109,463
Levied for capital projects	438,781
State aid not restricted	3,369,058
Unrestricted investment earnings	2,033
Refunds/reimbursements	2,741
Other Local Revenues	56,021
Rounding	1
Total general revenues	<u>3,978,098</u>
Change in net assets	31,392
Net assets beginning	<u>7,527,436</u>
Net Assets- ending	<u>\$ 7,558,828</u>

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

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2010

	GENERAL FUND	SB-9 CAPITAL IMPROVEMENTS	OTHER GOVERNMENTAL FUNDS
ASSETS			
Cash on Deposit	\$ 655,401	\$ 877,933	\$ 39,272
Taxes Receivable	7,318	29,239	-
Due from other Funds	78,569	-	-
Due from other Governments	-	-	78,569
Inventories	-	-	5,563
TOTAL ASSETS	\$ 741,288	\$ 907,172	\$ 123,404
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ -	\$ -	\$ -
Due to other Funds	-	-	78,569
Deferred Revenue	-	-	5,540
TOTAL LIABILITIES	-	-	84,109
FUND BALANCE			
Fund Balance			
Reserved:			
Reserved for inventory	-	-	5,563
Reserved for capital projects	-	907,172	-
Unreserved:			
Undesignated, Reported in			
General Fund	741,288	-	-
Special Revenue Funds	-	-	33,732
Capital Projects Funds	-	-	-
TOTAL FUND BALANCE	741,288	907,172	39,295
TOTAL LIABILITIES AND FUND BALANCE	\$ 741,288	\$ 907,172	\$ 123,404

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

TOTAL
GOVERNMENTAL
FUNDS

\$ 1,572,606
36,557
78,569
78,569
5,563

\$ 1,771,864

\$ -
78,569
5,540

84,109

5,563
907,172

741,288
33,732

-

1,687,755

\$ 1,771,864

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

June 30, 2010

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

Fund Balance - total governmental funds	\$ 1,687,755
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	<u>5,871,073</u>
Net assets of governmental activities	<u>\$ 7,558,828</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

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

Year ended June 30, 2010

	GENERAL FUND	SB-9 CAPITAL IMPROVEMENTS	OTHER GOVERNMENTAL FUNDS
REVENUE			
Federal Aid	\$ -	\$ -	\$ 774,360
State Aid	3,415,817	-	59,901
Property taxes	109,463	438,781	-
interest	788	1,214	31
Refunds/reimbursements	2,741	-	-
Other local sources	10,828	45,193	39,986
TOTAL REVENUES	3,539,637	485,188	874,278
EXPENDITURES			
Current			
Instruction	2,003,422	-	513,529
Support Services			
Students	41,694	-	142,596
Instruction	1,750	-	2,871
General Administration	200,572	1,000	24,166
School Administration	253,067	-	8,736
Central Services	98,464	-	44,748
Operation & Maintenance of Plant	746,041	-	5,827
Transportation of students	167,438	-	-
Food Service	62,132	-	138,547
Community Services	12,581	-	-
Non-current			
Facilities and construction	-	583,719	-
TOTAL EXPENDITURES	3,587,161	584,719	881,020
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(47,524)	(99,531)	(6,742)
OTHER FINANCING SOURCES (USES)			
Sale of Bonds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCES	(47,524)	(99,531)	(6,742)
FUND BALANCE - JUNE 30, 2009	788,812	1,006,703	46,036
FUND BALANCE - JUNE 30, 2010	\$ 741,288	\$ 907,172	\$ 39,294

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

TOTAL
GOVERNMENTAL
FUNDS

\$ 774,360
3,475,718
548,244
2,033
2,741
96,007

4,899,103

2,516,951

184,290
4,621
225,738
261,803
143,212
751,868
167,438
200,679
12,581

583,719

5,052,900

(153,797)

-

-

(153,797)

1,841,551

\$ 1,687,754

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE-
ALL GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year Ended June 30, 2010

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

Net change in fund balance - total governmental funds	\$ (153,797)
Governmental funds report capital outlays as expenditures. However, in the statement fo activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year.	185,188
Rounding	<u>1</u>
Change in Net Assets	<u><u>\$ 31,392</u></u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2010

<u>ASSETS</u>	Agency Funds
Pooled Cash and Investments	<u>\$ 216,140</u>
<u>LIABILITIES</u>	
Liabilities:	
Deposits held for others	<u>\$ 216,140</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

I. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. **Reporting Entity**

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

There were no component units.

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

B. **Government-Wide and Fund Financial Statements**

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

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

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

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

Governmental fund financial statements are reported using the *current financial 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
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

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

The District reports the following major governmental funds:

General Funds – The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Included are the Operational, Transportation & Instructional Materials Funds

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

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

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

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

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

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

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

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings or 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 by collateral deposited as security or by bond given by the financial institution.

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

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

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

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

2. Receivables and Payables

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

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

3. Inventories

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

4. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and an estimated useful life extending beyond a single reporting period. Effective June 17, 2005, the value of capital assets that must be inventoried and listed was increased to \$5,000 (amount not rounded). Old inventory items that do not meet the updated capitalization threshold will remain on the inventory list and will continue to be depreciated. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The district does not have any debt related to capital assets.

The District is including qualifying software and library books in capital assets.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	50
Land Improvement	50

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

Equipment 10

5. Compensated Absences

It is the School District's policy not to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the school district.

6. Fund Equity

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

7. Comparative Data/Reclassifications

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

8. Indirect Costs

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

9. Salaries and Wages

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

10. Estimates

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

11. Revenues

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$3,660,632 in state equalization guarantee distributions during the year ended June 30, 2010.

Transportation Distribution: School Districts in the State of New Mexico received transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

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 \$178,790 in transportation distributions during the year ended June 30, 2010.

II. **Reconciliation of Government-wide and Fund Financial Statements**

A. **Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds and changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of the reconciliation states, "Governmental funds report capital outlays as expenditures." However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of the \$232,718 difference are as follows:

Capital Outlay	\$	583,719
Depreciation Expense		<u>(398,531)</u>
Net adjustment to increase net changes in fund balances-total government funds to arrive at changes in net assets of governmental activities		<u>\$ 185,188</u>

III. **Stewardship, Compliance, and Accountability**

A. **Budgetary Information**

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

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

Actual expenditures may not exceed the budget on a line item basis, i.e., every budgeted expenditure must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series', this may be accomplished with only local Board 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:

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.

In May or June, the budget is approved by the Board of Education.

The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called for.

The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.

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

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

B. Deficit Fund Equity

There were not any deficit fund balances at June 30, 2010.

IV. Detailed Notes on all Funds

A. Cash and Temporary Investments

At June 30, 2010, the carrying amount of the District's deposits was \$635,006 and the bank balance was \$989,987. Of this balance \$989,987 was covered by federal depository insurance and \$0 was covered by collateral held in joint safekeeping by a third party in the entity's name.

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

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

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

Investments held by the New Mexico State Treasurer are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by direct obligations of the United States government or are agencies

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

sponsored by the United States government. The pool does not have unit shares. Per Section 6-10-10.1, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested. Participation in the local government investment pool is voluntary.

Interest Rate Risk. The District does not have a formal investment policy that limits investments maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments in commercial paper, corporate bonds and mutual fund bonds to the top two ratings issued nationally recognized statistical rating organizations. The District has no investment policy that would further limit its investment choices. At June 30, 2010, the District's investment in the state investment pool was rated AAAM by Standard & Poor's.

New MexiGROW LGIP	AAAM rated	\$1,414,078	43-day WAM
-------------------	------------	-------------	------------

B. Custodial Credit Risk – Deposits

Custodial Credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2010, \$0 of the government's bank balance of \$936,908 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	<u>\$</u> <u> -</u>
--------------------------------	------------------------------

C. Receivables

Due from other governments:

Title I	9,031
Entitlement	5,456
Preschool	2,833
Partnership in Character Education	5,008
Enhancing Education Through Technology	624
Title V	92
Title III	1,191
Teacher Principal Training	4,788
Title I Stimulus	15,461
Entitlement Federal Stimulus	11,802
Rural Ed Achievement Program	10,065
Title XIX Medicaid	6,828
2008 GO Bond Student	3,438
Library Bonds 2004	43
State PreK	269
Library SB301 Bonds	1,640

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

Due from local taxes:

General	\$	7,318
Senate Bill Nine		29,239
Total due from local taxes		36,557
Total Receivables	\$	115,126

D. Capital Assets

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

JAL PUBLIC SCHOOLS

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 529,477	\$ -	\$ -	\$ 529,477
Total assets not being depreciated	529,477	-	-	529,477
Capital Assets Being Depreciated:				
Buildings & Improvements	20,781,254	583,719	-	21,364,973
Equipment	1,551,546	-	-	1,551,546
Total Assets being Depreciated	22,332,800	583,719	-	22,916,519
Less accumulated depreciation for:				
Buildings & Improvements	16,227,570	286,151		16,513,721
Equipment & Furniture	948,822	112,380	-	1,061,202
Total Accumulated depreciation	17,176,392	398,531	-	17,574,923
Total Assets being depreciated, net	5,156,408	185,188	-	5,341,596
Capital Assets, Net	\$ 5,685,885	\$ 185,188	\$ -	\$ 5,871,073

The District has no debt related to capital assets.

Depreciation expense was charged to function/programs of the School District as follows:

Instruction	112,380
Operation & Maintenance of Plant	286,151
	398,531

V. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in the NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays for an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2010.

B. Contingent Liabilities

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

C. Employee Retirement Plan

Plan Description – Substantially all of Jal Public School'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 (ERA) is the administrator of the plan, which is a cost sharing multiple employer defined benefit retirement plan. The plan provides for retirement, disability benefits and cost-of-living adjustments to plan members and beneficiaries. ERA issues a separate, publicly available financial report that includes the financial statements and required supplementary information. That report may be obtained by writing to ERA, P.O. Box 26129, Santa Fe, New Mexico 87502-6129.

Funding Policy - Plan members are required to contribute 7.9% of their gross salary. Jal Public Schools is required to contribute 11.65% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the Jal Public Schools are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. Jal Public School's contributions to ERB for the fiscal years ending June 30, 2010, 2009 and 2008, were \$305,201, \$339,596 and \$309,789, respectively, which equal the amount of the required contributions for each fiscal year.

D. Post-Retirement Health Care Benefits

Plan Description – Jal Public Schools contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post employment 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 Retiree Health Care Act on the person's behalf,

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

unless that person retired on or before July 1, 1995, in which event the time period for contributions becomes the time between July 1, 1990, and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

The RHA 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 member are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

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

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

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

Jal Public School's contributions to the RHCA for the years ended June 30, 2010, 2009, and 2008 were \$36,715, \$37,895 and \$37,813, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - CAPITAL PROJECTS - SPECIAL CAPITAL OUTLAY-STATE - 31400

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Revenue				
Special Capital Outlay - State	\$ -	\$ -	\$ 22,211	\$ 22,211
Investment Income	-	-	-	-
TOTAL REVENUE	<u>-</u>	<u>-</u>	<u>\$ 22,211</u>	<u>\$ 22,211</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ -</u>		
EXPENDITURES				
Current				
Facilities and construction	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 22,211
Differences budget to GAAP	
Prior Year receivable	(22,211)
Current Year receivable	-
Total Revenues (GAAP Basis)	<u>\$ -</u>

Uses/Outflows of Resources

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

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - CAPITAL PROJECTS - SB-9 CAPITAL IMPROVEMENTS FUND - 31700

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue				
Taxes	\$ 501,385	\$ 501,385	\$ 428,861	\$ (72,524)
Other Local Revenue	-	-	45,193	
Investment Income	5,000	5,000	1,214	(3,786)
TOTAL LOCAL REVENUE	506,385	506,385	475,268	\$ (76,310)
State Revenue				
State flowthrough	20,917	31,971	-	\$ (31,971)
TOTAL STATE REVENUE	20,917	31,971	-	\$ (31,971)
TOTAL REVENUE	527,302	538,356	\$ 475,268	\$ (108,281)
BUDGETED CASH BALANCE	650,555	987,384		
TOTAL REVENUE & CASH	\$ 1,177,857	\$ 1,525,740		
EXPENDITURES				
Current				
Support Services				
General Administration	\$ 1,000	\$ 1,000	\$ 1,000	\$ -
Facilities and construction	1,176,857	1,524,740	583,719	941,021
TOTAL EXPENDITURES	\$ 1,177,857	\$ 1,525,740	\$ 584,719	\$ 941,021

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

Sources/Inflows of Resources	
Actual amounts (budgetary basis)	\$ 475,268
Differences budget to GAAP	
Prior Year receivable	(19,319)
Change in deferred taxes	-
Current Year receivable	29,239
Total Revenues (GAAP Basis)	<u>\$ 485,188</u>
Uses/Outflows of Resources	
Actual amounts (budgetary basis)	\$ 584,719
Differences-budget to GAAP	
Prior year accounts payable	\$ -
Total Expenditures (GAAP Basis)	<u>\$ 584,719</u>

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

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS

COMBINING BALANCE SHEET - GENERAL FUNDS

June 30, 2010

	OPERATIONAL 11000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTAL GENERAL FUND
ASSETS				
Cash on Deposit	\$ 645,982	\$ 5,292	\$ 4,127	\$ 655,401
Taxes Receivable	7,318	-	-	7,318
Due from other Funds	78,569	-	-	78,569
Due from other Governments	-	-	-	-
Inventories	-	-	-	-
TOTAL ASSETS	\$ 731,869	\$ 5,292	\$ 4,127	\$ 741,288
LIABILITIES AND FUND BALANCE				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	-	-	-
FUND BALANCE				
Fund Balance				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved:				
Designated, Reported in				
General Fund	731,869	5,292	4,127	741,288
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
TOTAL FUND BALANCE	731,869	5,292	4,127	741,288
TOTAL LIABILITIES AND FUND BALANCE	\$ 731,869	\$ 5,292	\$ 4,127	\$ 741,288

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

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

Year ended June 30, 2010

	OPERATIONAL 11000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTAL GENERAL FUND
REVENUE				
Federal Aid	\$ -	\$ -	\$ -	\$ -
State Aid	3,228,948	167,837	19,032	3,415,817
Property taxes	109,463	-	-	109,463
Interest	788	-	-	788
Refunds/ reimbursements	2,741	-	-	2,741
Other local sources	10,828	-	-	10,828
TOTAL REVENUES	3,352,768	167,837	19,032	3,539,637
EXPENDITURES				
Current				
Instruction	1,975,526	-	27,896	2,003,422
Support Services				
Students	41,694	-	-	41,694
Instruction	1,750	-	-	1,750
General Administration	200,572	-	-	200,572
School Administration	253,067	-	-	253,067
Central Services	98,464	-	-	98,464
Operation & Maintenance of Plant	746,041	-	-	746,041
Transportation of students	798	166,640	-	167,438
Food Service	62,132	-	-	62,132
Community Services	12,581	-	-	12,581
Non-current				
Facilities and construction	-	-	-	-
TOTAL EXPENDITURES	3,392,625	166,640	27,896	3,587,161
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(39,857)	1,197	(8,864)	(47,524)
OTHER FINANCING SOURCES (USES)				
Sale of Bonds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCES	(39,857)	1,197	(8,864)	(47,524)
FUND BALANCE - JUNE 30, 2009	771,726	4,095	12,991	788,812
FUND BALANCE - JUNE 30, 2010	\$ 731,869	\$ 5,292	\$ 4,127	\$ 741,288

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - GENERAL FUND - OPERATIONAL - 11000

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue		\$ -	\$ -	\$ -
State Revenue	3,301,756	3,206,731	3,228,948	22,217
Property Taxes	125,099	125,099	107,175	(17,924)
Local Revenue	7,000	7,000	10,828	3,828
Refunds/Reimbursements	-	-	2,741	2,741
Income from Investments	2,500	2,500	788	(1,712)
TOTAL REVENUE	3,436,355	3,341,330	\$ 3,350,480	\$ 9,150
BUDGETED CASH BALANCE	634,360	757,129		
TOTAL REVENUE & CASH	\$ 4,070,715	\$ 4,098,459		

EXPENDITURES

Current				
Instruction	\$ 2,215,641	\$ 2,182,020	\$ 1,975,526	\$ 206,494
Support Services				
Students	64,497	74,497	41,694	32,803
Instruction	6,000	6,000	1,750	4,250
General Administration	250,169	262,299	200,572	61,727
School Administration	282,791	296,891	253,067	43,824
Central Services	151,787	151,807	98,464	53,343
Operation & Maintenance of Plant	960,287	1,013,616	746,041	267,575
Student Transportation	7,000	7,000	798	6,202
Other Support Services	35,223	35,223	-	35,223
Food Services	66,259	71,259	62,132	9,127
Community Services	7,214	7,414	12,581	(5,167)
Facilities Acquisition & Construction	23,404	-	-	-
TOTAL EXPENDITURES	\$ 4,070,272	\$ 4,108,026	\$ 3,392,625	\$ 715,401

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 3,350,480
Differences budget to GAAP	
Prior Year receivable	(5,030)
Current Year receivable	7,318
Total Revenues (GAAP Basis)	\$ 3,352,768

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 3,392,625
Differences-budget to GAAP	
Prior year payable	-
Change in inventory	-
Current year payable	-
Total Expenditures (GAAP Basis)	\$ 3,392,625

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - GENERAL FUND - TRANSPORTATION - 13000

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ 164,187	\$ 167,838	\$ 167,837	\$ (1)
TOTAL REVENUE	164,187	167,838	<u>167,837</u>	<u>(1)</u>
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	<u>\$ 164,187</u>	<u>\$ 167,838</u>		
EXPENDITURES				
Current				
Student Transportation	\$ 161,187	\$ 167,838	\$ 166,640	\$ 1,198
TOTAL EXPENDITURES	<u>\$ 161,187</u>	<u>\$ 167,838</u>	<u>\$ 166,640</u>	<u>\$ 1,198</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 167,837
Differences budget to GAAP	
Current Year receivable	-
Total Revenues (GAAP Basis)	<u>\$ 167,837</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 166,640
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 166,640</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - GENERAL FUND - INSTRUCTIONAL MATERIALS - 14000

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ 15,305	\$ 19,032	\$ 19,032	\$ -
TOTAL REVENUE	15,305	19,032	19,032	-
BUDGETED CASH BALANCE	-	12,991		
TOTAL REVENUE & CASH	\$ 15,305	\$ 32,023		
EXPENDITURES				
Current				
Instruction	\$ 15,305	\$ 32,023	\$ 27,896	\$ 4,127
Support Services				
Instruction	-	-	-	-
TOTAL EXPENDITURES	\$ 15,305	\$ 32,023	\$ 27,896	\$ 4,127

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 19,032
Differences budget to GAAP	
Prior Year receivable	-
Current Year receivable	-
Total Revenues (GAAP Basis)	\$ 19,032

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 27,896
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 27,896

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2010

	FOOD SERVICE 21000	ATHLETIC 22000	TITLE I 24101	IDEA-B ENTITLEMENT 24106	IDEA-B PRESCHOOL 24109
ASSETS					
Cash on Deposit	\$ 18,163	\$ 15,568	\$ -	\$ -	\$ -
Due from other Governments	-	-	9,031	5,456	2,833
Inventories	5,563	-	-	-	-
TOTAL ASSETS	\$ 23,726	\$ 15,568	\$ 9,031	\$ 5,456	\$ 2,833
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
due to Other Funds	-	-	9,031	5,456	2,833
Deferred Revenue	-	-	-	-	-
TOTAL LIABILITIES	-	-	9,031	5,456	2,833
FUND BALANCE					
Fund Balance					
Reserved:					
Reserved for inventory	5,563	-	-	-	-
Unreserved:					
Designated for subsequent year expenditures	18,163	15,568	-	-	-
TOTAL FUND BALANCE	23,726	15,568	-	-	-
TOTAL LIABILITIES & FUND BALANCE	\$ 23,726	\$ 15,568	\$ 9,031	\$ 5,456	\$ 2,833

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

PARTNERSHIP IN CHARACTER EDUCATION 24129	ENHANCING EDUCATION THROUGH TECHNOLOGY 24133	TITLE V 24150	TITLE III 24153	TEACHER PRINCIPAL TRAINING 24154
\$ -	\$ -	\$ -	\$ -	\$ -
5,008	624	92	1,191	4,788
-	-	-	-	-
<u>\$ 5,008</u>	<u>\$ 624</u>	<u>\$ 92</u>	<u>\$ 1,191</u>	<u>\$ 4,788</u>

\$ -	\$ -	\$ -	\$ -	\$ -
5,008	624	92	1,191	4,788
-	-	-	-	-
<u>5,008</u>	<u>624</u>	<u>92</u>	<u>1,191</u>	<u>4,788</u>

-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

<u>\$ 5,008</u>	<u>\$ 624</u>	<u>\$ 92</u>	<u>\$ 1,191</u>	<u>\$ 4,788</u>
-----------------	---------------	--------------	-----------------	-----------------

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2010

	TITLE I STIMULUS 24201	ENTITLEMEN STIMULUS 24206	TITLE XIX MEDICAID 3 1/2 25153	RURAL ED ACHIEVEMENT PROGRAM 25233	SEG FEDERAL STIMULUS 25250	2009 DUAL CREDIT 27103
ASSETS						
Cash on Deposit	\$ -	\$ -	\$ -	\$ -	\$ 865	\$ 4,357
Due from other Governments	15,461	11,802	6,828	10,065	-	-
Inventories	-	-	-	-	-	-
TOTAL ASSETS	\$ 15,461	\$ 11,802	\$ 6,828	\$ 10,065	\$ 865	\$ 4,357
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	15,461	11,802	6,828	10,065	-	-
Deferred Revenue	-	-	-	-	865	4,357
TOTAL LIABILITIES	15,461	11,802	6,828	10,065	865	4,357
FUND BALANCE						
Fund Balance						
Reserved:						
Reserved for inventory	-	-	-	-	-	-
Unreserved:						
Designated for subsequent year expenditures	-	-	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-	-	-
TOTAL LIABILITIES & FUND BALANCE	\$ 15,461	\$ 11,802	\$ 6,828	\$ 10,065	\$ 865	\$ 4,357

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

2008 GO BOND SUDENT 27105	TECHNOLOGY FOR EDUCATION 27117	INCENTIVE FOR SCHOOL IMPROVEMENT 27138	LIBRARY BONDS 2004 27145	STATE PreK 27149	LIBRARY SB301 BONDS 27170	STATE DIRECTED ACTIVITIES 27200	LIBRARY BOOK FUND 27549	COMBINED
	\$ 77	\$ -	\$ -	\$ -	\$ -	\$ 241	\$ -	\$ 39,271
3,438	-	-	43	269	1,640	-	-	78,569
-	-	-	-	-	-	-	-	5,563
<u>\$ 3,438</u>	<u>\$ 77</u>	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 269</u>	<u>\$ 1,640</u>	<u>\$ 241</u>	<u>\$ -</u>	<u>\$ 123,403</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,438	-	-	43	269	1,640	-	-	78,569
-	77	-	-	-	-	241	-	5,540
<u>3,438</u>	<u>77</u>	<u>-</u>	<u>43</u>	<u>269</u>	<u>1,640</u>	<u>241</u>	<u>-</u>	<u>84,109</u>
-	-	-	-	-	-	-	-	5,563
-	-	-	-	-	-	-	-	33,731
-	-	-	-	-	-	-	-	39,294
<u>\$ 3,438</u>	<u>\$ 77</u>	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 269</u>	<u>\$ 1,640</u>	<u>\$ 241</u>	<u>\$ -</u>	<u>\$ 123,403</u>

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS

Year Ended June 30, 2010

	FOOD SERVICE 21000	ATHLETIC 22000	TITLE I 24101	IDEA-B ENTITLEMENT 24106
REVENUES				
Federal Aid	\$ 113,331	\$ -	\$ 113,817	\$ 76,104
State Aid	-	-	-	-
Local revenues	23,366	16,620	-	-
Interest	8	23	-	-
TOTAL REVENUES	136,705	16,643	113,817	76,104
EXPENDITURES				
Current				
Instruction	-	21,543	109,841	74,428
Support Services				
Students	-	-	-	1,676
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	3,976	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service	138,547	-	-	-
Facilities Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	138,547	21,543	113,817	76,104
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,842)	(4,900)	-	-
FUND BALANCE- JUNE 30, 2009	25,568	20,468	-	-
FUND BALANCE - JUNE 30, 2010	\$ 23,726	\$ 15,568	\$ -	\$ -

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

IDEA -B PRESCHOOL 24109	PARTNERSHIP IN CHARACTER EDUCATION 24129	ENHANCING EDUCATION THROUGH TECHNOLOGY 24133	TITLE V 24150	TITLE III 24153	TEACHER PRINCIPAL TRAINING 24154
\$ 8,847	\$ -	\$ -	\$ -	\$ 1,436	\$ 33,598
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,847	-	-	-	1,436	33,598
-	-	-	-	-	32,380
-	-	-	-	1,436	-
8,847	-	-	-	-	-
-	-	-	-	-	450
-	-	-	-	-	768
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,847	-	-	-	1,436	33,598
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS

Year ended June 30, 2010

	TITLE I STIMULUS 24201	ENTITLEMENT FED STIM 24206	TITLE XIX MEDICAID 3 1/2 25153	RURAL ED ACHIEVEMENT PROGRAM 25233	SEG FEDERAL STIMULUS 25250	2009 DUAL CREDIT 27103
REVENUES						
Federal Aid	\$ 22,238	\$ 25,474	\$ 6,828	\$ 16,809	\$ 312,797	\$ -
State Aid	-	-	-	-	-	5,478
Local revenues	-	-	-	-	-	-
Interest	-	-	-	-	-	-
TOTAL REVENUES	22,238	25,474	6,828	16,809	312,797	5,478
EXPENDITURES						
Current						
Instruction	19,126	-	-	13,513	189,106	5,478
Support Services						
Students	-	15,347	6,828	-	113,871	-
Instruction	-	-	-	-	-	-
General Administration	-	10,127	-	1,199	3,993	-
School Administration	3,112	-	-	1,198	-	-
Central Services	-	-	-	899	-	-
Operation & Maintenance of Plant	-	-	-	-	5,827	-
Student Transportation	-	-	-	-	-	-
Food Service	-	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-	-
TOTAL EXPENDITURES	22,238	25,474	6,828	16,809	312,797	5,478
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-	-	-
FUND BALANCE- JUNE 30, 2009	-	-	-	-	-	-
FUND BALANCE - JUNE 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

2008 GO BOND STUDENT 27105	TECHNOLOGY FOR EDUCATION 27117	INCENTIVES FOR SCHOOL IMPROVEMENT 27138	STATE PreK 27149	LIBRARY SB301 BONDS 27170	STATE DIRECTED ACTIVITIES 27200	LIBRARY BOOK FUND 27549	COMBINED
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,081	\$ -	\$ 774,360
3,438	2,651	13,001	32,462	1,640	-	1,231	59,901
-	-	-	-	-	-	-	39,986
-	-	-	-	-	-	-	31
<u>3,438</u>	<u>2,651</u>	<u>13,001</u>	<u>32,462</u>	<u>1,640</u>	<u>43,081</u>	<u>1,231</u>	<u>874,278</u>
-	2,651	13,001	32,462	-	-	-	513,529
3,438	-	-	-	-	-	-	142,596
-	-	-	-	1,640	-	1,231	2,871
-	-	-	-	-	-	-	24,166
-	-	-	-	-	-	-	8,736
-	-	-	-	-	43,081	-	44,748
-	-	-	-	-	-	-	5,827
-	-	-	-	-	-	-	138,547
-	-	-	-	-	-	-	-
<u>3,438</u>	<u>2,651</u>	<u>13,001</u>	<u>32,462</u>	<u>1,640</u>	<u>43,081</u>	<u>1,231</u>	<u>881,020</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(6,742)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	46,036
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,294</u>

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - FOOD SERVICE - 21000

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ 90,000	\$ 90,000	\$ 105,669	\$ 15,669
State Aid	-	-	-	-
Local Revenue	24,900	24,900	23,366	(1,534)
Income from Investments	40	40	8	(32)
TOTAL REVENUE	114,940	114,940	\$ 129,043	\$ 14,103
BUDGETED CASH BALANCE	15,209	19,670		
TOTAL REVENUE & CASH	\$ 130,149	\$ 134,610		
EXPENDITURES				
Current				
Food Service	130,149	134,610	130,550	4,060
TOTAL EXPENDITURES	\$ 130,149	\$ 134,610	\$ 130,550	\$ 4,060

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 129,043
Differences budget to GAAP	
Commodities received	7,662
Total Revenues (GAAP Basis)	\$ 136,705

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 130,550
Differences-budget to GAAP	
Commodities used	7,662
Change in Inventories	335
Total Expenditures (GAAP Basis)	\$ 138,547

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - ATHLETICS - 22000

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue				
Fees from activities	\$ 18,000	\$ 18,000	\$ 16,621	\$ (1,379)
Investment income	100	100	23	(77)
TOTAL REVENUE	<u>18,100</u>	<u>18,100</u>	<u>\$ 16,644</u>	<u>\$ (1,456)</u>
BUDGETED CASH BALANCE	<u>21,790</u>	<u>20,468</u>		
TOTAL REVENUE & CASH	<u>\$ 39,890</u>	<u>\$ 38,568</u>		
EXPENDITURES				
Current				
Instruction	\$ 39,890	\$ 38,568	\$ 21,543	\$ 17,025
TOTAL EXPENDITURES	<u>\$ 39,890</u>	<u>\$ 38,568</u>	<u>\$ 21,543</u>	<u>\$ 17,025</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 16,644
Differences budget to GAAP	
Prior Year deferral	-
Current Year deferral	-
Total Revenues (GAAP Basis)	<u>\$ 16,644</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 21,543
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 21,543</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TITLE I - 24101

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 126,725	\$ 132,136	\$ 114,212	\$ (17,924)
TOTAL REVENUE	126,725	132,136	114,212	(17,924)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 126,725	\$ 132,136		
EXPENDITURES				
Current				
Instruction	\$ 122,680	\$ 128,091	\$ 109,841	\$ 18,250
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	4,045	4,045	3,976	69
Operation & Maintenance of plant	-	-	-	-
TOTAL EXPENDITURES	\$ 126,725	\$ 132,136	\$ 113,817	\$ 18,319

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 114,212
Differences budget to GAAP	
Prior Year Receivable	(9,426)
Current Year Receivable	9,031
Total Revenues (GAAP Basis)	\$ 113,817

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 113,817
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 113,817

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - IDEA - ENTITLEMENT - 24106

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 76,535	\$ 119,142	\$ 76,871	\$ (42,271)
TOTAL REVENUE	76,535	119,142	76,871	(42,271)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 76,535	\$ 119,142		
EXPENDITURES				
Current				
Instruction	\$ 76,535	\$ 76,535	\$ 74,428	\$ 2,107
Support Services				
Students	-	3,400	1,676	1,724
Instruction	-	-	-	-
School Administration	-	39,207	-	39,207
Central Services	-	-	-	-
TOTAL EXPENDITURES	\$ 76,535	\$ 119,142	\$ 76,104	\$ 43,038

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 76,871
Differences budget to GAAP	
Prior Year deferral	(6,223)
Current Year Receivable	5,456
Total Revenues (GAAP Basis)	\$ 76,104

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 76,104
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 76,104

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - IDEA - PRESCHOOL - 24109

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 12,664	\$ 10,480	\$ (2,184)
TOTAL REVENUE	-	12,664	10,480	(2,184)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 12,664		
EXPENDITURES				
Current				
General Administration	\$ -	\$ 12,664	\$ 8,847	\$ 3,817
TOTAL EXPENDITURES	\$ -	\$ 12,664	\$ 8,847	\$ 3,817

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 10,480
Differences budget to GAAP	
Prior Year deferral	(4,466)
Current Year Receivable	2,833
Total Revenues (GAAP Basis)	<u>\$ 8,847</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 8,847
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 8,847</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TITLE III - 24153

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 10,290	\$ 915	\$ (9,375)
TOTAL REVENUE	-	10,290	915	(9,375)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 10,290		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 8,700	\$ -	\$ 8,700
Support Services				
Students		1,590	1,436	154
TOTAL EXPENDITURES	\$ -	\$ 10,290	\$ 1,436	\$ -

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

Sources/inflows of Resources

Actual amounts (budgetary basis)	\$ 915
Differences budget to GAAP	
Prior Year receivable	(670)
Current Year receivable	1,191
Total Revenues (GAAP Basis)	\$ 1,436

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 1,436
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 1,436

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TEACHER/PRINCIPAL TRAINING - 24154

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ 26,212	\$ 46,134	\$ 33,207	\$ (12,927)
TOTAL REVENUE	26,212	46,134	<u>33,207</u>	<u>(12,927)</u>
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	<u>\$ 26,212</u>	<u>\$ 46,134</u>		
EXPENDITURES				
Current				
Instruction	\$ 26,212	\$ 35,088	\$ 32,380	\$ 2,708
Support Services - Students	-	-	-	-
Support Services - General Administration	-	10,272	450	9,822
Support Services - School Administration	-	774	768	6
TOTAL EXPENDITURES	<u>\$ 26,212</u>	<u>\$ 46,134</u>	<u>\$ 33,598</u>	<u>\$ 12,536</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 33,207
Differences budget to GAAP	
Prior Year receivable	(4,397)
Current Year receivable	4,788
Total Revenues (GAAP Basis)	<u>\$ 33,598</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 33,598
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 33,598</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TITLE IV - 24157

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ 1,775	\$ 1,775	\$ -	\$ (1,775)
TOTAL REVENUE	<u>1,775</u>	<u>1,775</u>	<u>\$ -</u>	<u>\$ (1,775)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 1,775</u>	<u>\$ 1,775</u>		
EXPENDITURES				
Current				
Support services				
General Administration	\$ 1,775	\$ 1,775	\$ -	\$ 1,775
TOTAL EXPENDITURES	<u>\$ 1,775</u>	<u>\$ 1,775</u>	<u>\$ -</u>	<u>\$ 1,775</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	-
Prior Year deferral	-
Current Year receivable	-
Total Revenues (GAAP Basis)	<u>\$ -</u>

Uses/Outflows of Resources

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

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TITLE I FEDERAL STIMULUS - 24201

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 41,110	\$ 46,529	\$ 42,040	\$ (4,489)
TOTAL REVENUE	41,110	46,529	42,040	(4,489)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 41,110	\$ 46,529		
EXPENDITURES				
Current				
Instruction	\$ 38,455	\$ 40,374	\$ 19,126	\$ 21,248
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	2,655	6,155	3,112	3,043
Operation & Maintenance of plant	-	-	-	-
TOTAL EXPENDITURES	\$ 41,110	\$ 46,529	\$ 22,238	\$ 24,291

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 42,040
Differences budget to GAAP	
Prior Year Receivable	(35,263)
Current Year Deferral	15,461
Total Revenues (GAAP Basis)	\$ 22,238

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 22,238
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 22,238

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - IDEA - ENTITLEMENT FEDERAL STIMULUS - 24206

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 53,213	\$ 13,672	\$ (39,541)
TOTAL REVENUE	-	53,213	13,672	(39,541)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 53,213		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	-	15,465	15,347	118
Instruction	-	-	-	-
General Administration	-	37,748	10,127	27,621
Central Services	-	-	-	-
TOTAL EXPENDITURES	\$ -	\$ 53,213	\$ 25,474	\$ 27,739

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 13,672
Differences budget to GAAP	
Prior Year deferral	-
Current Year Receivable	11,802
Total Revenues (GAAP Basis)	\$ 25,474

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 25,474
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 25,474

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - IDEA - PRESCHOOL FEDERAL STIMULUS- 24209

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 1,993	\$ -	\$ (1,993)
TOTAL REVENUE	-	1,993	-	(1,993)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 1,993		
EXPENDITURES				
Current				
General Administration	\$ -	\$ 1,993	\$ -	\$ 1,993
TOTAL EXPENDITURES	\$ -	\$ 1,993	\$ -	\$ 1,993

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	-
Prior Year deferral	-
Current Year Receivable	-
Total Revenues (GAAP Basis)	\$ -

Uses/Outflows of Resources

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

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TITLE XIX MEDICAID 3 1/2 -25153

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE, Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 15,724	\$ 15,724	\$ -	\$ (15,724)
TOTAL REVENUE	15,724	15,724	-	(15,724)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 15,724	\$ 15,724		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	15,724	15,724	6,828	8,896
TOTAL EXPENDITURES	\$ 15,724	\$ 15,724	\$ 6,828	\$ 8,896

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	
Prior Year deferral	-
Current Year receivable	6,828
Total Revenues (GAAP Basis)	\$ 6,828

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 6,828
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 6,828

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - RURAL EDUCATION ACHIEVEMENT PROGRAM - 25233

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 24,782	\$ 13,488	\$ (11,294)
TOTAL REVENUE	-	24,782	13,488	(11,294)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 24,782		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 17,453	\$ 13,513	\$ 3,940
Support Services				
General Administration	-	3,138	1,199	1,939
School Administration	-	2,338	1,198	1,140
Central Services	-	1,853	899	954
TOTAL EXPENDITURES	\$ -	\$ 24,782	\$ 16,809	\$ 7,973

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 13,488
Differences budget to GAAP	
Prior Year Receivable	(6,744)
Current Year Receivable	10,065
Total Revenues (GAAP Basis)	\$ 16,809

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 16,809
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 16,809

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - STATE EQUALIZATION GUARANTEE FEDERAL STIMULUS - 25250

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 249,121	\$ 319,350	\$ 313,662	\$ (5,688)
TOTAL REVENUE	249,121	319,350	313,662	(5,688)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 249,121	\$ 319,350		
EXPENDITURES				
Current				
Instruction	\$ 121,980	\$ 192,167	\$ 189,106	\$ 3,061
Support Services				
Students	117,266	117,308	113,871	3,437
General Administration	4,000	4,000	3,993	7
Operation & Maintenance of Plant	5,875	5,875	5,827	48
TOTAL EXPENDITURES	\$ 249,121	\$ 319,350	\$ 312,797	\$ 6,553

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 313,662
Differences budget to GAAP	
Prior Year Receivable	-
Current Year Deferral	(865)
Total Revenues (GAAP Basis)	\$ 312,797

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 312,797
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 312,797

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - 2009 DUAL CREDIT - 27103

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Revenue	\$ -	\$ 20,000	\$ 9,835	\$ (10,165)
TOTAL REVENUE	-	20,000	9,835	(10,165)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 20,000		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 20,000	\$ 5,478	\$ 14,522
TOTAL EXPENDITURES	\$ -	\$ 20,000	\$ 5,478	\$ 14,522

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 9,835
Differences budget to GAAP	
Prior Year deferral	-
Current Year deferral	(4,357)
Total Revenues (GAAP Basis)	\$ 5,478

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 5,478
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 5,478

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - 2008 G.O. BOND STUDENT LIBRARY FUND - 27105

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 9,595	\$ -	\$ (9,595)
TOTAL REVENUE	-	9,595	-	(9,595)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 9,595		
EXPENDITURES				
Current				
Support Services				
Instruction	\$ -	\$ 9,595	\$ 3,438	\$ 6,157
TOTAL EXPENDITURES	\$ -	\$ 9,595	\$ 3,438	\$ 6,157

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	
Prior Year Receivable	-
Current Year Receivable	3,438
Total Revenues (GAAP Basis)	<u>\$ 3,438</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 3,438
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 3,438</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - TECHNOLOGY FOR EDUCATION - 27117

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 2,651	\$ 2,724	\$ 73
TOTAL REVENUE	<u>-</u>	<u>2,651</u>	<u>\$ 2,724</u>	<u>\$ 73</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 2,651</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 2,651	\$ 2,651	\$ -
Support Services				
General Administration	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 2,651</u>	<u>\$ 2,651</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 2,724
Differences budget to GAAP	
Prior Year deferral	4
Current Year deferral	(77)
Total Revenues (GAAP Basis)	<u>\$ 2,651</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 2,651
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 2,651</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - INCENTIVES FOR SCHOOL IMPROVEMENT - 27138

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 13,001	\$ -	\$ (13,001)
TOTAL REVENUE	<u>-</u>	<u>13,001</u>	<u>\$ -</u>	<u>\$ (13,001)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 13,001</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 13,001	\$ 13,001	\$ -
Supprt Services				
Instruction	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 13,001</u>	<u>\$ 13,001</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	
Prior Year deferral	13,001
Current Year Deferral	-
Total Revenues (GAAP Basis)	<u>\$ 13,001</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 13,001
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 13,001</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - STATE PREK - 27149

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 36,439	\$ 51,695	\$ 15,256
TOTAL REVENUE	<u>-</u>	<u>36,439</u>	<u>\$ 51,695</u>	<u>\$ 15,256</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 36,439</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 36,439	\$ 32,462	\$ 3,977
Supprt Services				
Instruction	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 36,439</u>	<u>\$ 32,462</u>	<u>\$ 3,977</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 51,695
Differences budget to GAAP	
Prior Year Receivable	(19,502)
Current Year Receivable	269
Total Revenues (GAAP Basis)	<u>\$ 32,462</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 32,462
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 32,462</u>

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

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
 AND ACTUAL - SPECIAL REVENUE FUND - LIBRARY SB301 BONDS - 27170

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 1,640	\$ 6,778	\$ 5,138
TOTAL REVENUE	-	1,640	<u>6,778</u>	<u>5,138</u>
 BUDGETED CASH BALANCE	-	-		
 TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 1,640</u>		
 EXPENDITURES				
Current				
Support Services				
Instruction	\$ -	\$ 1,640	\$ 1,640	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 1,640</u>	<u>\$ 1,640</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 6,778
Differences budget to GAAP	
Prior Year Receivable	(6,778)
Current Year Receivable	1,640
Total Revenues (GAAP Basis)	<u>\$ 1,640</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 1,640
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,640</u>

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - STATE DIRECTED ACTIVITIES - 27200

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 43,322	\$ 43,322	\$ -
TOTAL REVENUE	-	43,322	43,322	-
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 43,322		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	-	-	-	-
Central Services	-	43,322	43,081	241
TOTAL EXPENDITURES	\$ -	\$ 43,322	\$ 43,081	\$ 241

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 43,322
Differences budget to GAAP	
Prior Year receivable	-
Current Year deferral	(241)
Total Revenues (GAAP Basis)	\$ 43,081

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 43,081
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 43,081

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

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

STATEMENT OF REVENUE & EXPENDITURES - BUDGET (NON-GAAP)
AND ACTUAL - SPECIAL REVENUE FUND - LIBRARY BOOK FUND - 27549

Year Ended June 30, 2010

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 1,231	\$ -	\$ (1,231)
TOTAL REVENUE	<u>-</u>	<u>1,231</u>	<u>\$ -</u>	<u>\$ (1,231)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 1,231</u>		
EXPENDITURES				
Current				
Support Services				
Instruction	\$ -	\$ 1,231	\$ 1,231	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 1,231</u>	<u>\$ 1,231</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ -
Differences budget to GAAP	
Prior Year Deferra;	1,231
Current Year Deferral	-
Total Revenues (GAAP Basis)	<u>\$ 1,231</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 1,231
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,231</u>

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

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 FIDUCIARY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
 For the year ended June 30, 2010

	Balance June 30, 2009	Receipts	Disbursements	Balance June 30, 2010
<u>ASSETS</u>				
Elementary	\$ 32,385	\$ 35,477	\$ 38,786	\$ 29,076
Junior & Senior High School	32,021	70,132	66,351	35,802
Other Activity	159,139	24,583	32,460	151,262
Pooled Cash and Investments	<u>\$ 223,545</u>	<u>\$ 130,192</u>	<u>\$ 137,597</u>	<u>\$ 216,140</u>
 <u>LIABILITIES</u>				
Deposits held for others	<u>\$ 223,545</u>	<u>\$ 130,192</u>	<u>\$ 137,597</u>	<u>\$ 216,140</u>

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 CASH RECONCILIATION
 June 30, 2010

	Beginning Cash	Adjustments to the report	Receipts	Distributions
JalPublic Schools				
Operational Account	\$ 766,696	\$ -	\$ 3,350,479	\$ (3,392,624)
Transportation	4,095	-	167,838	(166,641)
Instructional Materials	12,991	-	19,032	(27,896)
Food Services	19,670	-	129,144	(130,650)
Athletics	20,468	-	16,644	(21,544)
FederalFlowthrough	-	(66,107)	291,337	(281,515)
Federal Direct	-	(6,744)	327,150	(336,435)
Local Grants Fund	-	-	-	-
State Flowthrough	14,236	(26,324)	114,355	(102,982)
Local /State Fund	-	-	-	-
Special Capital Outlay - State	-	(22,212)	22,212	-
Capital Improvement SB-9	987,384	-	475,268	(584,719)
PSCO 20%	-	-	-	-
Student Activities	223,545	-	129,742	(137,147)
	<u>\$ 2,049,085</u>	<u>\$ (121,387)</u>	<u>\$ 5,043,201</u>	<u>\$ (5,182,153)</u>
Total Jal Public Schools				

Account Name	Account Type	Bank Name	Bank Amount
Jal Public Schools			
Operational	Checking	Wells Fargo	\$ 548,924
Payroll Clearing	Checking	Wells Fargo	387,984
All Funds	Savings	State Treasurer	1,414,078
Total Jal PublicSchools			<u>\$ 2,350,986</u>

Reconciling Items	562,240
Report Balance	<u>\$ 1,788,746</u>

Other	Net Cash end of Period
\$ (78,569)	\$ 645,982
-	5,292
-	4,127
-	18,164
-	15,568
56,286	1
16,893	864
-	-
5,390	4,675
-	-
-	-
-	877,933
-	-
-	216,140
<u>\$ -</u>	<u>\$ 1,788,746</u>

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2010

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>Child Nutrition - Cluster:</u>			
<u>U.S. Department of Agriculture:</u>			
Pass-Through Program From:			
New Mexico Public Education Department:			
USDA National School Lunch Program	10.555	21000	\$ 105,669
Pass-Through Program From:			
New Mexico Human Service Department:			
USDA Commodities Program	10.550	21000	7,662
Total U.S. Department of Agriculture			<u>113,331</u>
 <u>U.S. Department of Education:</u>			
Pass-Through Programs From:			
New Mexico Public Education Department:			
Title I	84.010	24101	113,817
Title I, Migrant	84.011	24103	-
IDEA-B Entitlement	84.027	24106	76,104
IDEA-B Preschool	84.173	24109	8,847
Title III	84.027	24153	1,436
Title II Teacher Principal Training	84.367	24154	33,598
Title I Federal Stimulus	84.389	24201	22,238
Entitlement Federal Stimulus	84.392	24206	25,474
Title XIX Medicaid 3/21	93.778	25153	6,828
REAP	84.358	25233	16,809
SEG Federal Stimulus	84.394	25250	312,797
State Directed Activities	84.391	27200	43,081
Total Pass Through Grants			<u>661,029</u>
Total Federal Awards Expenditures			<u>\$ 774,360</u>

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

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

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
P.O. Box 425
Melrose, NM 88124

(575) 253-4554
Fax: (575) 253-4727

**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, State Auditor
Jal Public School and
Board of Education
Jal, New Mexico

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Jal Public School as of and for the year ended June 30, 2010, and have issued our report thereon dated October 29, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Jal Public School'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 agency's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the agency's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented, or detected and corrected by the agency's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jal Public School 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. We noted one certain 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 finding and responses as 10-01.

The agency's responses to the findings identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the agency's response and accordingly, we express no opinion on it.

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

A handwritten signature in black ink that reads "Ronny Fouts, CPA". The signature is written in a cursive style.

Ronny Fouts, CPA
Melrose, New Mexico
October 29, 2010

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
P.O. Box 425
Melrose, NM 88124

(575) 253-4554
Fax: (575) 253-4727

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

Independent Auditor's Report

Hector Balderas, State Auditor
Jal Public School and
Board of Education
Jal, New Mexico

Compliance

We have audited the compliance of Jal Public School, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. Jal Public School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Jal Public School's management. Our responsibility is to express an opinion on Jal Public School's compliance based on our audit.

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

In our opinion, Jal Public School complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of Jal Public School is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Jal Public School's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 Jal Public School's internal control over compliance.

A deficiency in internal control over compliance 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, 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 Board of Education, Audit Committee, Management, the New Mexico State Legislature, Public Education Department, the Office of the New Mexico State Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Ronny Fouts, CPA". The signature is written in a cursive, flowing style.

Ronny Fouts, CPA
Melrose, New Mexico
October 29, 2010

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2010

I. SUMMARY OF AUDITORS RESULTS:

Report on Financial Statements	Unqualified
Significant Deficiencies on GAGAS	None
Material Weakness involving Significant Deficiencies	None
Material Noncompliance	None
Questioned Cost	None
Type A & Type B dollar threshold	\$300,000
Entity Risk	Low Risk
Major Federal Program	SEG Federal Stimulus CFDA#84.394 Child Nutrition Cluster CFDA#10.555 & 10.550
Significant Deficiencies on Internal Control over Major Programs	None
Report on Compliance with Major Programs	Unqualified

II. FEDERAL PROGRAM FINDINGS:

None

III. SUMMARY OF PRIOR AUDIT FINDINGS

None

IV. CURRENT FINDINGS

None

Late Audit Report 10-01

Condition

The audit report was filed by the due date of November 15, 2009, but because of changes required in the report the SAO office deemed the report to not be timely filed.

Criteria

According to the New Mexico State Auditor Rule 2.2.2.9 the audit report due date for this agency is November 15.

Cause

The report was timely filed by November 15, however, changes required by the Office of the State Auditor's office which were made after the due date of November 15, has deemed the report to be late.

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2010

Effect

The users of the financial statements such as legislators, creditors, bondholders, state and federal grantors, etc., do not have timely audit reports and financial statements for their review. Late audit report could have an effect on state and federal funding.

Recommendation

The association and auditor will be more diligent to file the audit in the future.

Response

The audit will be filed timely in the future.

STATE OF NEW MEXICO
Jal Public Schools
Exit Conference
For the Year Ended June 30, 2010

EXIT CONFERENCE

An exit conference was held on October 29, 2010 to discuss the results of the audit and the contents of the report.

Present were Ronny Fouts, CPA, Laurie Thomas, Business Manager, Jackie Ford, Board Secretary, and Vickie Kelton, Past Business Manager.

Ronny Fouts, CPA
Melrose, New Mexico
October 29, 2010