

**STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS**

Audit Report

For the Year Ended June 30, 2011

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
Melrose, New Mexico

STATE OF NEW MEXICO
Jal Public Schools

Official Roster
For the year ended June 30, 2011

BOARD OF EDUCATION

Larry CritesPresident
Johnny Mack Owen Vice-President
Jackie Ford Secretary
Jimmy M. Samaneigo, JR Member
Bobby Kimball Member

SCHOOL OFFICIALS

Israel H. Carrera Superintendent
Laurie Thomas Business Manager

STATE OF NEW MEXICO
Jal Public Schools

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

(575) 253-4554
Fax: (575) 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, and the budgetary comparisons for the general fund of the Jal Public Schools, as of and for the year ended June 30, 2011, which collectively comprise the Jal Public Schools' basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Jal Public Schools' nonmajor governmental funds, and the budgetary comparisons for all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the 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, 2011, and the respective changes in financial position and the budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the School as of June 30, 2011 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 21, 2011, 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, 2011, 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 basic financial statements and the combining and individual fund financial statements, and budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by 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 21, 2011

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 STATEMENT OF NET ASSETS

June 30, 2011

ASSETS	<u>Governmental Activities</u>
Cash and Cash Equivalents	\$ 1,546,122
Taxes Receivable	43,116
Due from other Governments	245,807
Inventories	6,338
Non-current Capital Assets - Net	<u>5,535,479</u>
TOTAL ASSETS	<u><u>\$ 7,376,862</u></u>
 LIABILITIES	
Current:	
Accounts Payable	\$ -
Deferred Revenue	<u>4,402</u>
Total Liabilities	<u>4,402</u>
 NET ASSETS	
Invested in capital assets	5,535,479
Restricted	1,158,059
Unrestricted	<u>678,922</u>
TOTAL NET ASSETS	<u><u>\$ 7,372,460</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, 2011

Functions/Programs	Program Revenues			Net (Expenses) Revenue & Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Primary Government: Governmental activities:					
Instruction	\$ 2,576,415	\$ -	\$ 312,784	\$ -	\$ (2,263,631)
Support Services					
Students	168,967	17,470	59,167	-	(92,330)
Instruction	7,362	-	3,710	-	(3,652)
General Administration	205,576	-	13,931	-	(191,645)
School Administration	254,958	-	6,585	-	(248,373)
Central Services	182,091	-	63,622	-	(118,469)
Operation & Maintenance of Plant	1,195,704	-	-	-	(1,195,704)
Student Transportation	173,544	-	-	-	(173,544)
Food service	198,769	21,087	110,641	-	(67,041)
Community Services	7,133	-	-	-	(7,133)
Total Governmental Activities	\$ 4,970,519	\$ 38,557	\$ 570,440	\$ -	(4,361,522)

General Revenues

Property taxes:

Levied for general purposes	121,207
Levied for capital projects	485,981

State aid not restricted	3,521,494
Unrestricted investment earnings	2,822
Refunds/reimbursements	15,824
Other Local Revenues	27,826
Rounding	-
Total general revenues	<u>4,175,154</u>

Change in net assets	(186,368)
Net assets beginning	<u>7,558,828</u>
Net Assets- ending	<u>\$ 7,372,460</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, 2011

	GENERAL FUND	SB-9 CAPITAL IMPROVEMENTS	OTHER GOVERNMENTAL FUNDS
ASSETS			
Cash on Deposit	\$ 430,417	\$ 1,091,577	\$ 24,128
Taxes Receivable	8,613	34,503	-
Due from other Funds	245,807	-	-
Due from other Governments	-	-	245,807
Inventories	-	-	6,338
TOTAL ASSETS	\$ 684,837	\$ 1,126,080	\$ 276,273
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ -	\$ -	\$ -
Due to other Funds	-	-	245,807
Deferred Revenue	-	-	4,402
TOTAL LIABILITIES	-	-	250,209
FUND BALANCE			
Fund Balance			
Nonspendable	-	-	6,338
Restricted	2,299	1,126,080	-
Committed	-	-	12,049
Assigned	3,616	-	7,677
Unassigned	678,922	-	-
TOTAL FUND BALANCE	684,837	1,126,080	26,064
TOTAL LIABILITIES AND FUND BALANCE	\$ 684,837	\$ 1,126,080	\$ 276,273

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

TOTAL
GOVERNMENTAL
FUNDS

\$ 1,546,122
43,116
245,807
245,807
6,338

\$ 2,087,190

\$ -
245,807
4,402

250,209

6,338
1,128,379
12,049
11,293
678,922

1,836,981

\$ 2,087,190

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

June 30, 2011

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

Fund Balance - total governmental funds	\$ 1,836,981
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	<u>5,535,479</u>
Net assets of governmental activities	<u>\$ 7,372,460</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, 2011

	GENERAL FUND	SB-9 CAPITAL IMPROVEMENTS	OTHER GOVERNMENTAL FUNDS
REVENUE			
Federal Aid	\$ -	\$ -	\$ 570,440
State Aid	3,466,657	-	54,837
Property taxes	121,207	485,981	-
Interest	1,134	1,645	43
Refunds/reimbursements	15,824	-	-
Other local sources	13,429	14,398	38,557
TOTAL REVENUES	3,618,251	502,024	663,877
EXPENDITURES			
Current			
Instruction	2,066,628	-	388,642
Support Services			
Students	109,800	-	59,167
Instruction	3,652	-	3,710
General Administration	190,325	1,320	13,931
School Administration	248,373	-	6,585
Central Services	118,469	-	63,622
Operation & Maintenance of Plant	699,459	-	-
Transportation of students	173,544	-	-
Food Service	57,319	-	141,450
Community Services	7,133	-	-
Non-current			
Facilities and construction	-	281,796	-
TOTAL EXPENDITURES	3,674,702	283,116	677,107
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(56,451)	218,908	(13,230)
OTHER FINANCING SOURCES (USES)			
Sale of Bonds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCES	(56,451)	218,908	(13,230)
FUND BALANCE - JUNE 30, 2010	741,288	907,172	39,294
FUND BALANCE - JUNE 30, 2011	\$ 684,837	\$ 1,126,080	\$ 26,064

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

TOTAL
GOVERNMENTAL
FUNDS

\$ 570,440
3,521,494
607,188
2,822
15,824
66,384

4,784,152

2,455,270

168,967
7,362
205,576
254,958
182,091
699,459
173,544
198,769
7,133

281,796

4,634,925

149,227

-

-

149,227

1,687,754

\$ 1,836,981

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, 2011

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

Net change in fund balance - total governmental funds	\$ 149,227
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year.	(335,594)
Rounding	<u>(1)</u>
Change in Net Assets	<u>\$ (186,368)</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 - 11000, 13000, & 14000

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	3,573,182	3,485,184	3,466,657	(18,527)
Property Taxes	145,400	145,400	119,912	(25,488)
Local Revenue	8,000	8,000	13,429	5,429
Contributions, donations	-	-	15,824	15,824
Income from Investments	900	900	1,134	234
TOTAL REVENUE	3,727,482	3,639,484	\$ 3,616,956	\$ (22,528)

BUDGETED CASH BALANCE

	594,609	735,996
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TOTAL REVENUE & CASH

	\$ 4,322,091	\$ 4,375,480
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EXPENDITURES

Current

Instruction	\$ 2,258,251	\$ 2,322,038	\$ 2,066,628	\$ 255,410
Support Services				
Students	146,123	150,148	109,800	40,348
Instruction	5,400	5,400	3,652	1,748
General Administration	248,282	261,782	190,325	71,457
School Administration	306,942	298,639	248,373	50,266
Central Services	147,397	152,904	118,469	34,435
Operation & Maintenance of Plant	966,346	930,424	699,459	230,965
Student Transportation	170,429	179,224	173,544	5,680
Other Support Services	8,642	8,642	-	8,642
Community services	8,840	10,840	7,133	3,707
Food Services	55,439	55,439	57,319	(1,880)
Facilities Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	\$ 4,322,091	\$ 4,375,480	\$ 3,674,702	\$ 700,778

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 3,616,956
Differences budget to GAAP	
Prior Year receivable	(7,318)
Change in deferred taxes	-
Current Year receivable	8,613
Total Revenues (GAAP Basis)	\$ 3,618,251

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 3,674,702
Differences-budget to GAAP	
Prior year payable	-
Current year payable	-
Total Expenditures (GAAP Basis)	\$ 3,674,702

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, 2011

<u>ASSETS</u>	Agency Funds
Pooled Cash and Investments	<u>\$ 201,115</u>
<u>LIABILITIES</u>	
Liabilities:	
Deposits held for others	<u>\$ 201,115</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, 2011

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, 2011

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.

A. 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.

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.

**STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2011**

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
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.

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

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 schools 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, 2011.

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 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, 2011.

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2011

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	\$31,039
Depreciation Expense	<u>(366,633)</u>

Net Adjustment to increase net changes in fund balances-total government funds to arrive at changes in net assets of governmental activities	<u>(\$335,594)</u>
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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:

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.

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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, 2011 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item.

A. Deficit Fund Equity

There were not any deficit fund balances at June 30, 2011.

IV. Detailed Notes on all Funds

A. Cash and Temporary Investments

At June 30, 2011, the carrying amount of the District's deposits was \$333,159 and the bank balance was \$611,335. Of this balance \$611,335 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.

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 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, 2011, the District's investment in the state investment pool was rated AAAM by Standard & Poor's.

New MexiGROW LGIP	AAAM rated	\$1,414,078	36-day WAM
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JUNE 30, 2011

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, 2011, \$0 of the government's bank balance of \$936,908 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	<u>\$ -</u>
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C. Receivables

Due from other governments:

Title I	\$	38,647
Entitlement		32,083
Preschool		4,962
Partnerships in Character Ed		5,008
Early Intervention Service		3,648
Enhancing Educatin Through Technology		624
Title V		92
Title III		10,618
Teacher Principal Training		14,909
Title I Stimulus		12,222
Entitlement Federal Stimulus		9,045
Rural Ed Achievement Program		10,956
Title XIX Medicaid		6,828
Education Job Fund		46,366
2008 GO Bond Student		5,956
Tech for Ed		168

Due from local taxes:

General	\$	8,613
Senate Bill Nine		34,503
Total due from local taxes		<u>43,116</u>
Total Receivables	\$	<u>288,923</u>

D. Capital Assets

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

Land

Total assets not being depreciated	\$529,477	\$	\$	\$529,477
	<u>529,477</u>	0	0	<u>529,477</u>

Capital Assets Being Depreciated:

Buildings & Improvements	21,364,973			21,364,973
Equipment	1,551,546	31,039		1,582,585
Total Assets being Depreciated	<u>22,916,519</u>	<u>31,039</u>	0	<u>22,947,558</u>

Less Accumulated Depreciation for:

Buildings & Improvements	16,513,721	245,488		16,759,209
Equipment & Furniture	1,061,202	121,145		1,182,347
Total Accumulated Depreciation	<u>17,574,923</u>	<u>366,633</u>	0	<u>17,941,556</u>

Total Assets being Depreciated, net	<u>5,341,596</u>	<u>(335,594)</u>		<u>5,006,002</u>
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Capital Assets, Net	<u>\$5,871,073</u>	<u>(\$335,594)</u>		<u>\$5,535,479</u>
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STATE OF NEW MEXICO
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 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2011

The District has no debt related to capital assets.

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

Instruction	121,145
Operation & Maintenance of Plant	245,488
	<u>366,633</u>

V. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in 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, 2011.

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 – Educational Retirement Board

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

Funding Policy – Effective July 1, 2009 through June 30, 2011, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The Jal Public Schools is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less,

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JUNE 30, 2011

and 10.9 of the gross covered salary of employees earning more than \$20,000 annually. Effective July 1, 2011, plan members are required to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The Jal Public Schools is required to contribute 12.4% of their gross covered salary of employees earning more than \$20,000 annually. 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. The Jal Public School's contributions to ERB for the fiscal years ending June 30, 2011, 2010 and 2009, were \$306,138, \$305,201 and \$339,596 respectively, which equal the amount of the required contributions for each fiscal year.

NOTE L: POST EMPLOYEE BENEFITS - STATE RETIREE HEALTH CARE PLAN

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

The 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. During the fiscal year ended June 30, 2011 the statute requires each participating employer to contribute 1.666% of each participating employee's annual

**STATE OF NEW MEXICO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011**

salary; each participating employee is required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contribution rates for employees and employers will rise as follows:

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	1.834%	.917%
FY13	2.000%	1.000%

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

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

Jal Public School's contributions to the RHCA for the years ended June 30, 2011, 2010, and 2009 were \$45,760, \$36,715 and \$37,895 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 - SB-9 CAPITAL IMPROVEMENTS FUND - 31700

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue				
Taxes	\$ 389,701	\$ 582,634	\$ 480,717	\$ (101,917)
Other Local Revenue	21,743	11,054	14,398	3,344
Investment Income	1,500	1,500	1,645	145
TOTAL LOCAL REVENUE	412,944	595,188	496,760	\$ (98,428)
State Revenue				
State flowthrough	-	10,689	-	\$ (10,689)
TOTAL STATE REVENUE	-	10,689	-	\$ (10,689)
TOTAL REVENUE	412,944	605,877	\$ 496,760	\$ (109,117)
BUDGETED CASH BALANCE	946,648	877,933		
TOTAL REVENUE & CASH	\$ 1,359,592	\$ 1,483,810		
EXPENDITURES				
Current				
Support Services				
General Administration	\$ -	\$ 2,000	\$ 1,320	\$ 680
Facilities and construction	1,359,592	1,481,810	281,796	1,200,014
TOTAL EXPENDITURES	\$ 1,359,592	\$ 1,483,810	\$ 283,116	\$ 1,200,694

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 496,760
Differences budget to GAAP	
Prior Year receivable	(29,239)
Current Year receivable	34,503
Total Revenues (GAAP Basis)	\$ 502,024

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 283,116
Differences-budget to GAAP	
Prior year accounts payable	\$ -
Total Expenditures (GAAP Basis)	\$ 283,116

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, 2011

	OPERATIONAL 11000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTAL GENERAL FUND
ASSETS				
Cash on Deposit	\$ 428,905	\$ 2,299	\$ 3,616	\$ 434,820
Taxes Receivable	8,613	-	-	8,613
Due from other Funds	241,404	-	-	241,404
Due from other Governments	-	-	-	-
Inventories	-	-	-	-
TOTAL ASSETS	\$ 678,922	\$ 2,299	\$ 3,616	\$ 684,837
LIABILITIES AND FUND BALANCE				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	-	-	-
FUND BALANCE				
Fund Balance				
Nonspendable	-	-	-	-
Restricted	-	2,299	-	2,299
Committed	-	-	-	-
Assigned	-	-	3,616	3,616
Unassigned	678,922	-	-	678,922
TOTAL FUND BALANCE	678,922	2,299	3,616	684,837
TOTAL LIABILITIES AND FUND BALANCE	\$ 678,922	\$ 2,299	\$ 3,616	\$ 684,837

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, 2011

	OPERATIONAL 11000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTAL GENERAL FUND
REVENUE				
Federal Aid	\$ -	\$ -	\$ -	\$ -
State Aid	3,282,144	168,932	15,581	3,466,657
Property taxes	121,207	-	-	121,207
Interest	1,134	-	-	1,134
Refunds/ reimbursements	15,824	-	-	15,824
Other local sources	13,429	-	-	13,429
TOTAL REVENUES	3,433,738	168,932	15,581	3,618,251
EXPENDITURES				
Current				
Instruction	2,050,536	-	16,092	2,066,628
Support Services				
Students	109,800	-	-	109,800
Instruction	3,652	-	-	3,652
General Administration	190,325	-	-	190,325
School Administration	248,373	-	-	248,373
Central Services	118,469	-	-	118,469
Operation & Maintenance of Plant	699,459	-	-	699,459
Transportation of students	1,619	171,925	-	173,544
Food Service	57,319	-	-	57,319
Community Services	7,133	-	-	7,133
Non-current				
Facilities and construction	-	-	-	-
TOTAL EXPENDITURES	3,486,685	171,925	16,092	3,674,702
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(52,947)	(2,993)	(511)	(56,451)
FUND BALANCE - JUNE 30, 2010	731,869	5,292	4,127	741,288
FUND BALANCE - JUNE 30, 2011	\$ 678,922	\$ 2,299	\$ 3,616	\$ 684,837

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue		\$ -	\$ -	\$ -
State Revenue	3,393,187	3,296,394	3,282,144	(14,250)
Property Taxes	145,400	145,400	119,912	(25,488)
Local Revenue	8,000	8,000	13,429	5,429
Refunds/Reimbursements	-	-	15,824	15,824
Income from Investments	900	900	1,134	234
TOTAL REVENUE	3,547,487	3,450,694	\$ 3,432,443	\$ (18,251)

BUDGETED CASH BALANCE	594,609	731,869
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TOTAL REVENUE & CASH	\$ 4,142,096	\$ 4,182,563
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EXPENDITURES

Current

Instruction	\$ 2,243,685	\$ 2,303,345	\$ 2,050,536	\$ 252,809
Support Services				
Students	146,123	150,148	109,800	40,348
Instruction	5,400	5,400	3,652	1,748
General Administration	248,282	261,782	190,325	71,457
School Administration	306,942	298,639	248,373	50,266
Central Services	147,397	152,904	118,469	34,435
Operation & Maintenance of Plant	966,346	930,424	699,459	230,965
Student Transportation	5,000	5,000	1,619	3,381
Other Support Services	8,642	8,642	-	8,642
Food Services	55,439	55,439	57,319	(1,880)
Community Services	8,840	10,840	7,133	3,707
Facilities Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	\$ 4,142,096	\$ 4,182,563	\$ 3,486,685	\$ 695,878

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 3,432,443
Differences budget to GAAP	
Prior Year receivable	(7,318)
Current Year receivable	8,613
Total Revenues (GAAP Basis)	\$ 3,433,738

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 3,486,685
Differences-budget to GAAP	
Prior year payable	-
Change in inventory	-
Current year payable	-
Total Expenditures (GAAP Basis)	\$ 3,486,685

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ 165,429	\$ 174,224	\$ 168,932	\$ (5,292)
TOTAL REVENUE	165,429	174,224	\$ 168,932	\$ (5,292)

BUDGETED CASH BALANCE

- -

TOTAL REVENUE & CASH

\$ 165,429 \$ 174,224

EXPENDITURES

Current

 Student Transportation

\$ 165,429 \$ 174,224 \$ 171,925 \$ 2,299

 TOTAL EXPENDITURES

\$ 165,429 \$ 174,224 \$ 171,925 \$ 2,299

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)

\$ 168,932

Differences budget to GAAP

Current Year receivable

-

Total Revenues (GAAP Basis)

\$ 168,932

Uses/Outflows of Resources

Actual amounts (budgetary basis)

\$ 171,925

Differences-budget to GAAP

Total Expenditures (GAAP Basis)

\$ 171,925

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ 14,566	\$ 14,566	\$ 15,581	\$ 1,015
TOTAL REVENUE	14,566	14,566	<u>15,581</u>	<u>1,015</u>
BUDGETED CASH BALANCE	-	4,127		
TOTAL REVENUE & CASH	<u>\$ 14,566</u>	<u>\$ 18,693</u>		
EXPENDITURES				
Current				
Instruction	\$ 14,566	\$ 18,693	\$ 16,092	\$ 2,601
Support Services				
Instruction	-	-	-	-
TOTAL EXPENDITURES	<u>\$ 14,566</u>	<u>\$ 18,693</u>	<u>\$ 16,092</u>	<u>\$ 2,601</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 15,581
Differences budget to GAAP	-
Prior Year receivable	-
Current Year receivable	-
Total Revenues (GAAP Basis)	<u>\$ 15,581</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 16,092
Differences-budget to GAAP	-
Total Expenditures (GAAP Basis)	<u>\$ 16,092</u>

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, 2011

	FOOD SERVICE 21000	ATHLETIC 22000	TITLE I 24101	IDEA-B ENTITLEMENT 24106	IDEA-B PRESCHOOL 24109
ASSETS					
Cash on Deposit	\$ 7,677	\$ 12,049	\$ -	\$ -	\$ -
Due from other Governments	-	-	38,467	32,083	4,962
Inventories	6,338	-	-	-	-
TOTAL ASSETS	\$ 14,015	\$ 12,049	\$ 38,467	\$ 32,083	\$ 4,962
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	38,467	32,083	4,962
Deferred Revenue	-	-	-	-	-
TOTAL LIABILITIES	-	-	38,467	32,083	4,962
FUND BALANCE					
Fund Balance					
Nonspendable	6,338	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	12,049	-	-	-
Assigned	7,677	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCE	14,015	12,049	-	-	-
TOTAL LIABILITIES & FUND BALANCE	\$ 14,015	\$ 12,049	\$ 38,467	\$ 32,083	\$ 4,962

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

IDEA-B EARLY INTERVENTION 24112	PARTNERSHIP IN CHARACTER EDUCATION 24129	ENHANCING EDUCATION THROUGH TECHNOLOGY 24133	CLASS SIZE REDUCTION 24137	TITLE V 24150	TITLE III 24153	TEACHER PRINCIPAL TRAINING 24154
\$ -	\$ -	\$ -	\$ 61	\$ -	\$ -	\$ -
3,648	5,008	624	-	92	10,618	14,909
-	-	-	-	-	-	-
<u>\$ 3,648</u>	<u>\$ 5,008</u>	<u>\$ 624</u>	<u>\$ 61</u>	<u>\$ 92</u>	<u>\$ 10,618</u>	<u>\$ 14,909</u>

\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,648	5,008	624	-	92	10,618	14,909
-	-	-	61	-	-	-
<u>3,648</u>	<u>5,008</u>	<u>624</u>	<u>61</u>	<u>92</u>	<u>10,618</u>	<u>14,909</u>

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

<u>\$ 3,648</u>	<u>\$ 5,008</u>	<u>\$ 624</u>	<u>\$ 61</u>	<u>\$ 92</u>	<u>\$ 10,618</u>	<u>\$ 14,909</u>
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STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2011

	TITLE I STIMULUS 24201	ENTITLEMENT STIMULUS 24206	TITLE XIX MEDICAID 3 1/2 25153	RURAL ED ACHIEVEMENT PROGRAM 25233	SEG FEDERAL STIMULUS 25250	EDUCATION JOB FUND 25255
ASSETS						
Cash on Deposit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other Governments	12,222	9,045	6,828	10,956	-	46,366
Inventories	-	-	-	-	-	-
TOTAL ASSETS	\$ 12,222	\$ 9,045	\$ 6,828	\$ 10,956	\$ -	\$ 46,366
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other Funds	12,222	9,045	6,828	10,956	-	46,366
Deferred Revenue	-	-	-	-	-	-
TOTAL LIABILITIES	12,222	9,045	6,828	10,956	-	46,366
FUND BALANCE						
Fund Balance						
Reserved:						
Reserved for inventory	-	-	-	-	-	-
Unreserved:						
Designated for subsequent year expenditures	-	-	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-	-	-
TOTAL LIABILITIES & FUND BALANCE	\$ 12,222	\$ 9,045	\$ 6,828	\$ 10,956	\$ -	\$ 46,366

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

2009 DUAL CREDIT 27103	2008 GO BOND STUDENT 27105	TECHNOLOGY FOR EDUCATION 27117	LIBRARY BONDS 2004 27145	STATE PreK 27149	LIBRARY SB301 BONDS 27170	STATE DIRECTED ACTIVITIES 27200	COMBINED
\$ 4,341		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,067
-	5,956	168	43	3,639	2,832	37,341	245,807
-	-	-	-	-	-	-	6,338
<u>\$ 4,341</u>	<u>\$ 5,956</u>	<u>\$ 168</u>	<u>\$ 43</u>	<u>\$ 3,639</u>	<u>\$ 2,832</u>	<u>\$ 37,341</u>	<u>\$ 276,212</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	5,956	168	43	3,639	2,832	37,341	245,807
4,341	-	-	-	-	-	-	4,341
<u>4,341</u>	<u>5,956</u>	<u>168</u>	<u>43</u>	<u>3,639</u>	<u>2,832</u>	<u>37,341</u>	<u>250,148</u>
-	-	-	-	-	-	-	6,338
-	-	-	-	-	-	-	19,726
-	-	-	-	-	-	-	<u>26,064</u>
<u>\$ 4,341</u>	<u>\$ 5,956</u>	<u>\$ 168</u>	<u>\$ 43</u>	<u>\$ 3,639</u>	<u>\$ 2,832</u>	<u>\$ 37,341</u>	<u>\$ 276,212</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, 2011

	FOOD SERVICE 21000	ATHLETIC 22000	TITLE I 24101	IDEA-B ENTITLEMENT 24106
REVENUES				
Federal Aid	\$ 110,641	\$ -	\$ 95,624	\$ 64,238
State Aid	-	-	-	-
Local revenues	21,087	17,470	-	-
Interest	11	32	-	-
TOTAL REVENUES	131,739	17,502	95,624	64,238
EXPENDITURES				
Current				
Instruction	-	21,021	95,624	64,238
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service	141,450	-	-	-
Facilities Acquisition & Construction	-	-	-	-
TOTAL EXPENDITURES	141,450	21,021	95,624	64,238
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,711)	(3,519)	-	-
FUND BALANCE- JUNE 30, 2010	23,726	15,568	-	-
FUND BALANCE - JUNE 30, 2011	\$ 14,015	\$ 12,049	\$ -	\$ -

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

IDEA -B PRESCHOOL 24109	IDEA-B EARLY INTERVENTION 24112	ENHANCING EDUCATION THROUGH TECHNOLOGY 24133	TITLE V 24150	TITLE III 24153	TEACHER PRINCIPAL TRAINING 24154
\$ 8,908	\$ 8,738	\$ -	\$ -	\$ 10,220	\$ 24,316
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,908	8,738	-	-	10,220	24,316
-	8,738	-	-	8,768	24,316
-	-	-	-	1,452	-
-	-	-	-	-	-
8,908	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,908	8,738	-	-	10,220	24,316
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2011

	TITLE I STIMULUS 24201	ENTITLEMENT FED STIM 24206	RURAL ED ACHIEVEMENT PROGRAM 25233	SEG FEDERAL STIMULUS 25250	EDUCATION JOB FUND 25255
REVENUES					
Federal Aid	\$ 21,646	\$ 24,736	\$ 3,362	\$ 42,327	\$ 96,387
State Aid	-	-	-	-	-
Local revenues	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL REVENUES	21,646	24,736	3,362	42,327	96,387
EXPENDITURES					
Current					
Instruction	15,061	-	3,362	-	96,387
Support Services					
Students	-	15,388	-	42,327	-
Instruction	-	-	-	-	-
General Administration	-	5,023	-	-	-
School Administration	6,585	-	-	-	-
Central Services	-	4,325	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Service	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
TOTAL EXPENDITURES	21,646	24,736	3,362	42,327	96,387
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-	-
FUND BALANCE- JUNE 30, 2010	-	-	-	-	-
FUND BALANCE - JUNE 30, 2011	\$ -	\$ -	\$ -	\$ -	\$ -

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

2009 DUAL CREDIT 27103	2008 GO BOND STUDENT 27105	TECHNOLOGY FOR EDUCATION 27117	STATE PreK 27149	LIBRARY SB301 BONDS 27170	STATE DIRECTED ACTIVITIES 27200	COMBINED
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59,297	\$ 570,440
11,467	2,518	245	39,415	1,192	-	54,837
-	-	-	-	-	-	38,557
-	-	-	-	-	-	43
11,467	2,518	245	39,415	1,192	59,297	663,877
11,467	-	245	39,415	-	-	388,642
-	-	-	-	-	-	59,167
-	2,518	-	-	1,192	-	3,710
-	-	-	-	-	-	13,931
-	-	-	-	-	-	6,585
-	-	-	-	-	59,297	63,622
-	-	-	-	-	-	-
-	-	-	-	-	-	141,450
-	-	-	-	-	-	-
11,467	2,518	245	39,415	1,192	59,297	677,107
-	-	-	-	-	-	-
-	-	-	-	-	-	(13,230)
-	-	-	-	-	-	-
-	-	-	-	-	-	39,294
-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,064

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ 98,000	\$ 98,000	\$ 105,409	\$ 7,409
State Aid	-	-	-	-
Local Revenue	24,100	24,100	21,087	(3,013)
Income from Investments	15	15	11	(4)
TOTAL REVENUE	122,115	122,115	\$ 126,507	\$ 4,392
BUDGETED CASH BALANCE	16,843	18,164		
TOTAL REVENUE & CASH	\$ 138,958	\$ 140,279		
EXPENDITURES				
Current				
Food Service	138,958	140,279	136,993	3,286
TOTAL EXPENDITURES	\$ 138,958	\$ 140,279	\$ 136,993	\$ 3,286

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 126,507
Differences budget to GAAP	
Commodities received	5,232
Total Revenues (GAAP Basis)	\$ 131,739

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 136,993
Differences-budget to GAAP	
Commodities used	5,232
Change in Inventories	(775)
Total Expenditures (GAAP Basis)	\$ 141,450

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue				
Fees from activities	\$ 16,500	\$ 16,500	\$ 17,470	\$ 970
Investment income	25	25	32	7
TOTAL REVENUE	16,525	16,525	\$ 17,502	\$ 977
BUDGETED CASH BALANCE	10,576	15,568		
TOTAL REVENUE & CASH	\$ 27,101	\$ 32,093		
EXPENDITURES				
Current				
Instruction	\$ 27,101	\$ 32,093	\$ 21,021	\$ 11,072
TOTAL EXPENDITURES	\$ 27,101	\$ 32,093	\$ 21,021	\$ 11,072

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 17,502
Differences budget to GAAP	
Prior Year deferral	-
Current Year deferral	-
Total Revenues (GAAP Basis)	\$ 17,502

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 21,021
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 21,021

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 125,253	\$ 143,574	\$ 66,188	\$ (77,386)
TOTAL REVENUE	125,253	143,574	66,188	(77,386)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 125,253	\$ 143,574		
EXPENDITURES				
Current				
Instruction	\$ 125,253	\$ 142,974	\$ 95,624	\$ 47,350
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	-	600	-	600
Operation & Maintenance of plant	-	-	-	-
TOTAL EXPENDITURES	\$ 125,253	\$ 143,574	\$ 95,624	\$ 47,950

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 66,188
Differences budget to GAAP	
Prior Year Receivable	(9,031)
Current Year Receivable	38,467
Total Revenues (GAAP Basis)	\$ 95,624

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 95,624
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 95,624

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 164,182	\$ 37,611	\$ (126,571)
TOTAL REVENUE	-	164,182	37,611	(126,571)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 164,182		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 72,883	\$ 64,238	\$ 8,645
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	-	91,299	-	91,299
Central Services	-	-	-	-
TOTAL EXPENDITURES	\$ -	\$ 164,182	\$ 64,238	\$ 99,944

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 37,611
Differences budget to GAAP	
Prior Year deferral	(5,456)
Current Year Receivable	32,083
Total Revenues (GAAP Basis)	\$ 64,238

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 64,238
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 64,238

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 - PRESCHOOL - 24109

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 17,634	\$ 6,779	\$ (10,855)
TOTAL REVENUE	-	17,634	6,779	(10,855)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 17,634		
EXPENDITURES				
Current				
General Administration	\$ -	\$ 17,634	\$ 8,908	\$ 8,726
TOTAL EXPENDITURES	\$ -	\$ 17,634	\$ 8,908	\$ 8,726

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 6,779
Differences budget to GAAP	
Prior Year deferral	(2,833)
Current Year Receivable	4,962
Total Revenues (GAAP Basis)	\$ 8,908

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 8,908
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 8,908

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-B EARLY INTERVENTION - 24112

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 8,651	\$ 5,090	\$ (3,561)
TOTAL REVENUE	-	8,651	<u>5,090</u>	<u>(3,561)</u>
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 8,651</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 8,651	\$ 8,738	\$ (87)
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 8,651</u>	<u>\$ 8,738</u>	<u>\$ (87)</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 5,090
Differences budget to GAAP	
Prior Year deferral	-
Current Year Receivable	3,648
Total Revenues (GAAP Basis)	<u>\$ 8,738</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 8,738
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 8,738</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 - IDEA-B RISK POOL - 24120

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 874	\$ -	\$ (874)
TOTAL REVENUE	-	874	-	(874)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 874		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 874	\$ -	\$ 874
TOTAL EXPENDITURES	\$ -	\$ 874	\$ -	\$ 874

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 III - 24153

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 1,590	\$ 792	\$ (798)
TOTAL REVENUE	-	1,590	792	(798)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 1,590		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ 8,768	\$ (8,768)
Support Services				
Students		1,590	1,452	138
TOTAL EXPENDITURES	\$ -	\$ 1,590	\$ 10,220	\$ (8,630)

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 792
Differences budget to GAAP	
Prior Year receivable	(1,190)
Current Year receivable	10,618
Total Revenues (GAAP Basis)	\$ 10,220

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 10,220
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 10,220

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ -	\$ 47,498	\$ 14,195	\$ (33,303)
TOTAL REVENUE	<u>-</u>	<u>47,498</u>	<u>\$ 14,195</u>	<u>\$ (33,303)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 47,498</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 25,231	\$ 24,316	\$ 915
Support Services - Students	-	-	-	-
Support Services - General Administration	-	22,267	-	22,267
Support Services - School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 47,498</u>	<u>\$ 24,316</u>	<u>\$ 23,182</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 14,195
Differences budget to GAAP	
Prior Year receivable	(4,788)
Current Year receivable	14,909
Total Revenues (GAAP Basis)	<u>\$ 24,316</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 24,316
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 24,316</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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 24,458	\$ 24,875	\$ 24,885	\$ 10
TOTAL REVENUE	24,458	24,875	24,885	10
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 24,458	\$ 24,875		
EXPENDITURES				
Current				
Instruction	\$ 17,758	\$ 18,175	\$ 15,061	\$ 3,114
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	6,700	6,700	6,585	115
Operation & Maintenance of plant	-	-	-	-
TOTAL EXPENDITURES	\$ 24,458	\$ 24,875	\$ 21,646	\$ 3,229

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 24,885
Differences budget to GAAP	
Prior Year Receivable	(15,461)
Current Year Receivable	12,222
Total Revenues (GAAP Basis)	\$ 21,646

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 21,646
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 21,646

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 57,400	\$ 27,493	\$ (29,907)
TOTAL REVENUE	-	57,400	27,493	(29,907)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 57,400		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	-	17,742	15,388	2,354
Instruction	-	-	-	-
General Administration	-	32,063	5,023	27,040
Central Services	-	7,595	4,325	3,270
TOTAL EXPENDITURES	\$ -	\$ 57,400	\$ 24,736	\$ 32,664

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 27,493
Differences budget to GAAP	
Prior Year deferral	(11,802)
Current Year Receivable	9,045
Total Revenues (GAAP Basis)	\$ 24,736

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 24,736
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 24,736

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 2,322	\$ -	\$ (2,322)
TOTAL REVENUE	<u>-</u>	<u>2,322</u>	<u>\$ -</u>	<u>\$ (2,322)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 2,322</u>		
EXPENDITURES				
Current				
General Administration	\$ -	\$ 2,322	\$ -	\$ 2,322
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 2,322</u>	<u>\$ -</u>	<u>\$ 2,322</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 - IDEA-B EARLY INTERVENTION FEDERAL STIMULUS - 24212

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 11,592	\$ -	\$ (11,592)
TOTAL REVENUE	<u>-</u>	<u>11,592</u>	<u>\$ -</u>	<u>\$ (11,592)</u>
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 11,592</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 11,592	\$ -	\$ 11,592
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 11,592</u>	<u>\$ -</u>	<u>\$ 11,592</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 XIX MEDICAID 3 1/2 -25153

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 6,000	\$ 6,000	\$ -	\$ (6,000)
TOTAL REVENUE	<u>6,000</u>	<u>6,000</u>	<u>\$ -</u>	<u>\$ (6,000)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 6,000</u>	<u>\$ 6,000</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	6,000	6,000	-	6,000
TOTAL EXPENDITURES	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ 6,000</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 - RURAL EDUCATION ACHIEVEMENT PROGRAM - 25233

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 31,523	\$ 2,471	\$ (29,052)
TOTAL REVENUE	<u>-</u>	<u>31,523</u>	<u>\$ 2,471</u>	<u>\$ (29,052)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 31,523</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 31,523	\$ 3,362	\$ 28,161
Support Services				
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 31,523</u>	<u>\$ 3,362</u>	<u>\$ 28,161</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 2,471
Differences budget to GAAP	
Prior Year Receivable	(10,065)
Current Year Receivable	10,956
Total Revenues (GAAP Basis)	<u>\$ 3,362</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 3,362
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 3,362</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 EQUALIZATION GUARANTEE FEDERAL STIMULUS - 25250

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ 35,632	\$ 42,327	\$ 41,462	\$ (865)
TOTAL REVENUE	35,632	42,327	41,462	(865)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ 35,632	\$ 42,327		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	35,632	42,327	42,327	-
General Administration	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
TOTAL EXPENDITURES	\$ 35,632	\$ 42,327	\$ 42,327	\$ -

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 41,462
Differences budget to GAAP	
Prior Year Deferral	865
Current Year Deferral	-
Total Revenues (GAAP Basis)	\$ 42,327

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 42,327
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 42,327

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 - EDUCATION JOB FUND - 25255

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Aid	\$ -	\$ 96,387	\$ 50,021	\$ (46,366)
TOTAL REVENUE	<u>-</u>	<u>96,387</u>	<u>\$ 50,021</u>	<u>\$ (46,366)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 96,387</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 96,387	\$ 96,387	\$ -
Supprt Services				
Instruction	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 96,387</u>	<u>\$ 96,387</u>	<u>\$ -</u>

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 50,021
Differences budget to GAAP	
Prior Year Receivable	-
Current Year Receivable	46,366
Total Revenues (GAAP Basis)	<u>\$ 96,387</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 96,387
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 96,387</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 - 2009 DUAL CREDIT - 27103

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Revenue	\$ -	\$ 12,293	\$ 11,451	\$ (842)
TOTAL REVENUE	-	12,293	11,451	(842)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 12,293		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 12,293	\$ 11,467	\$ 826
TOTAL EXPENDITURES	\$ -	\$ 12,293	\$ 11,467	\$ 826

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 11,451
Differences budget to GAAP	
Prior Year deferral	4,357
Current Year deferral	(4,341)
Total Revenues (GAAP Basis)	\$ 11,467

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 11,467
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 11,467

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 245	\$ -	\$ (245)
TOTAL REVENUE	<u>-</u>	<u>245</u>	<u>\$ -</u>	<u>\$ (245)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 245</u>		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 245	\$ 245	\$ -
Support Services				
General Administration	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 245</u>	<u>\$ 245</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	77
Current Year receivable	168
Total Revenues (GAAP Basis)	<u>\$ 245</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 245
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 245</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 - 2008 LIBRARY FUND SB 333 - 27105

Year Ended June 30, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 6,157	\$ -	\$ (6,157)
TOTAL REVENUE	<u>-</u>	<u>6,157</u>	<u>\$ -</u>	<u>\$ (6,157)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 6,157</u>		
EXPENDITURES				
Current				
Support Services				
Instruction	\$ -	\$ 6,157	\$ 2,518	\$ 3,639
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 6,157</u>	<u>\$ 2,518</u>	<u>\$ 3,639</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 Receivable	(3,438)
Current Year Receivable	5,956
Total Revenues (GAAP Basis)	<u>\$ 2,518</u>

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 2,518
Differences-budget to GAAP	.
Total Expenditures (GAAP Basis)	<u>\$ 2,518</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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ 36,439	\$ 36,045	\$ (394)
TOTAL REVENUE	-	36,439	36,045	(394)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 36,439		
EXPENDITURES				
Current				
Instruction	\$ -	\$ 36,439	\$ 39,415	\$ (2,976)
Supprt Services				
Instruction	-	-	-	-
School Administration	-	-	-	-
TOTAL EXPENDITURES	\$ -	\$ 36,439	\$ 39,415	\$ (2,976)

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 36,045
Differences budget to GAAP	
Prior Year Receivable	(269)
Current Year Receivable	3,639
Total Revenues (GAAP Basis)	\$ 39,415

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 39,415
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 39,415

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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
State Aid	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUE	-	-	-	-
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ -		
EXPENDITURES				
Current				
Support Services				
Instruction	\$ -	\$ -	\$ 1,192	\$ (1,192)
TOTAL EXPENDITURES	\$ -	\$ -	\$ 1,192	\$ (1,192)

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	(1,640)
Current Year Receivable	2,832
Total Revenues (GAAP Basis)	<u>\$ 1,192</u>
Uses/Outflows of Resources	
Actual amounts (budgetary basis)	\$ 1,192
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	<u>\$ 1,192</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, 2011

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ 43,467	\$ 21,715	\$ (21,752)
TOTAL REVENUE	-	43,467	21,715	(21,752)
BUDGETED CASH BALANCE	-	-		
TOTAL REVENUE & CASH	\$ -	\$ 43,467		
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
School Administration	-	-	-	-
Central Services	-	43,467	59,297	(15,830)
TOTAL EXPENDITURES	\$ -	\$ 43,467	\$ 59,297	\$ (15,830)

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

Sources/Inflows of Resources

Actual amounts (budgetary basis)	\$ 21,715
Differences budget to GAAP	
Prior Year deferral	241
Current Year receivable	37,341
Total Revenues (GAAP Basis)	\$ 59,297

Uses/Outflows of Resources

Actual amounts (budgetary basis)	\$ 59,297
Differences-budget to GAAP	
Total Expenditures (GAAP Basis)	\$ 59,297

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, 2011

	Balance June 30, 2010	Receipts	Disbursements	Balance June 30, 2011
<u>ASSETS</u>				
Elementary	\$ 29,076	\$ 32,126	\$ 37,443	\$ 23,759
Junior & Senior High School	35,802	74,231	73,336	36,697
Other Activity	151,262	21,284	31,887	140,659
Pooled Cash and Investments	<u>\$ 216,140</u>	<u>\$ 127,641</u>	<u>\$ 142,666</u>	<u>\$ 201,115</u>
<u>LIABILITIES</u>				
Deposits held for others	<u>\$ 216,140</u>	<u>\$ 127,641</u>	<u>\$ 142,666</u>	<u>\$ 201,115</u>

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 CASH RECONCILIATION
 June 30, 2011

	Beginning Cash	Adjustments to the report	Receipts	Distributions
JalPublic Schools				
Operational Account	\$ 645,982	\$ 78,569	\$ 3,432,443	\$ (3,486,685)
Transportation	5,292	-	168,932	(171,925)
Instructional Materials	4,127	-	15,581	(16,092)
Food Services	18,164	-	126,507	(136,994)
Athletics	15,568	-	17,502	(21,021)
FederalFlowthrough	61	(56,285)	183,032	(258,425)
Federal Direct	864	(16,893)	93,955	(142,076)
Local Grants Fund	-	-	-	-
State Flowthrough	4,675	(5,390)	69,211	(114,133)
Local /State Fund	-	-	-	-
Special Capital Outlay - State	-	-	-	-
Capital Improvement SB-9	877,933	-	496,760	(283,116)
PSCO 20%	-	-	-	-
Student Activities	216,140	-	127,641	(142,666)
Total Jal Public Schools	\$ 1,788,806	\$ 1	\$ 4,731,564	\$ (4,773,133)

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>
Jal Public Schools			
Operational	Checking	Wells Fargo	\$ 375,011
Payroll Clearing	Checking	Wells Fargo	236,324
All Funds	Savings	State Treasurer	1,414,078
Total Jal PublicSchools			\$ 2,025,413

Reconciling Items	278,176
Report Balance	\$ 1,747,237

Other	Net Cash end of Period
\$ (241,405)	\$ 428,904
-	2,299
-	3,616
-	7,677
-	12,049
131,617	-
64,150	-
-	-
45,637	-
-	-
-	-
-	1,091,577
-	-
-	201,115
<u>\$ (1)</u>	<u>\$ 1,747,237</u>

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2011

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>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	<u>\$ 105,409</u>
Pass-Through Program From:			
New Mexico Human Service Department:			
USDA Commodities Program	10.550	21000	<u>5,232</u>
Total U.S. Department of Agriculture			<u>110,641</u>
<u>U.S. Department of Education:</u>			
Pass-Through Programs From:			
New Mexico Public Education Department:			
Title I	84.010	24101	95,624
IDEA-B Entitlement	84.027	24106	64,238
IDEA-B Preschool	84.173	24109	8,908
IDEA-B Early Intervention	84.027	24112	8,738
Title III	84.027	24153	10,220
Title II Teacher Principal Training	84.367	24154	24,316
Title I Federal Stimulus	84.389	24201	21,646
Entitlement Federal Stimulus	84.392	24206	24,736
REAP	84.358	25233	3,362
SEG Federal Stimulus	84.394	25250	42,327
Education Jobs Fund	84.393	25255	96,387
State Directed Activities	84.391	27200	<u>59,297</u>
Total Pass Through Grants			<u>459,799</u>
Total Federal Awards Expenditures			<u>\$ 570,440</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, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparison presented as supplemental information of Jal Public School as of and for the year ended June 30, 2011, and have issued our report thereon dated October 21, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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 Jal Public School's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies in internal control over financial reporting. The reference number of the related finding is 11-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jal Public School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 11-01.

The agency's responses to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. 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.



Ronny Fouts, CPA
Melrose, New Mexico
October 21, 2011

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 Jal Public School's compliance with the types of compliance requirements described in the *(OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Jal Public School's major federal programs for the year ended June 30, 2011. 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, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

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

and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Jal Public School's internal control over compliance.

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

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

This report is intended solely for the information and use of the 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 style.

Ronny Fouts, CPA
Melrose, New Mexico
October 21, 2011

STATE OF NEW MEXICO
 JAL PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 June 30, 2011

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
<u>II. FEDERAL PROGRAM FINDINGS:</u>	None

III. SUMMARY OF PRIOR AUDIT FINDINGS

10-01	Resolved
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IV. CURRENT FINDINGS

11-01 Budgets Overspent

Condition

The budgets for the functions in the General Fund, Food Service, \$1,880, Early Intervention Fund, Instruction, \$87, Title III, Instruction \$8,768, State PreK, Instruction, \$2,976, Library SB301 Bonds, Instruction, \$1,192 State Directed Activities, Central Services, \$15,830, were overspent during the year. The district did not request adjustments to cover the additional expenditures.

Criteria

PED requirements that Expenditures from the functions can't be made without an approved budget that covers all expenditures.

Cause

The district's business manager is new and was not aware that budget adjustments had to be requested when additional resources were available for expenditures.

STATE OF NEW MEXICO
JAL PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011

Effect

The overspent budget caused the district to be in violation of the requirements of the PED and State Requirements.

Recommendation

The district should be more aware of any funds that might be nearing over expenditure and make the necessary adjustments and budget adjustment requests on a timely basis.

Response

The business manager and management will strive to correct this issue and prevent it from occurring in the future.

STATE OF NEW MEXICO
Jal Public Schools

Exit Conference
For the Year Ended June 30, 2011

EXIT CONFERENCE

An exit conference was held on October 13, 2011 to discuss the results of the audit and the contents of the report.

Present were Ronny Fouts, CPA, Laurie Thomas, Business Manager, Larry Crites, Board President, and Israel Carrera, Superintendent.

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 13, 2011