

**STATE OF NEW MEXICO**  
**JEMEZ MOUNTAIN SCHOOL DISTRICT NO. 53**  
**ANNUAL FINANCIAL REPORT**  
**JUNE 30, 2008**

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## **INTRODUCTORY SECTION**

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
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**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Official Roster  
June 30, 2008

<u>Name</u>	<u>Board of Education</u>	<u>Title</u>
Randy Cordova		President
Stanley Trujillo		Vice Chairman
Toby Jacquez		Secretary
Billy Cordova		Member
Mark Valdez		Member
	<u>Administrative Officials</u>	
Adan Delgado		Superintendent
Kathy Borrego		Business Manager

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Board of Education  
Jemez Mountain Public School District No. 53  
Gallina, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparison for the General Fund and the aggregate remaining fund information of Jemez Mountain Public School District No. 53 (District) as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, the component unit funds, the sub-funds of the general fund, and the budgetary comparisons for the remaining major funds, the nonmajor governmental funds, the component unit funds, the sub-funds of the general fund, presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008 as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Jemez Mountain Public School District No. 53, as of June 30, 2008, and the respective changes in financial position, thereof 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 and component unit funds of the District, as of June 30, 2008, and the respective changes in financial position, thereof, and the respective budgetary comparisons for the Public School Capital Outlay Fund, Capital Improvements SB-9 and Debt Service Funds, the nonmajor governmental funds and the component unit 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 March 11, 2009 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the Management's Discussion and Analysis that the Government Accounting Standards Board (GASB) has determined is necessary to supplement, although not required to be a part of, basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as supporting Schedules I through IV in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Jemez Mountain Public School District No. 53. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and the financial statements presented as supplemental information, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements and the financial statements, presented as supplementary information taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on it.

*Accounting & Consulting Group, LLP*

Accounting & Consulting Group, LLP  
Albuquerque, NM  
March 11, 2009

**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Statement of Net Assets**  
**June 30, 2008**

	Governmental Activities	Component Unit
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 31,122	\$ 3,953
Property tax receivables	17,335	-
Oil and gas tax receivables	230,831	-
Due from other governments	690,580	82,004
Other receivables	23,739	-
Due from other funds	-	3,245
Inventory	4,546	-
	998,153	89,202
Noncurrent Assets		
Capital assets	33,650,747	78,195
Less: accumulated depreciation	(13,266,450)	(1,727)
	20,384,297	76,468
Total Assets	\$ 21,382,450	\$ 165,670

The accompanying notes are an integral part of these financial statements

	Governmental Activities	Component Unit
<b>Liabilities</b>		
Current Liabilities		
Accounts payable	\$ 156,398	\$ 540
Accrued payroll	-	1,979
Due to other governments	6,486	-
Interest payable	26,523	-
Current portion of leases payable	42,292	-
Current portion of bonds payable	330,000	-
Current portion of accrued compensated absences	48,187	-
	<u>609,886</u>	<u>2,519</u>
Noncurrent Liabilities		
Leases payable	266,038	-
Bonds payable	2,430,000	-
	<u>2,696,038</u>	<u>-</u>
Total Noncurrent Liabilities	<u>2,696,038</u>	<u>-</u>
Total Liabilities	<u>3,305,924</u>	<u>2,519</u>
<b>Net Assets</b>		
Invested in capital assets, net of related debt	17,315,967	76,468
Restricted for (Note 15):		
Debt service	564,614	-
Capital projects	10,685	-
Other purposes	154,152	-
Unrestricted	31,108	86,683
	<u>18,076,526</u>	<u>163,151</u>
Total Net Assets	<u>\$ 18,076,526</u>	<u>\$ 163,151</u>

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Statement of Activities  
 For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
<b>Governmental Activities:</b>			
<b>Education:</b>			
Instruction	\$ 3,089,102	43,469	\$ 1,792,172
Support services-students	506,194	-	70,899
Support services-instruction	169,605	-	-
Support services-general administration	364,852	-	-
Support services-school administration	877,969	-	-
Central services	182,353	-	-
Operation & maintenance of plant	2,005,994	-	-
Student transportation	660,687	-	564,178
Food services operations	238,928	3,834	137,958
Community services operations	-	-	-
Interest on long-term debt	159,668	-	-
	<u>8,255,352</u>	<u>47,303</u>	<u>2,565,207</u>
Total governmental activities	<u>8,255,352</u>	<u>47,303</u>	<u>2,565,207</u>
Total primary government	<u>\$ 8,255,352</u>	<u>\$ 47,303</u>	<u>\$ 2,565,207</u>
<b>Component Unit Activities:</b>			
Charter school	<u>\$ 258,104</u>	<u>\$ -</u>	<u>\$ 96,753</u>

**General Revenues:**

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

Total, general revenues

Changes in net assets

Net assets, beginning

Net assets, ending

The accompanying notes are an integral part of these financial statements



<b>Net (Expense) Revenue and Changes in Net Assets</b>		
	<b>Primary Government</b>	
<u>Capital Grants and Contributions</u>	<u>Government Activities</u>	<u>Component Unit</u>
\$ -	\$ (1,253,461)	\$ -
-	(435,295)	-
-	(169,605)	-
-	(364,852)	-
-	(877,969)	-
-	(182,353)	-
1,511,071	(494,923)	-
-	(96,509)	-
-	(97,136)	-
-	-	-
-	(159,668)	-
<u>1,511,071</u>	<u>(4,131,771)</u>	<u>-</u>
<u>\$ 1,511,071</u>	<u>\$ (4,131,771)</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>(161,351)</u>
	18,163	-
	154,144	-
	79,892	-
	1,265,113	-
	3,358,254	282,050
	3,399	-
	<u>45,718</u>	<u>5,153</u>
	<u>4,924,683</u>	<u>287,203</u>
	792,912	125,852
	<u>17,283,614</u>	<u>37,299</u>
	<u>\$ 18,076,526</u>	<u>\$ 163,151</u>

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Balance Sheet  
Governmental Funds  
June 30, 2008

	<u>General Fund</u>	<u>Public School Capital Outlay</u>	<u>Capital Improvements SB- 9</u>
<i>Assets</i>			
Current assets			
Cash and cash equivalents	\$ 15,931	\$ -	\$ -
Receivables:			
Property taxes receivable	1,958	-	6,237
Oil and gas taxes	30,051	-	120,235
Due from other governments	-	-	-
Other receivables	23,739	-	-
Inventory	-	-	-
Due from other funds	670,205	-	248,777
<i>Total assets</i>	<u>\$ 741,884</u>	<u>\$ -</u>	<u>\$ 375,249</u>
 <i>Liabilities</i>			
Current liabilities			
Accounts payable	\$ 68,891	\$ -	\$ 53,246
Deferred revenue	1,640	-	5,225
Due to other governments	-	-	-
Due to other funds	598,530	-	322,014
<i>Total liabilities</i>	<u>669,061</u>	<u>-</u>	<u>380,485</u>
 <i>Fund balances</i>			
Reserved for:			
Inventory	-	-	-
Debt service	-	-	-
Unreserved, reported in:			
General fund	72,823	-	-
Special revenue funds	-	-	-
Capital projects funds	-	-	(5,236)
<i>Total fund balances</i>	<u>72,823</u>	<u>-</u>	<u>(5,236)</u>
 <i>Total liabilities and fund equity</i>	 <u>\$ 741,884</u>	 <u>\$ -</u>	 <u>\$ 375,249</u>

The accompanying notes are an integral part of these financial statements

Debt Service Fund	Other Governmental Funds	Total
\$ -	\$ 15,191	\$ 31,122
9,140	-	17,335
80,545	-	230,831
-	688,847	688,847
-	1,733	25,472
-	4,546	4,546
582,058	613,234	2,114,274
<u>\$ 671,743</u>	<u>1,323,551</u>	<u>\$ 3,112,427</u>
\$ -	\$ 34,261	\$ 156,398
7,657	-	14,522
-	6,486	6,486
40,000	1,153,730	2,114,274
<u>47,657</u>	<u>1,194,477</u>	<u>2,291,680</u>
-	4,546	4,546
624,086	-	624,086
-	-	72,823
-	118,713	118,713
-	5,815	579
<u>624,086</u>	<u>129,074</u>	<u>820,747</u>
<u>\$ 671,743</u>	<u>\$ 1,323,551</u>	<u>\$ 3,112,427</u>

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STATE OF NEW MEXICO

Jemez Mountain Public Schools

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Assets

June 30, 2008

Exhibit B-1

Page 2 of 2

**Governmental Activities Net Asset Reconciliation:**

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

Fund balances - total governmental funds	\$ 820,747
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	20,384,297
Property tax revenue that is deferred in the fund financial statements because it is not "available"	14,522
Interest payable on bonds is accrued in the government-wide financial statements but not in the governmental funds unless it is due and payable at the end of the fiscal year	(26,523)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds:	
General obligation bonds	(2,760,000)
Energy efficient lease	(308,330)
Accrued compensated absences	(48,187)
Net Assets	<u>\$ 18,076,526</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**Statements of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ending June 30, 2008**

	General Fund	Public School Capital Outlay	Capital Improvements SB- 9
<i>Revenues</i>			
Taxes - residential & commercial	\$ 23,854	\$ -	\$ 110,384
Taxes - oil & gas	176,236	-	704,201
Intergovernmental revenues:			
Federal flowthrough	11,590	-	-
Federal direct	153,277	-	-
Local grants	52,200	-	-
State flowthrough	3,401,837	-	-
State direct	-	1,253,018	-
Transportation distribution	564,178	-	-
Charges for services	31,974	-	-
Investment income	1,925	-	482
Miscellaneous	38,244	-	6,364
<i>Total Revenues</i>	<u>4,455,315</u>	<u>1,253,018</u>	<u>821,431</u>
<i>Expenditures</i>			
Current:			
Instruction	1,740,805	-	-
Support services - students	208,357	-	-
Support services - instruction	93,377	-	-
Support services - general administration	327,324	-	1,159
Support services - school administration	441,218	-	-
Central services	184,603	-	-
Operation and maintenance	873,634	-	890,846
Transportation	620,790	-	-
Food services	74,062	-	-
Capital outlay	-	1,253,018	53,651
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total Expenditures</i>	<u>4,564,170</u>	<u>1,253,018</u>	<u>945,656</u>
<i>Net change in fund balance</i>	(108,855)	-	(124,225)
<i>Fund balance - beginning</i>	<u>181,678</u>	<u>-</u>	<u>118,989</u>
<i>Fund balance - ending</i>	<u>\$ 72,823</u>	<u>\$ -</u>	<u>\$ (5,236)</u>

The accompanying notes are an integral part of these financial statements

Debt Service Fund	Other Governmental Funds	Total
\$ 156,828	\$ -	\$ 291,066
384,676	-	1,265,113
-	639,840	651,430
-	918,545	1,071,822
-	69,166	121,366
-	369,292	3,771,129
-	-	1,253,018
-	-	564,178
-	15,329	47,303
919	73	3,399
-	27,012	71,620
<u>542,423</u>	<u>2,040,990</u>	<u>9,113,177</u>
-	726,338	2,467,143
-	266,573	474,930
-	20,663	114,040
532	10,260	339,275
-	435,869	877,087
-	-	184,603
-	157,944	1,922,424
-	25,288	646,078
-	164,916	238,978
-	35,725	1,342,394
-	-	-
310,000	40,606	350,606
161,510	13,654	175,164
<u>472,042</u>	<u>1,897,836</u>	<u>9,132,722</u>
70,381	143,154	(19,545)
<u>553,705</u>	<u>(14,080)</u>	<u>840,292</u>
<u>\$ 624,086</u>	<u>\$ 129,074</u>	<u>\$ 820,747</u>

STATE OF NEW MEXICO

Jemez Mountain Public Schools

Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
June 30, 2008

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

Net change in fund balances - total governmental funds \$ (19,545)

Governmental funds report capital outlays as expenditures. However in  
the statement of activities, the cost of those assets is allocated over their  
estimated useful lives and reported as depreciation expense:

Capital assets reported as capital outlay expenditures 1,342,394  
Depreciation expense (846,527)

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

Change in property tax revenue that is deferred in the fund financial statements  
because it is not "available" (38,867)

The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial  
resources to governmental funds, while the repayment of the principal of long-term  
debt consumes the current financial resources of governmental funds. Neither  
transaction, however, has any effect on net assets. Also, governmental funds  
report the effect of issuance costs, premiums, discounts, and similar items when  
debt is first issued, whereas these amounts are deferred and amortized in the  
statement of activities:

Decrease in accrued interest 1,842  
Decrease in the reserve for compensated absences 3,009  
Principal payments on bonds 310,000  
Principal payments on leases 40,606

Change in net assets of governmental activities \$ 792,912



**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**General Fund**  
**Combined Statement of Revenues and Expenditures**  
**Budget (Non-GAAP Budgetary Basis) and Actual**  
**For the Year Ending June 30, 2008**

Exhibit C-1

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to actual
<i>Revenues</i>				
Property taxes - residential & commercial	\$ 22,034	\$ 24,415	\$ 24,415	\$ -
Property taxes - oil & gas	154,323	179,155	179,155	-
Intergovernmental revenue:				
Federal flowthrough	11,004	11,004	11,590	586
Federal direct	136,062	141,564	153,277	11,713
Local grants	-	1,130	53,064	51,934
State flowthrough	3,293,670	3,407,452	3,388,542	(18,910)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	544,879	613,847	613,847	-
Charges for services	28,975	31,550	32,059	509
Investment income	3,889	3,889	1,925	(1,964)
Miscellaneous	4,520	14,819	14,941	122
<i>Total Revenues</i>	<u>4,199,356</u>	<u>4,428,825</u>	<u>4,472,815</u>	<u>43,990</u>
<i>Expenditures</i>				
Current:				
Instruction	1,799,284	1,810,532	1,743,315	67,217
Support services - students	227,367	227,367	206,743	20,624
Support services - instruction	90,829	100,434	93,366	7,068
Support services - general administration	244,533	302,333	300,730	1,603
Support services - school administration	535,565	472,309	442,802	29,507
Central services	182,079	182,074	180,978	1,096
Operation and Maintenance	692,673	793,729	865,762	(72,033)
Transportation	566,735	633,308	620,060	13,248
Food Services	31,200	77,651	77,352	299
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>4,370,265</u>	<u>4,599,737</u>	<u>4,531,108</u>	<u>68,629</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(170,909)	(170,912)	(58,293)	112,619
<i>Other financing sources (uses)</i>				
Designated cash balance	170,909	170,912	-	(170,912)
<i>Net change in fund balance</i>	-	-	(58,293)	(58,293)
<i>Fund balance - beginning of year</i>	-	-	145,899	145,899
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87,606</u>	<u>\$ 87,606</u>
Net change in fund balances (Budget Basis)				\$ (58,293)
Adjustments for revenues for property taxes, due from other governments and other receivables and deferred revenue				(17,500)
Adjustments to expenditures for accounts payable				(33,062)
Net change in fund balances (GAAP basis)				<u>\$ (108,855)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Statement of Fiduciary Assets and Liabilities - Agency Funds  
June 30, 2008

Exhibit D-1

	<u>Individual Student Activity</u>
<b>ASSETS</b>	
<i>Current Assets:</i>	
Cash	28,081
Due from other governmental activities	<u>3,418</u>
<i>Total assets</i>	<u><u>\$ 31,499</u></u>
<b>LIABILITIES</b>	
<i>Current Liabilities:</i>	
Accounts payable	256
Deposits held and due to others	<u>\$ 31,243</u>
<i>Total liabilities</i>	<u><u>\$ 31,499</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies**

Jemez Mountain Public Schools (the District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education of the State of New Mexico. 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.

This 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 Jemez Mountain Public School's management that is responsible for the financial statements. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

The more significant of the government's accounting policies are described below.

*A. Financial Reporting Entity*

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

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

The District's Board of Education approved Lindrith Area Heritage School for operations in accordance with the criteria listed above. The charter school is deemed to be fiscally dependent upon the District and has been deemed to be a separate legal entity based on state statute and is presented as a discrete component unit. The 2008 fiscal year was the charter school's second year of operations.

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

*B. Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *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, such as revenues collected from school lunches, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment, such as grant revenue. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

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

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

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

Property taxes, franchise taxes, licenses, 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. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by district school tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the schools except for those items included in other funds.

The *Public School Capital Outlay Fund* accounts for current year capital expenditures expended by the Public School Capital Outlay Council for a new middle school for the District.

The *Capital Improvements SB-9 Capital Projects Fund* accounts for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

The *Debt Service Fund* is used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

Additionally, the government reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. The fiduciary funds are for student activities.

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

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

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool. All of the District's cash and cash equivalents were deposited at Valley National Bank at June 30, 2008.

**Restricted Assets:** The Debt Service Fund is used to report resources set aside as restricted to make up potential future deficiencies in the revenue bond current debt service account.

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

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

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

The District receives monthly income from a tax levy in Rio Arriba County. The funds are collected by the County Treasurer and are remitted to the School District the following month. In the government-wide financial statements, property tax revenue is recognized when levied, net of estimated refunds and uncollectible amounts. Under the modified accrual method of accounting, the amount remitted by the County Treasurers in July and August 2008 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2008.

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

**Prepaid Items:** Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**Inventory:** The District accounts for its inventories under the consumption method, reporting inventories purchased as an asset. The recognition of the expenditures is deferred until the period in which the inventories are actually consumed. Inventory in the Cafeteria Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed.

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

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The District expenses the cost of library books when purchased because their estimated useful life is less than one year.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-40
Furniture and equipment	3-7
Infrastructure	25

**Deferred Revenues:** There are two types of deferred revenue. Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue (commonly referred to as unearned revenue). The other type of deferred revenue is "unavailable revenue." Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. It must also be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be off-set by a corresponding liability for deferred revenue.

**Compensated Absences:** Twelve month employees are entitled to 20 days of paid annual leave earned on the basis of 1.66 days per month. A maximum of 240 hours of annual leave may be accumulated and carried forward. Upon termination, a twelve month employee can be paid or unused and earned annual leave not to exceed 240 hours.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

**Long-term Obligations:** In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. For bonds issued after the fiscal year ended June 30, 2004, bond premiums and discounts, as well as issuance costs, will be deferred and amortized over the life of the bonds using the effective interest method. Bonds payable will be reported net of the applicable bond premium or discount. Bond issuance costs will be reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Fund Equity:** In the fund financial statements, governmental funds report reservations of fund balance that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

**Equity Classifications**

*Government-wide Statements*

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

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

**Reclassifications:** Certain amounts included in the financial statements have been reclassified to conform to the current year presentation.

**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.

*E. Revenues*

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

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 \$3,358,254 in state equalization guarantee distributions during the year ended June 30, 2008.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. In the government-



**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 1. Summary of Significant Accounting Policies (continued)**

*E. Revenues (continued)*

wide financial statements, the District recognizes property tax revenues in the period for which they are levied, net of estimated refunds and uncollectible amounts. The District records as revenue only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

In the financial statements, the mill levy and ad-valorem taxes are broken out into two types: property taxes – residential and commercial and property taxes – oil and gas. Amounts collected from residential and commercial property taxes at June 30, 2008 were \$252,199. Amounts collected from oil and gas taxes were \$1,265,113.

**Transportation Distribution:** School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$564,178 in transportation distributions during the year ended June 30, 2008.

**Instructional Materials:** The Public Education Department (Department) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2008 totaled \$43,583.

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

The District received no state SB-9 matching during the year ended June 30, 2008.

**Public School Capital Outlay:** The public school capital outlay fund was created under the provisions of Chapter 22, Article 24, NMSA 1978. The money in the fund may be used for: capital expenditures deemed by the public school capital outlay council to be necessary for an adequate educational program per Section 22-24-4(B); core administrative functions of the public school facilities authority and for project management expenses upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L).

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

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 2. Stewardship, Compliance and Accountability (continued)**

*E. Revenues (continued)*

During the year ended June 30, 2008, the District received \$1,253,018 in revenue from the Public School Capital Outlay Council to fund the building of a new middle school.

**Energy Efficient Act:** The District also received \$55,735 in Energy Efficient Act revenue.

*F. Budgets*

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

Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Public Education Department. Auxiliary student activity accounts are not budgeted. Public School Capital Outlay Council expenditures in the Public School Capital Outlay fund are not budgeted at the District level, so there is no budgetary comparison presented.

These budgets are prepared on the Non-GAAP cash budgetary basis. Expenditures on the budgetary basis exclude encumbrances. The budget secures appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. The budget process in the State of New Mexico requires that the ending cash balance be appropriated in the budget of the subsequent fiscal year.

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department (PED) a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets are submitted to the State of New Mexico Public Education.
2. In May or June of each year, the proposed "operating" budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 2. Stewardship, Compliance and Accountability (continued)**

*Budgetary Information (continued)*

5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the DBPU.
8. Legal budget control for expenditures is by function.
9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget schedules included in the accompanying financial statements reflect the original budget and the final budget.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.

Budget amendments are required when changes are made that affect the budgeted ending fund balance. The School Board may approve such amendments when requested.

The appropriated budget for the year ended June 30, 2008, was amended by the District's Board of Education throughout the year. These amendments resulted in the following changes:

	Excess (deficiency)	
	of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ (170,909)	\$ (170,912)
Capital Improvements SB-9	(299,384)	(299,384)
Debt Service	165,095	(3,476)
Non-Major Funds	\$ (63,671)	\$ (110,795)

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 3. Deposits and Investments**

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute.

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.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. 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 \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution.

Custodial Credit Risk - Deposits: Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). State law limits deposits of public monies to certain banks or credit unions. In addition, the depository must pledge eligible collateral to the extent of 50% of the balance of uninsured funds. At June 30, 2008, \$415,033 of the District's bank balance of \$549,307 was subject to custodial credit risk. \$415,033 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name. There were no amounts that were uninsured and uncollateralized at June 30, 2008. At June 30, 2008, cash shown on the statement of net assets at Exhibit A-1 is \$31,122 and the amount shown in the fiduciary funds at Exhibit D-1 is \$28,081.

**STATE OF NEW MEXICO**  
**Jemez Mountain Public School District No. 53**  
**Notes to the Financial Statements**  
**June 30, 2008**

**NOTE 3. Deposits and Investments (continued)**

New Mexico State Statutes require collateral pledged for deposits 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 in excess of federal deposit insurance.

	<u>Valley National Bank</u>	<u>Wells Fargo Bank</u>	<u>Total</u>
Amount of deposits	\$ 515,033	\$ 34,274	\$ 549,307
FDIC Coverage	<u>(100,000)</u>	<u>(34,274)</u>	<u>(134,274)</u>
Total uninsured public funds	<u>415,033</u>	<u>-</u>	<u>415,033</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the School's name	<u>415,033</u>	<u>-</u>	<u>415,033</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50% of uninsured funds)	\$ 207,517	\$ -	\$ 207,517
Pledged Collateral	<u>527,884</u>	<u>-</u>	<u>527,884</u>
Over (Under) collateralized	<u>\$ 320,367</u>	<u>\$ -</u>	<u>\$ 320,367</u>

The collateral pledged is listed on Schedule I of this report. The types of collateral allowed are limited by the section 6-10-16, NMSA 1978.

Reconciliation to the Financial Statements

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

Reconciliation to Statement of Net Assets

Cash and cash equivalents per Exhibit A-1	\$ 31,122
Cash per exhibit D-1	<u>28,081</u>
Total per financial statements	59,203
Add: outstanding checks	516,282
Less: deposits in transit	<u>(26,178)</u>
Bank balance of deposits	<u>\$ 549,307</u>

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 3. Deposits and Investments (continued)**

The following primary government funds had negative cash balances at year end June 30, 2008:

Special Revenue Fund:

Title I	\$ 20,981
Idea B Entitlement	48,540
Idea B Discretionary	44,415
Transition Cadre Project	3,256
Administration Pool Federal	21,996
Technology Literacy Challenge	3,917
Comprehensive Classroom Reform	443
Title V	13,236
English Language and Academic Achievement	26,484
Teacher/Principal Training	16,106
Safe and Drug Free Schools	5,004
Title I School Improvement	26,338
Reading First	115,639
Collaborative Forest Restoration	63,770
Star Schools	2,000
Indian Health Service	12,056
Literacy for Children	8,915
Rural Initiative	11,818
Library Legislative Appropriation Law of 2006	18,106
School in need of Improvement	14,714
After School Enrichment	44,133
NM Arts Division	19,638
Rio Arriba County Grant	1,733
Breakfast in the Classroom	<u>768</u>

Capital Projects Fund:

Special Capital Outlay	<u>3,279</u>
Total Governmental Funds	<u><u>\$ 547,285</u></u>

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 3. Deposits and Investments (continued)**

**Component Unit**

Custodial Credit Risk - Deposits: Custodial credit risk is the risk that in the event of a bank failure, the Lindrith Area Heritage School's deposits may not be returned to it. The School does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). State law limits deposits of public monies to certain banks or credit unions. In addition, the depository must pledge eligible collateral to the extent of 50% of the balance of uninsured funds. At June 30, 2008, \$12,821 of the School's \$112,821 bank balance was exposed to custodial credit risk because the collateral pledged toward it was held by pledging institutions or by its trust department in other than the School's name. At June 30, 2008 the School's financial statements reflected a cash balance of \$3,953.

New Mexico 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 school for at least one half of the amount on deposit with the institution.

	Wells Fargs Bank	Total
Amount of deposits	\$ 112,821	\$ 112,821
FDIC Coverage	(100,000)	(100,000)
Total uninsured public funds	12,821	12,821
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the School's name	12,821	12,821
Uninsured and uncollateralized	\$ -	\$ -
Collateral requirement (50% of uninsured funds)	\$ 6,411	\$ 6,411
Pledged Collateral	91,715	91,715
Over (Under) collateralized	\$ 85,305	\$ 85,305

The collateral pledged is listed on Schedule I of this report. The types of collateral allowed are limited by the section 6-10-16, NMSA 1978.

Component Unit Cash

The Federal Stimulus fund had a negative cash balance of \$(68,031) at June 30, 2008.

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 4. Accounts Receivable**

Accounts Receivable as of June 30, 2008, are as follows:

**Primary government:**

	<u>General</u>	<u>SB-9</u>	
Property taxes receivable	\$ 1,958	\$ 6,237	
Oil and gas receivables	30,051	120,235	
Due from other governments			
Federal	-	-	
State	-	-	
Other receivables	<u>23,739</u>	<u>-</u>	
Totals	<u>\$ 55,748</u>	<u>\$ 126,472</u>	
	<u>Debt Service</u>	<u>Total Nonmajor Funds</u>	<u>Total</u>
Property taxes receivable	\$ 9,140	\$ -	\$ 17,335
Oil and gas receivables	80,545	-	230,831
Due from other governments			
Federal	-	472,411	472,411
State	-	121,641	121,641
Other receivables	<u>-</u>	<u>-</u>	<u>23,739</u>
Totals	<u>\$ 89,685</u>	<u>\$ 594,052</u>	<u>\$ 865,957</u>

The above receivables are deemed 100% collectable.

**Component unit:**

	<u>General</u>	<u>SB-9</u>	<u>Total</u>
Due from other governments			
Federal	\$ 600	\$ 81,404	\$ 82,004
State	-	-	-
Other receivables	<u>-</u>	<u>-</u>	<u>-</u>

The above receivables are deemed 100% collectible.



**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 5. Accounts Payable**

Accounts payable as of June 30, 2008, are as follows:

Accounts payable:	
Accounts payable to suppliers	<u>\$ 156,398</u>
Total AP to suppliers	156,398
Due to other governments:	
Due to fiduciary funds	3,418
Due to regional education cooperative	<u>3,068</u>
Total due to other governments	<u>\$ 6,486</u>
Total Accounts payable	<u><u>\$ 162,884</u></u>

**NOTE 6. Interfund Receivables and Payables**

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received. The composition of interfund balances during the year ended June 30, 2008 is as follows:

<b>Primary Government Governmental Activities:</b>	<u>Due from other funds</u>	<u>Due to other funds</u>
Major Funds		
General Fund	\$ 562,346	\$ 507,550
Teacherage	-	7,509
Transportation	76,164	83,471
Instruction Materials	31,695	-
SB-9	248,777	322,014
Debt Service	582,058	40,000
Nonmajor Funds	<u>613,234</u>	<u>1,153,730</u>
Totals	<u><u>\$ 2,114,274</u></u>	<u><u>\$ 2,114,274</u></u>
<b>Component Unit :</b>		
General Fund	\$ 85,948	\$ -
Instruction Materials	347	
Enrichment IDEA-B	7,481	2,650
Federal Stimulus Fund	-	87,881
Private Direct Grants	-	-
	<u><u>\$ 93,776</u></u>	<u><u>\$ 90,531</u></u>

All interfund balances are to be repaid within one year.

For year ended June 30, 2008, amounts “due to” and “due from” other funds of the component unit did not balance by \$3,245. Refer to the related Component Unit finding in the Schedule of Findings and Questionable Costs.

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2008, follows. The District is a phase III government and did not have to retroactively report infrastructure. The District began capitalizing infrastructure in fiscal year 2004 as required by GASB 34. Land is not subject to depreciation.

	<u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2008</u>
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 5,602,491	\$ -	\$ -	\$ 5,602,491
Construction in progress (CIP)	1,691,087	-	1,691,087	-
Total capital assets not being depreciated	<u>7,293,578</u>	<u>-</u>	<u>1,691,087</u>	<u>5,602,491</u>
Capital assets being depreciated:				
Reclassification of Prior Year CIP	-	1,691,087	-	1,691,087
Buildings and improvements	22,810,411	1,253,018	-	24,063,429
Equipment	1,814,872	89,376	-	1,904,248
Infrastructure	389,492	-	-	389,492
Total capital assets being depreciated	<u>25,014,775</u>	<u>3,033,481</u>	<u>-</u>	<u>28,048,256</u>
Less accumulated depreciation:				
Buildings and improvements	11,098,758	704,647	-	11,803,405
Equipment	1,293,070	126,977	-	1,420,047
Infrastructure	28,095	14,903	-	42,998
Total accumulated depreciation	<u>12,419,923</u>	<u>846,527</u>	<u>-</u>	<u>13,266,450</u>
Total capital assets, net of depreciation	<u>\$ 19,888,430</u>	<u>\$ 2,186,954</u>	<u>\$ 1,691,087</u>	<u>\$ 20,384,297</u>

Depreciation expense for the year ended June 30, 2008 was \$846,527 and is allocated to each of the following functions in the governmental activities:

Direct Instruction	\$ 647,274
Support Services-Students	31,297
Support Services-General Administration	19,181
Central Services	1,629
Operations & Maintenance of Plant	76,390
Student Transportation	15,087
Capital Outlay	55,669
Total	<u>\$ 846,527</u>

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 7. Capital Assets (continued)**

**Component unit**

A summary of capital assets and changes occurring during the year ended June 30, 2008, follows.

	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008
<b>Governmental activities:</b>				
Capital assets being depreciated:				
Equipment	\$ 8,636	\$ -	\$ -	\$ 8,636
Construction in Progress	-	69,559	-	69,559
Total capital assets being depreciated	8,636	69,559	-	78,195
Less accumulated depreciation:				
Equipment	-	1,727	-	1,727
Total accumulated depreciation	-	1,727	-	1,727
Total capital assets, net of depreciation	\$ 8,636	\$ 67,832	\$ -	\$ 76,468

Depreciation expense for the year ended June 30, 2008 was \$1,727 and was allocated to central services function.

**NOTE 8. Long-term Debt**

During the year ended June 30, 2008, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>Governmental Activities</b>					
General obligation bonds					
Series 5/01/97	\$ 3,070,000	\$ -	\$ 310,000	\$ 2,760,000	\$ 330,000
Guaranteed energy efficient lease	348,936	-	40,606	308,330	42,292
Compensated absences	51,196	71,688	74,697	48,187	48,187
	<u>\$ 3,470,132</u>	<u>\$ 71,688</u>	<u>\$ 425,303</u>	<u>\$ 3,116,517</u>	<u>\$ 420,479</u>

General Obligations Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years was \$4,950,000.

General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2008 are for governmental activities.

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 8. Long-term Debt (continued)**

Bonds outstanding at June 30, 2008, are comprised of the following:

	Series 5/1/1997
Original Issue:	\$ 4,950,000
Maturity Date	11/1/2014
Principal Due	November 1
Interest Rate	5.50% to 7.50%
Interest Due	May 1, November 1

The annual requirements to amortize the May 1, 1997 Series general obligation bonds as of June 30, 2008, including interest payments are as follows:

Fiscal Year Ending June 30, 2008	Principal	Interest	Total Debt Service
2009	\$ 330,000	\$ 143,590	\$ 473,590
2010	350,000	124,225	474,225
2011	370,000	104,225	474,225
2012	390,000	83,325	473,325
2013	415,000	61,187	476,187
2014-2018	905,000	50,463	955,463
	\$ 2,760,000	\$ 567,015	\$ 3,327,015

Capital Leases

During the 2005 fiscal year, the District entered into a capital lease purchase agreement with National City Commercial Capital Corporation in accordance with the Public Facility Energy Efficiency and Water Conservation Act. This capital lease will allow for the replacement of lighting to take place at Lindrith Elementary, Coyote Elementary, and Gallina Elementary Schools. Also, Coronado High School, Coronado Middle School, and Coronado Gym were equipped with a Biomass Boiler and heating system. The capital lease is as follows:

	Energy Efficient Lease Purchase
Original Issue:	\$ 443,509
Maturity Date	11/29/2014
Principal Due	Quarterly
Interest Rate	4.09
Interest Due	Quarterly

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 8. Long-term Debt (continued)**

The annual requirements to amortize the Guaranteed Energy Efficient Lease as of June 30, 2008, including interest payments are as follows:

Fiscal Year Ending June 30, 2008	Principal	Interest	Total Debt Service
2009	\$ 42,292	\$ 11,968	\$ 54,260
2010	44,050	10,210	54,260
2011	45,878	8,382	54,260
2012	47,784	6,476	54,260
2013	49,769	4,492	54,261
2014-2018	78,557	2,032	80,589
	<u>\$ 308,330</u>	<u>\$ 43,560</u>	<u>\$ 351,890</u>

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2008, compensated absences had a net decrease of \$3,009 from the prior year accrual. Compensated absences are paid by the same fund that the related salary was expended from.

**NOTE 9. Risk Management**

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

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

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2008, there have been no claims that have exceeded insurance coverage.

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 10. Other Required Individual Fund Disclosures**

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

District

**A.** Deficit fund balance of individual funds. The following funds reported a deficit fund balance at June 30, 2008:

Special Revenue Funds:

Cafeteria	\$ 8,973
Transition Cadre Project	3,256
Administrative Pool Federal Fund	21,996
Star Schools	2,000
Total	<u><u>36,225</u></u>

Capital Projects Fund:

Capital Improvements SB-9	\$ 5,236
Total	<u><u>\$ 5,236</u></u>

These deficits are expected to be funded by additional grant funds or the general fund.

**B.** Designated cash appropriations in excess of available balances. The following funds exceeded approved budgetary authority for the year ended June 30, 2008:

	<u>Deignated Cash</u>	<u>Beginning Year</u>	
		<u>Cash &amp; AR Available</u>	<u>Cash Appropriation in excess of available</u>
Bond Building Capital Projects	\$ 76,470	\$ 66,478	(9,992)
SB-9 Capital Projects	\$ 299,384	\$ 185,474	(113,910)
Cafeteria	14,009	(17,293)	(31,302)
Rio Arriba County Grant	8,750	6,608	(2,142)
Total Governmental Funds			<u><u>\$ (157,346)</u></u>

To correct this problem, the District will adjust their budgeted estimated cash balances to actual cash balances in July of each year.

**STATE OF NEW MEXICO**  
 Jemez Mountain Public School District No. 53  
 Notes to the Financial Statements  
 June 30, 2008

**NOTE 10. Other Required Individual Fund Disclosures (continued)**

C. The District expenditures exceeded budget at function level in the following funds by these amounts:

Fund	Function	Amount
General	Operation & Maintenance	\$ 72,033
Indian Health Service	Instruction	5,084
Debt Service	Support Service	8

To correct this problem, the District is implementing internal controls to monitor budgetary activity.

**NOTE 11. ERA Pension Plan**

*Plan Description.* Substantially all of Jemez Mountain Public School District No. 53's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (ERA) (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges, and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P. O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at [www.nmerb.org](http://www.nmerb.org).

*Funding Policy.* Plan members are required to contribute 7.825% of their gross salary. The District is required to contribute 10.90% of the gross covered salary. Effectively July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the District are established under Chapter 22, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the years ended June 30, 2008, 2007 and 2006 were \$339,926, \$303,401, and \$276,992, respectively.

**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 12. Post-Employment Benefits**

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

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The District's contribution to the RHCA for the years ended June 30, 2008, 2007, and 2006 were \$40,753, \$38,860, and \$36,980 respectively, which equal the required contribution for each year.



**STATE OF NEW MEXICO**  
Jemez Mountain Public School District No. 53  
Notes to the Financial Statements  
June 30, 2008

**NOTE 13. Commitments and Contingent Liabilities**

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

Also, the District has filed a claim against National City Energy Commercial Capital Corporation for installing a biomass furnace, which since the installation has not run properly, and has been inactive for most of the months since installation. The total project cost to the District, as financed by National City Energy Commercial Capital Corporation as a no recourse agreement, was \$443,509, which with interest totaled \$542,604. This lease payment agreement between the District and National City was entered on November 29, 2004 as disclosed at note 8. As of November 2008, the District has stopped making monthly payments due to the furnace being inactive. Due to this, National City has threatened litigation against the District for not making payments. The District has also pursued claims stating that National City and/ or the manufacturer should be responsible for monthly payments under the energy saving guarantee. As of February 17, 2009 neither side has made payments, and there is no basis upon which to estimate the likelihood of the outcome or potential range of monetary loss in the event National City files suit under the terms of the lease purchase agreement.

**NOTE 14. Joint Powers Agreement – Northern New Mexico Network for Rural Education (NNMNRE)**

The District is a participant in the NNMNRE, along with the following member school districts: Chama, Clayton, Cuba, Des Moines, Dulce, Espanola, Grants, Jemez Mountain, Jemez Valley, Las Vegas City, Los Alamos, Mesa Vista, Mora, Pecos, Penasco, Pojaque, Questa, Santa Rosa, Springer, Taos, Wagon Mound, West Las Vegas and Raton. The District contributed a \$900 membership fee to participate in NNMNRE during the fiscal year ended June 30, 2008. The mission of the NNMNRE is to foster positive learning in schools, including those that serve rural, Latino, or Native American children. A copy of the NNMNRE audit for the fiscal year ended June 30, 2008 is available from the NNMNRE at 2600 The American Rd. SE, Ste #250, Rio Rancho, NM 87124-1849.

**NOTE 15. Restricted Net Assets**

The Jemez Mountain School District Statement of Net Assets reports \$729,451 of restricted net assets, all of which is restricted by enabling legislation.

**NOTE 16. Subsequent Events**

The District received a \$700,000 Technology Bond in July of 2008 for technology improvements. Payments for this bond are not due until the 2010 fiscal year. Payments of this bond will be made through the Debt Service fund by way of transfers from the General fund.

In fiscal year 2009, the District received \$500,000 in supplemental emergency funding as part of the District's State Equalization Grant, due to decreasing student enrollment in consecutive prior years.

**NOTE 17. Budgetary Statement Fund Balance Restatement**

The District has restated prior year budget basis fund balance. Adjustments were made to the Cafeteria Special Revenue fund for \$8,543, the Transition Cadre Special Revenue Fund for (\$3,256), and the Collaborative Forest Restoration Special Revenue Fund for \$(42,263). These adjustments were made to properly restate prior year ending budget basis fund balance in these funds.

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**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

**State of New Mexico**  
Jemez Mountain School District No. 53  
Nonmajor Governmental Funds  
June 30, 2008

**Special Revenue Funds**

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

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

**Title I (24101)** – The major objectives of the Title I program are to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criterion that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

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

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

**Transition Cadre Project – Pool Federal Funds (24108)** – To account for a program funded by a Federal grant to assist the District in providing an equal education for children with disabilities as those in the regular classroom setting. Funding is authorized by individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100, 639, and 101-476, 20 U.S.C. 1412 (a)(5)(B).

**Consolidated Administrative Funds (24130)** - To account for administrative services allocated to federal programs. (PL 100-297)

**Technology Literacy Challenge (24133)** - To account for provision of funds for professional development, hardware and software which will support technology-based instruction for K-12 students. (P.L. 103-382)

**Comprehensive Classroom Reform (24135)** - To account for the provision of financial incentives for schools in need of substantially improving student achievement to implement comprehensive school reform programs based on reliable research and effective practices. (P.L. 103-382)

**Reading Excellence (24147)** – To account for revenues, to provide children with the readiness skills and support they need in early childhood to learn to read, once they enter school and teach every child to read by the end of the third grade. (PL 105-277.)

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**Special Revenue Funds (Continued)**

**Title V Innovative Education (24150)** – To account for funds allocated through the New Mexico Public Education Department to be used in accordance with the needs and priorities of state and local agencies. Authority for this fund is Chapter 11 of Title 1 of Elementary and Secondary Education Act of 1965, Public Law 103-382.

**English Language and Academic Achievement (24153)** – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards.

**Teacher/Principal Training (24154)** – The purpose of this fund is to improve the skills of teachers and the quality of instruction in mathematics and science. Authority for creation of this fund is Title II of the Elementary and Secondary Education Act of 1965, PL 103-382.

**Safe and Drug Free Schools (24157)** – To account for funding by the federal government through the New Mexico Public Education Department under the Drug-Free Schools and Communities Act of 1986, Title V, Part B.

**Title I School Improvement (24162)** – To account for federal resources administered by the State Department of Education for equipment for students in Reading and Math programs, skill specific software and professional development. (P.L. 100-297)

**Reading First (24167)** - To account for federal resources administered by the State Public Education Department for a comprehensive reading approach which will incorporate research-based materials, intensive and systematic on-site professional development and an assessment-teaching-learning cycle that feeds assessment data into dynamic instructional decision-making, Public Law 100-297.

**Title VII Bilingual Education (25103) and Bilingual Education Comprehensive (25109)** – To develop school wide programs for limited English proficient students that reform, restructure and upgrade all relevant operations within a school that has a concentration of limited English proficient students. Elementary and Secondary Education Act of 1965, Title VII, Part A.

**Collaborative Forest Restoration (25130)** – To account for monies providing cost-share grants to stakeholders for forest restoration projects on public land designed using a collaborative process. Funding is authorized by the Community Forest Restoration Act of 2000 (Title VI, Pub. L. No. 106-393).

**Johnson O'Malley (25131)** – To provide funding for supplemental programs in special education and the other needs of eligible Native American Indian children. Funding is provided by the Johnson-O'Malley Act of 1934 as amended, Public Law 930638.

**Star Schools (25137)** – To account for funding to encourage improved instruction in math, science and foreign languages. Authorized by the Elementary and Secondary Education Act of 1965, Public Law 103-382.

**Impact Aid Special Education (25145), Indian Education (25147) and Native American Program (25248)** – To provide funding for instructions of Indian children of all grades who require special instruction in addition to basic programs. Authorization is Public Law 81-874.

**Title XIX Medicaid (25153)** – To provide school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. (P.L. 105-33)

**Indian Education Formula Grant (25184)** – To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce

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**Special Revenue Funds (Continued)**

school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U.S.C. 2601-2606

**Afterschool Learning Centers (25199)** – To create after school and summer school programs that will provide significant literacy-based learning opportunities for children and youth that contribute to reduced drug use and violence. (P.L. 103-382 ESEA of 1965 as amended IASA of 1994).

**Elementary School Counseling (25215)** – This program provides funding to LEAs to establish or expand elementary and secondary school counseling programs, with special consideration given to applicants that can demonstrate the greatest need for counseling services, propose the most innovative and promising approaches, and to show the greatest potential for replication and dissemination.

**Rural Education Achievement (25233)** – To account for monies granted to help rural districts that may lack the personnel and resources to compete effectively for Federal competitive grants.

**Transition to Teaching (25236)** – This fund is used to provide grants to support the recruitment, training and placement of talented individuals from other fields into teaching positions in K-12 classrooms and support them during their first years in the classroom.

**LANL Foundation (26113)** – To account for monies received from Los Alamos National Labs Foundation responding to the urgent needs in Northern New Mexico by assisting with small requests for community, cultural or educational projects. Authorization is the creation of the fund by PED and Authorization by the Foundation.

**Save the Children (26143)** - The purpose of this program is to support the planning, development, and initial implementation of charter schools. Authorized by the Elementary and Secondary Education Act of 1965, as amended, Title V Part B, Subpart 1. 20 U.S.C. 8061-8067.

**Indian Health Service (26157)** - To support and promote the “Corn Plant” model of coordinated school health in schools serving primarily Navajo students.

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

**Literacy For Children (27121)** – To provide the cost of teachers and direct teaching expenses for reading improvement in the District.

**TANF Full Day Kindergarten (27136)** – The purpose of this grant is to assist the District to develop and implement a full day kindergarten program.

**Incentives for School Improvements (27138)** - To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools.

**Truancy Grant (27141)** - To account for monies received to help students who are truant from school to be required to perform community service rather than being suspended from school.

**Rural Initiatives (27143)** - To account for monies received to help rural districts that lack the personnel and resources to compete effectively for Federal competitive grants and that often receive grant allocations in amounts



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**Special Revenue Funds (Continued)**

that are too small to be effective in meeting their intended purposes. Authority for this fund is Part B of Title VI of the reauthorized ESEA.

**G. O. Bond Libraries 2004 (27145)** - To acquire library materials including books and other library resources for public schools.

**G. O. Bond Libraries 1994-95 (27148)** - To acquire library materials including books and other library resources for public schools.

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

**Mid-School Tutoring & Student Enhancement (27153)** – The purpose of this program is to provide state funds to be shared equally by the district’s four middle schools for tutoring students. The authority for creation of this fund is in the State of New Mexico Public Education Department School District Policies and Procedures Manual.

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

**Library Legislative Appropriation Law of 2006 (27160)** – The purpose of this fund, is to account for upgrades to library supplies, books, equipment, and other improvements to the District’s library.

**School in Need of Improvement (27163)** – To hire one certified teacher to support schools in narrowing the achievement gap. The purpose of this position is to provide an additional math or reading class for students who are not proficient on NMSBA.

**K-3 Plus (27166)** – The purpose of K-3 Plus is to demonstrate that increased time in kindergarten and the early grades narrows the achievement gap between disadvantaged students and other students, increases cognitive skills and leads to higher test scores for all participants. The program extends the school year for K-3 by 25 Instructional days beginning before school starts.

**After School Enrichment (27168)** – The After School Enrichment Program provides after school programs including the following: (1) academic enrichment tutoring activities, (2) quality physical activity programs, (3) quality nutrition education programs and (4) transportation for students where needed to participate in the programs. The goal is to promote and support critical thinking and collaborative techniques that allow students to successfully develop academic skills, pursue useful knowledge and help prevent obesity. After School Enrichment Programs provide safe structured environments for students outside of the regular school day. They are housed in schools and typically staffed with both school and community-based personnel.

**NM Arts Division (28131)** - To account for the grant activity from the New Mexico Arts, a division of the Office of cultural Affairs. Special Revenue Fund established by the local school board.

**Gear-Up (28178)**- To account for funds used to encourage eligible entities to provide or maintain a guarantee to eligible low-income students who obtain a secondary diploma (or is recognized equivalent) of the financial assistance necessary to permit the students to attend an institution of higher education and to support eligible entities in providing additional counseling, mentoring, academic support, outreach and supportive services to elementary and middle schools, and secondary school students who are at risk of dropping out of school, and information to students and their parents about the advantages of obtaining a postsecondary education and the college financing options for the students and their parents. The authority for creation of this fund is Higher Education Act, Title IV, Part A, Chapter 2.

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**Rio Arriba County Grant (29107)** – To provide support for a health education program within the school and to provide workbooks and materials for educational demonstrations and funds to support a nutrition-focused event for the school. Funding is provided by Rio Arriba County.

**Breakfast In The Classroom (27155)** – To account for the U.S. Department of Agriculture program for providing breakfast to students. (Authority CFR Title 7, Chapter II, Part 220)

**McCune Foundation (29114)** – To account for donations and related expenditures from the McCune Charitable Foundation.

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**Capital Project Funds**

**Bond Building (31100)** – The purpose of this fund is to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District. The authority for this fund is the PED Manual of Procedures Chapter 3 Chart of Accounts.

**Special Capital Outlay State (31400)** – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of specific capital outlay projects. The authority for this fund is the PED Manual of Procedures Chapter 3 Chart of Accounts.

**The USDA Forest Service Capital Projects Fund (31500)** – This fund is used to account for the technical assistance, training and education, equipment, marketing, and all costs associated with assisting rural areas in analyzing and assessing forest resource opportunities, maximizing local economic potential through market development and expansion, and diversifying the communities' economic base. This was authorized by the Department of the Interior, Environment, and Related Agencies Appropriations Act, Public Law 106-291.

**Energy Efficient Act (31800)** – To account for school projects designed to increase the efficiency of the District's buildings. The legislation allows the District to incur long-term contracts to complete these projects. Savings from the modifications made are used to fund the projects. This was approved by the Public Building Energy Efficient Act (6-21-1 to 6-23-10, NMSA 1978).

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Combining Balance Sheet  
June 30, 2008

	Special Revenue			
	Cafeteria	Athletics	Title I	Idea-B Entitlement
<i>Assets</i>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
<i>Receivables:</i>				
Property taxes receivable	-	-	-	-
Due from other governments	26,046	-	105,629	38,256
Other receivables	-	-	-	-
Inventory	4,546	-	-	-
Due from other funds	17,315	14,741	-	10,284
	<u>47,907</u>	<u>14,741</u>	<u>105,629</u>	<u>48,540</u>
<i>Total assets</i>	<u>\$ 47,907</u>	<u>\$ 14,741</u>	<u>\$ 105,629</u>	<u>\$ 48,540</u>
<i>Liabilities</i>				
<i>Current liabilities</i>				
Accounts payable	\$ 346	\$ -	\$ 11,890	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	2,854	-	-
Due to other funds	56,534	-	93,739	48,540
	<u>56,880</u>	<u>2,854</u>	<u>105,629</u>	<u>48,540</u>
<i>Total liabilities</i>	<u>56,880</u>	<u>2,854</u>	<u>105,629</u>	<u>48,540</u>
<i>Fund balances</i>				
<i>Reserved for:</i>				
Inventory	4,546	-	-	-
<i>Unreserved, reported in:</i>				
Special revenue funds	(13,519)	11,887	-	-
Capital projects funds	-	-	-	-
	<u>(8,973)</u>	<u>11,887</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>(8,973)</u>	<u>11,887</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 47,907</u>	<u>\$ 14,741</u>	<u>\$ 105,629</u>	<u>\$ 48,540</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Idea-B Discretionary	Transition Cadre Project	Administrative Pool Federal Project	Technology Literacy Challenge	Comprehensive Classroom Reform	Reading Excellence
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
44,415	-	-	-	443	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,952	-	2,065
<u>\$ 44,415</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,952</u>	<u>\$ 443</u>	<u>\$ 2,065</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
44,415	3,256	21,996	3,917	443	-
<u>44,415</u>	<u>3,256</u>	<u>21,996</u>	<u>3,917</u>	<u>443</u>	<u>-</u>
-	-	-	-	-	-
-	(3,256)	(21,996)	35	-	2,065
-	-	-	-	-	-
-	(3,256)	(21,996)	35	-	2,065
<u>\$ 44,415</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,952</u>	<u>\$ 443</u>	<u>\$ 2,065</u>

**STATE OF NEW MEXICO**  
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**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**June 30, 2008**

	Special Revenue			
	Title V Innovative Education	English Language and Academic Achievement	Teacher/ Principal Training	Safe and Drug free Schools
<i>Assets</i>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Receivables:				
Property taxes receivable	-	-	-	-
Due from other governments	13,236	31,022	21,014	5,004
Other receivables	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	80	9,243	-
<i>Total assets</i>	<u>\$ 13,236</u>	<u>\$ 31,102</u>	<u>\$ 30,257</u>	<u>\$ 5,004</u>
<i>Liabilities</i>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ 3,038	\$ 4,038	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	13,236	28,064	25,434	5,004
<i>Total liabilities</i>	<u>13,236</u>	<u>31,102</u>	<u>29,472</u>	<u>5,004</u>
<i>Fund balances</i>				
<i>Reserved for:</i>				
Inventory	-	-	-	-
<i>Unreserved, reported in:</i>				
Special revenue funds	-	-	785	-
Capital projects funds	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>785</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 13,236</u>	<u>\$ 31,102</u>	<u>\$ 30,257</u>	<u>\$ 5,004</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Title I School Improvement</u>	<u>Reading First</u>	<u>Title VII Bilingual Education</u>	<u>Bilingual Education Comprehensive</u>	<u>Collaborative Forest Restoration</u>	<u>Johnson O'Malley</u>
\$ -	\$ -	\$ 170	\$ 50	\$ -	\$ -
-	-	-	-	-	-
27,079	36,445	-	-	124,523	7,228
-	-	-	-	-	-
-	-	-	-	-	-
-	79,423	-	5	-	2,794
<u>\$ 27,079</u>	<u>\$ 115,868</u>	<u>\$ 170</u>	<u>\$ 55</u>	<u>\$ 124,523</u>	<u>\$ 10,022</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,079	115,639	-	-	124,523	7,228
<u>27,079</u>	<u>115,639</u>	<u>-</u>	<u>-</u>	<u>124,523</u>	<u>7,228</u>
<u>27,079</u>	<u>115,639</u>	<u>-</u>	<u>-</u>	<u>124,523</u>	<u>7,228</u>
-	-	-	-	-	-
-	229	170	55	-	2,794
-	-	-	-	-	-
-	229	170	55	-	2,794
<u>\$ 27,079</u>	<u>\$ 115,868</u>	<u>\$ 170</u>	<u>\$ 55</u>	<u>\$ 124,523</u>	<u>\$ 10,022</u>

**STATE OF NEW MEXICO**  
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	Special Revenue			
	Star Schools	Impact Aid Special Education	Indian Education	Title XIX Medicaid
<i>Assets</i>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 688
Receivables:				
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	241
Other receivables	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	14,491	18,361	-
	-	14,491	18,361	-
<i>Total assets</i>	\$ -	\$ 14,491	\$ 18,361	\$ 929
<i>Liabilities</i>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 237	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	2,000	287	5,363	39
	2,000	287	5,363	39
<i>Total liabilities</i>	2,000	287	5,600	39
<i>Fund balances</i>				
<i>Reserved for:</i>				
Inventory	-	-	-	-
<i>Unreserved, reported in:</i>				
Special revenue funds	(2,000)	14,204	12,761	890
Capital projects funds	-	-	-	-
	(2,000)	14,204	12,761	890
<i>Total fund balances</i>	(2,000)	14,204	12,761	890
<i>Total liabilities and fund balances</i>	\$ -	\$ 14,491	\$ 18,361	\$ 929

The accompanying notes are an integral part of these financial statements



Special Revenue

Indian Ed Formula Grant	After School Learning	Elementary School Counseling	Rural Education Achievement	Transition to Teaching	Native American Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	69	-	-	39,202	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>17,730</u>	<u>2,958</u>	<u>56,872</u>	<u>19,625</u>	<u>169,817</u>	<u>8,877</u>
<u>\$ 17,730</u>	<u>\$ 3,027</u>	<u>\$ 56,872</u>	<u>\$ 19,625</u>	<u>\$ 209,019</u>	<u>\$ 8,877</u>
\$ 306	\$ -	\$ 2,893	\$ -	\$ 6,922	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,027	-	-	111	-
-	-	45,926	12,945	201,986	8,267
<u>306</u>	<u>3,027</u>	<u>48,819</u>	<u>12,945</u>	<u>209,019</u>	<u>8,267</u>
-	-	-	-	-	-
17,424	-	8,053	6,680	-	610
-	-	-	-	-	-
<u>17,424</u>	<u>-</u>	<u>8,053</u>	<u>6,680</u>	<u>-</u>	<u>610</u>
<u>\$ 17,730</u>	<u>\$ 3,027</u>	<u>\$ 56,872</u>	<u>\$ 19,625</u>	<u>\$ 209,019</u>	<u>\$ 8,877</u>

**STATE OF NEW MEXICO**  
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Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2008

	Special Revenue			
	LANL Foundation	Save the Children	Indian Health Service	Technology for Education SDE
<i>Assets</i>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
<i>Receivables:</i>				
Property taxes receivable	-	-	-	-
Due from other governments	-	-	12,285	468
Other receivables	-	-	-	-
Inventory	-	-	-	-
Due from other funds	27,343	-	-	8,465
	<u>27,343</u>	<u>-</u>	<u>-</u>	<u>8,465</u>
<i>Total assets</i>	<u>\$ 27,343</u>	<u>\$ -</u>	<u>\$ 12,285</u>	<u>\$ 8,933</u>
<i>Liabilities</i>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 229	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	622	-	12,056	8,933
	<u>622</u>	<u>-</u>	<u>12,056</u>	<u>8,933</u>
<i>Total liabilities</i>	<u>622</u>	<u>-</u>	<u>12,285</u>	<u>8,933</u>
<i>Fund balances</i>				
<i>Reserved for:</i>				
Inventory	-	-	-	-
<i>Unreserved, reported in:</i>				
Special revenue funds	26,721	-	-	-
Capital projects funds	-	-	-	-
	<u>26,721</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>26,721</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 27,343</u>	<u>\$ -</u>	<u>\$ 12,285</u>	<u>\$ 8,933</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Literacy for Children	TANF Full Day Kindergarten	Incentives For School Improvements	Truancy Grant	Rural Initiatives	G.O. Bond Libraries 2004
\$ -	\$ -	\$ -	\$ 98	\$ 8	\$ -
-	-	-	-	-	-
8,915	-	-	-	-	11,818
-	-	-	-	-	-
-	-	-	-	-	-
-	2,305	14,662	51	-	-
<u>\$ 8,915</u>	<u>\$ 2,305</u>	<u>\$ 14,662</u>	<u>\$ 149</u>	<u>\$ 8</u>	<u>\$ 11,818</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,915	-	-	-	-	11,818
<u>8,915</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,818</u>
-	-	-	-	-	-
-	2,305	14,662	149	8	-
-	-	-	-	-	-
-	2,305	14,662	149	8	-
<u>\$ 8,915</u>	<u>\$ 2,305</u>	<u>\$ 14,662</u>	<u>\$ 149</u>	<u>\$ 8</u>	<u>\$ 11,818</u>

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2008

	Special Revenue			
	G.O. Bond Libraries 1994-95	Reading Improvement Initiative	Mid-School Tutoring & Student Enhancement	Beginning Teacher Mentorship Program
<i>Assets</i>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 77	\$ -
Receivables:				
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
Due from other funds	1,761	5,418	-	-
<i>Total assets</i>	<u>\$ 1,761</u>	<u>\$ 5,418</u>	<u>\$ 77</u>	<u>\$ -</u>
<i>Liabilities</i>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
<i>Reserved for:</i>				
Inventory	-	-	-	-
<i>Unreserved, reported in:</i>				
Special revenue funds	1,761	5,418	77	-
Capital projects funds	-	-	-	-
<i>Total fund balances</i>	<u>1,761</u>	<u>5,418</u>	<u>77</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,761</u>	<u>\$ 5,418</u>	<u>\$ 77</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Library Leg. Approp. Law of 2006	School in need of Improvement	K-3 Plus	After School Enrichment	NM Arts Division	Gear-Up
\$ -	\$ -	\$ -	\$ -	\$ 257	\$ -
-	-	-	-	-	-
18,528	14,714	-	45,431	-	13,883
-	-	-	-	-	-
-	-	-	-	-	-
-	-	36,954	-	-	6,239
<u>\$ 18,528</u>	<u>\$ 14,714</u>	<u>\$ 36,954</u>	<u>\$ 45,431</u>	<u>\$ 257</u>	<u>\$ 20,122</u>
\$ -	\$ -	\$ 3,115	\$ 763	\$ -	\$ 484
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	294	-	-
18,528	14,714	4,596	44,374	-	19,638
<u>18,528</u>	<u>14,714</u>	<u>7,711</u>	<u>45,431</u>	<u>-</u>	<u>20,122</u>
-	-	-	-	-	-
-	-	29,243	-	257	-
-	-	-	-	-	-
-	-	29,243	-	257	-
<u>\$ 18,528</u>	<u>\$ 14,714</u>	<u>\$ 36,954</u>	<u>\$ 45,431</u>	<u>\$ 257</u>	<u>\$ 20,122</u>

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2008

	Special Revenue			Capital Projects
	Rio Arriba County Grant	Breakfast in the Classroom	McCune Charitable Foundation	Bond Building
<i>Assets</i>				
Current Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 2
Receivables:				
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	1,733	-	-	-
Inventory	-	-	-	-
Due from other funds	-	1,009	-	-
	-	1,009	-	-
<i>Total assets</i>	\$ 1,733	\$ 1,009	\$ -	\$ 2
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	1,733	768	-	-
	1,733	768	-	-
<i>Total liabilities</i>	1,733	768	-	-
<i>Fund balances</i>				
Reserved for:				
Inventory	-	-	-	-
Unreserved, reported in:				
Special revenue funds	-	241	-	-
Capital projects funds	-	-	-	2
	-	241	-	2
<i>Total fund balances</i>	-	241	-	2
<i>Total liabilities and fund balances</i>	\$ 1,733	\$ 1,009	\$ -	\$ 2

The accompanying notes are an integral part of these financial statements

Capital Projects			
Special Capital Outlay State	USDA Forest Service	Energy Efficient Act	Totals
\$ -	\$ 8,028	\$ 5,813	\$ 15,191
-	-	-	-
3,279	39,674	-	688,847
-	-	-	1,733
-	-	-	4,546
-	60,394	-	613,234
<u>\$ 3,279</u>	<u>\$ 108,096</u>	<u>\$ 5,813</u>	<u>\$ 1,323,551</u>
\$ -	\$ -	\$ -	\$ 34,261
-	-	-	-
-	-	-	-
-	-	-	-
-	200	-	6,486
3,279	107,896	-	1,153,730
<u>3,279</u>	<u>108,096</u>	<u>-</u>	<u>1,194,477</u>
-	-	-	4,546
-	-	-	118,713
-	-	5,813	5,815
-	-	5,813	129,074
<u>\$ 3,279</u>	<u>\$ 108,096</u>	<u>\$ 5,813</u>	<u>\$ 1,323,551</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			
	Cafeteria	Athletics	Title I	Idea-B Entitlement
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ 126,598	\$ -	\$ 163,061	\$ 48,379
Federal direct	11,360	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	3,834	11,495	-	-
Investment income	68	3	-	-
Miscellaneous	26,046	-	-	-
<i>Total Revenues</i>	167,906	11,498	163,061	48,379
<i>Expenditures</i>				
Current:				
Instruction	-	6,069	156,938	26,156
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	3,115	22,223
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Transportation	-	-	3,008	-
Food services	163,906	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	163,906	6,069	163,061	48,379
<i>Net change in fund balance</i>	4,000	5,429	-	-
<i>Fund balance - beginning</i>	(12,973)	6,458	-	-
<i>Fund balance - ending</i>	\$ (8,973)	\$ 11,887	\$ -	\$ -

The accompanying notes are an integral part of these financial statements



Special Revenue

Idea-B Discretionary	Transition Cadre Project	Administrative Pool Federal Project	Technology Literacy Challenge	Comprehensive Classroom Reform	Reading Excellence
\$ 42,822	\$ 2,649	\$ -	\$ 35	\$ 84	\$ 2,065
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
42,822	2,649	-	35	84	2,065
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
42,822	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
42,822	-	-	-	-	-
-	2,649	-	35	84	2,065
-	(5,905)	(21,996)	-	(84)	-
\$ -	\$ (3,256)	\$ (21,996)	\$ 35	\$ -	\$ 2,065

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			
	Title V Innovative Education	English Language and Academic Achievement	Teacher/ Principal Training	Safe and Drug Free Schools
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ 8,272	\$ 16,536	\$ 28,187	\$ 1,204
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	656	-
<i>Total Revenues</i>	<u>8,272</u>	<u>16,536</u>	<u>28,843</u>	<u>1,204</u>
<i>Expenditures</i>				
Current:				
Instruction	1,647	14,683	20,263	1,204
Support services - students	-	-	-	-
Support services - instruction	-	1,500	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	353	8,580	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Food services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>1,647</u>	<u>16,536</u>	<u>28,843</u>	<u>1,204</u>
<i>Net change in fund balance</i>	6,625	-	-	-
<i>Fund balance - beginning</i>	<u>(6,625)</u>	<u>-</u>	<u>785</u>	<u>-</u>
<i>Fund balance - ending</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 785</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Title I School Improvement</u>	<u>Reading First</u>	<u>Title VII Bilingual Education</u>	<u>Bilingual Education Comprehensive</u>	<u>Collaborative Forest Restoration</u>	<u>Johnson O'Malley</u>
\$ 11,954	\$ 145,041	\$ -	\$ -	\$ -	\$ -
-	-	170	55	126,726	10,022
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	150	-
<u>11,954</u>	<u>145,041</u>	<u>170</u>	<u>55</u>	<u>126,876</u>	<u>10,022</u>
-	138,618	-	-	23,425	7,228
-	-	-	-	-	-
-	-	-	-	-	-
-	6,423	-	-	11,985	-
-	-	-	-	-	-
-	-	-	-	91,466	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>145,041</u>	<u>-</u>	<u>-</u>	<u>126,876</u>	<u>7,228</u>
11,954	-	170	55	-	2,794
<u>(11,954)</u>	<u>229</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 229</u>	<u>\$ 170</u>	<u>\$ 55</u>	<u>\$ -</u>	<u>\$ 2,794</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			
	Star Schools	Impact Aid Special Education	Indian Education	Title XIX Medicaid
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	14,836	36,770	890
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>14,836</u>	<u>36,770</u>	<u>890</u>
<i>Expenditures</i>				
Current:				
Instruction	-	632	24,009	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Food services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>632</u>	<u>24,009</u>	<u>-</u>
<i>Net change in fund balance</i>	-	14,204	12,761	890
<i>Fund balance - beginning</i>	<u>(2,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - ending</i>	<u>\$ (2,000)</u>	<u>\$ 14,204</u>	<u>\$ 12,761</u>	<u>\$ 890</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Indian Ed Formula Grant	After School Learning	Elementary School Counseling	Rural Education Achievement	Transition to Teaching	Native American Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
28,772	69	269,158	19,901	344,404	54,907
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
160	-	-	-	-	-
<u>28,932</u>	<u>69</u>	<u>269,158</u>	<u>19,901</u>	<u>344,404</u>	<u>54,907</u>
10,287	-	112	13,221	-	54,297
1,221	-	260,993	-	-	-
-	-	-	-	-	-
-	-	-	-	7,372	-
-	-	-	-	301,307	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	35,725	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,508</u>	<u>-</u>	<u>261,105</u>	<u>13,221</u>	<u>344,404</u>	<u>54,297</u>
17,424	69	8,053	6,680	-	610
-	(69)	-	-	-	-
<u>\$ 17,424</u>	<u>\$ -</u>	<u>\$ 8,053</u>	<u>\$ 6,680</u>	<u>\$ -</u>	<u>\$ 610</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			
	LANL Foundation	Save the Children	Indian Health Service	Technology for Education SDE
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	52,386	4,495	12,285	-
State flowthrough	-	-	-	17,770
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>52,386</u>	<u>4,495</u>	<u>12,285</u>	<u>17,770</u>
<i>Expenditures</i>				
Current:				
Instruction	1,461	-	15,550	10,497
Support services - students	-	-	4,287	-
Support services - instruction	-	-	-	-
Support services - general administration	2,888	-	-	-
Support services - school administration	22,663	-	42	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Food services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>27,012</u>	<u>-</u>	<u>19,879</u>	<u>10,497</u>
<i>Net change in fund balance</i>	25,374	4,495	(7,594)	7,273
<i>Fund balance - beginning</i>	<u>1,347</u>	<u>(4,495)</u>	<u>7,594</u>	<u>(7,273)</u>
<i>Fund balance - ending</i>	<u>\$ 26,721</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Literacy for Children	TANF Full Day Kindergarten	Incentives For School Improvements	Truancy Grant	Rural Initiatives	G.O. Bond Libraries 2004
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
8,916	-	3,835	-	8	11,818
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,916</u>	<u>-</u>	<u>3,835</u>	<u>-</u>	<u>8</u>	<u>11,818</u>
-	-	3,335	-	-	-
-	-	-	-	-	-
-	-	-	-	-	635
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,335	-	-	635
8,916	-	500	-	8	11,183
<u>(8,916)</u>	<u>2,305</u>	<u>14,162</u>	<u>149</u>	<u>-</u>	<u>(11,183)</u>
<u>\$ -</u>	<u>\$ 2,305</u>	<u>\$ 14,662</u>	<u>\$ 149</u>	<u>\$ 8</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			
	G.O. Bond Libraries 1994-95	Reading Improvement Initiative	Mid-School Tutoring & Student Enhancement	Beginning Teacher Mentorship
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	1,761	-	77	8,360
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>1,761</u>	<u>-</u>	<u>77</u>	<u>8,360</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	8,360
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Transportation	-	-	-	-
Food services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,360</u>
<i>Net change in fund balance</i>	1,761	-	77	-
<i>Fund balance - beginning</i>	<u>-</u>	<u>5,418</u>	<u>-</u>	<u>-</u>
<i>Fund balance - ending</i>	<u>\$ 1,761</u>	<u>\$ 5,418</u>	<u>\$ 77</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



Special Revenue

Library Leg Approp. Law of 2006	School in need of Improvement	K-3 Plus	After School Enrichment	NM Arts Division	Gear-Up
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
18,528	26,257	132,963	68,876	-	13,883
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>18,528</u>	<u>26,257</u>	<u>132,963</u>	<u>68,876</u>	<u>-</u>	<u>13,883</u>
-	26,257	84,154	49,806	-	13,552
-	-	-	-	-	72
18,528	-	-	-	-	-
-	-	-	-	-	-
-	-	16,356	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,210	19,070	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>18,528</u>	<u>26,257</u>	<u>103,720</u>	<u>68,876</u>	<u>-</u>	<u>13,624</u>
-	-	29,243	-	-	259
-	-	-	-	257	(259)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,243</u>	<u>\$ -</u>	<u>\$ 257</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**For the Year Ended June 30, 2008**

	Special Revenue			Capital Projects
	Rio Arriba County Grant	Breakfast In The Classroom	McCune Charitable Foundation	Bond Building
<i>Revenues</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	505	-	-
Local grants	-	-	-	-
State flowthrough	-	505	-	-
State direct	-	-	-	-
Combined state/local	1,733	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	2
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	1,733	1,010	-	2
<i>Expenditures</i>				
Current:				
Instruction	8,341	-	6,236	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	66,478
Transportation	-	-	-	-
Food services	-	1,010	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	8,341	1,010	6,236	66,478
<i>Net change in fund balance</i>	(6,608)	-	(6,236)	(66,476)
<i>Fund balance - beginning</i>	6,608	241	6,236	66,478
<i>Fund balance - ending</i>	\$ -	\$ 241	\$ -	\$ 2

The accompanying notes are an integral part of these financial statements

Capital Projects

Special Capital Outlay State	USDA Forest Service	Energy Efficient Act	Totals
\$ 3,279	\$ 39,674	\$ -	\$ 639,840
-	-	-	918,545
-	-	-	69,166
-	-	55,735	369,292
-	-	-	-
-	-	-	1,733
-	-	-	-
-	-	-	15,329
-	-	-	73
-	-	-	27,012
<u>3,279</u>	<u>39,674</u>	<u>55,735</u>	<u>2,040,990</u>
-	-	-	726,338
-	-	-	266,573
-	-	-	20,663
-	-	-	10,260
-	-	-	435,869
-	-	-	-
-	-	-	157,944
-	-	-	25,288
-	-	-	164,916
-	-	-	-
-	-	-	35,725
-	-	40,606	40,606
-	-	13,654	13,654
<u>-</u>	<u>-</u>	<u>54,260</u>	<u>1,897,836</u>
3,279	39,674	1,475	143,154
<u>(3,279)</u>	<u>(39,674)</u>	<u>4,338</u>	<u>(14,080)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,813</u>	<u>\$ 129,074</u>

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Cafeteria Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-1

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	139,758	139,758	126,598	(13,160)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	2,300	2,300	3,834	1,534
Investment income	90	90	68	(22)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	142,148	142,148	130,500	(11,648)
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	156,157	156,157	152,426	3,731
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	156,157	156,157	152,426	3,731
<i>Excess (deficiency) of revenues over expenditures</i>	(14,009)	(14,009)	(21,926)	(7,917)
<i>Other financing sources (uses)</i>				
Designated cash balance	14,009	14,009	-	(14,009)
<i>Net change in fund balance</i>	-	-	(21,926)	(21,926)
<i>Fund balance - beginning of year</i>			8,753	
<i>Fund balance - restatement</i>			(26,049)	
<i>Fund balance - beginning of year as restated</i>	-	-	(17,296)	(17,296)
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (39,222)	\$ (39,222)
Net change in fund balances (Budget Basis)				\$ (21,926)
Adjustments for revenues for federal direct sources				(14,686)
Adjustments to expenditures for payroll costs and food service operations				40,612
Net change in fund balances (GAAP basis)				\$ 4,000

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Athletics Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2008

Statement B-2

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	6,000	6,000	11,495	5,495
Investment income	500	500	3	(497)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,500</u>	<u>6,500</u>	<u>11,498</u>	<u>4,998</u>
<i>Expenditures</i>				
Current:				
Instruction	6,500	6,500	6,069	431
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,500</u>	<u>6,500</u>	<u>6,069</u>	<u>431</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	5,429	5,429
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	5,429	5,429
<i>Fund balance - beginning of year</i>	-	-	6,458	6,458
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,887</u>	<u>\$ 11,887</u>
Net change in fund balances (Budget Basis)				\$ 5,429
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 5,429</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Title I Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-3

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	143,501	174,370	80,454	(93,916)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	143,501	174,370	80,454	(93,916)
<i>Expenditures</i>				
Current:				
Instruction	133,501	161,255	145,048	16,207
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	3,115	3,115	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	6,000	6,004	3,008	2,996
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	139,501	170,374	151,171	19,203
<i>Excess (deficiency) of revenues over expenditures</i>	4,000	3,996	(70,717)	(74,713)
<i>Other financing sources (uses)</i>				
Designated cash balance	(4,000)	(3,996)	-	3,996
<i>Net change in fund balance</i>	-	-	(70,717)	(70,717)
<i>Fund balance - beginning of year</i>	-	-	(23,022)	(23,022)
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (93,739)	\$ (93,739)
Net change in fund balances (Budget Basis)				\$ (70,717)
Adjustments for revenues for accruals of intergovernmental accounts receivables				82,607
Adjustments for expenditures for instruction				(11,890)
Net change in fund balances (GAAP basis)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

Jemez Mountain School District No. 53  
 IDEA-B Entitlement Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	49,323	15,404	(33,919)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>49,323</u>	<u>15,404</u>	<u>(33,919)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	27,097	26,156	941
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	22,226	22,223	3
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>49,323</u>	<u>48,379</u>	<u>944</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(32,975)	(32,975)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	(32,975)	(32,975)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(5,281)</u>	<u>(5,281)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (38,256)</u>	<u>\$ (38,256)</u>
Net change in fund balances (Budget Basis)				\$ (32,975)
Adjustments for revenues for accruals of intergovernmental accounts receivables				32,975
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-5

Jemez Mountain School District No. 53  
IDEA-B Discretionary Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	42,939	-	(42,939)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>42,939</u>	<u>-</u>	<u>(42,939)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	42,939	42,822	117
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>42,939</u>	<u>42,822</u>	<u>117</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(42,822)	(42,822)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	(42,822)	(42,822)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,593)</u>	<u>(1,593)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (44,415)</u>	<u>\$ (44,415)</u>
Net change in fund balances (Budget Basis)				\$ (42,822)
Adjustments for revenues for accruals of intergovernmental accounts receivables				42,822
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement B-6

Jemez Mountain School District No. 53  
 Transition Cadre Project Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>			-	
<i>Fund balance - restatement</i>			<u>(3,256)</u>	
<i>Fund balance - beginning of year as restated</i>	<u>-</u>	<u>-</u>	<u>(3,256)</u>	<u>(3,256)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,256)</u>	<u>\$ (3,256)</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for accruals of intergovernmental receivables				2,649
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 2,649</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

Jemez Mountain School District No. 53  
 Administrative Pool Federal Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(21,996)</u>	<u>(21,996)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,996)</u>	<u>\$ (21,996)</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

Jemez Mountain School District No. 53  
 Technology Literacy Challenge Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>35</u>	<u>35</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35</u>	<u>\$ 35</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for accruals of intergovernmental receivables				35
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 35</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

Jemez Mountain School District No. 53  
 Comprehensive Classroom Reform Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(443)</u>	<u>(443)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (443)</u>	<u>\$ (443)</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				84
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 84</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Reading Excellence Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-10

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	2,065	2,065
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 2,065	\$ 2,065
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for accruals of intergovernmental receivables				2,065
No adjustments				-
Net change in fund balances (GAAP basis)				\$ 2,065

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

Jemez Mountain School District No. 53  
 Title V Innovative Education Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	2,793	5,047	-	(5,047)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,793</u>	<u>5,047</u>	<u>-</u>	<u>(5,047)</u>
<i>Expenditures</i>				
Current:				
Instruction	2,793	5,047	2,667	2,380
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,793</u>	<u>5,047</u>	<u>2,667</u>	<u>2,380</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(2,667)	(2,667)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(2,667)	(2,667)
<i>Fund balance - beginning of year</i>	-	-	(10,569)	(10,569)
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,236)</u>	<u>\$ (13,236)</u>
Net change in fund balances (Budget Basis)				\$ (2,667)
Adjustments for revenues for accruals of intergovernmental receivables				7,957
Adjustments to expenditures for accounts payables and accruals of compensated absences				1,335
Net change in fund balances (GAAP basis)				<u>\$ 6,625</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

Jemez Mountain School District No. 53  
 English Language and Academic Achievement Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	14,381	13,501	-	(13,501)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>14,381</u>	<u>13,501</u>	<u>-</u>	<u>(13,501)</u>
<i>Expenditures</i>				
Current:				
Instruction	9,391	12,664	11,645	1,019
Support services - students	-	-	-	-
Support services - instruction	1,500	1,500	1,500	-
Support services - general administration	-	-	-	-
Support services - school administration	1,687	354	353	1
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>12,578</u>	<u>14,518</u>	<u>13,498</u>	<u>1,020</u>
<i>Excess (deficiency) of revenues over expenditures</i>	1,803	(1,017)	(13,498)	(12,481)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>(1,803)</u>	<u>1,017</u>	<u>-</u>	<u>(1,017)</u>
<i>Net change in fund balance</i>	-	-	(13,498)	(13,498)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(14,486)</u>	<u>(14,486)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,984)</u>	<u>\$ (27,984)</u>
Net change in fund balances (Budget Basis)				\$ (13,498)
Adjustments for revenues for accruals of intergovernmental accounts receivables				16,536
Adjustments for support service expenditures				<u>(3,038)</u>
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-13

Jemez Mountain School District No. 53  
 Teacher/Principal Training Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	28,958	34,869	28,215	(6,654)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	656	656
<i>Total revenues</i>	<u>28,958</u>	<u>34,869</u>	<u>28,871</u>	<u>(5,998)</u>
<i>Expenditures</i>				
Current:				
Instruction	24,958	26,499	19,323	7,176
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	4,000	8,370	8,368	2
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>28,958</u>	<u>34,869</u>	<u>27,691</u>	<u>7,178</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	1,180	1,180
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	1,179	1,180
<i>Fund balance - beginning of year</i>	-	-	(17,370)	(17,370)
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,191)</u>	<u>\$ (16,190)</u>
Net change in fund balances (Budget Basis)				\$ 1,179
Adjustments for revenues for accruals of intergovernmental accounts receivables				(28)
Adjustments to expenditures for accounts payables				(1,152)
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-14

Jemez Mountain School District No. 53  
 Safe and Drug Free Schools Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	2,524	3,112	-	(3,112)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	2,524	3,112	-	(3,112)
<i>Expenditures</i>				
Current:				
Instruction	2,524	3,112	2,042	1,070
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	2,524	3,112	2,042	1,070
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(2,042)	(2,042)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(2,042)	(2,042)
<i>Fund balance - beginning of year</i>	-	-	(2,962)	(2,962)
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (5,004)	\$ (5,004)
Net change in fund balances (Budget Basis)				\$ (2,042)
Adjustments for revenues for accruals of intergovernmental accounts receivables				1,204
Adjustments to expenditures for accounts payables				838
Net change in fund balances (GAAP basis)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

Jemez Mountain School District No. 53  
 Title I School Improvement Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	8,472	144	(8,328)
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,472</u>	<u>144</u>	<u>(8,328)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	8,472	-	8,472
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,472</u>	<u>-</u>	<u>8,472</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	144	144
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	144	144
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(27,223)</u>	<u>(27,223)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,079)</u>	<u>\$ (27,079)</u>
Net change in fund balances (Budget Basis)				\$ 144
Adjustments for revenues for accruals of intergovernmental receivables				135
Adjustments to expenditures for accounts payables				<u>11,675</u>
Net change in fund balances (GAAP basis)				<u>\$ 11,954</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Reading First Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-16

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	154,914	154,834	204,431	49,597
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	154,914	154,834	204,431	49,597
<i>Expenditures</i>				
Current:				
Instruction	147,857	147,777	138,389	9,388
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	7,057	7,057	6,423	634
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	154,914	154,834	144,812	10,022
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	59,619	59,619
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	59,619	59,619
<i>Fund balance - beginning of year</i>	-	-	(95,606)	(95,606)
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (36,216)	\$ (35,987)
Net change in fund balances (Budget Basis)				\$ 59,619
Adjustments for revenues for accruals of intergovernmental accounts receivables				(59,390)
Adjustments to expenditures for accounts payables				(229)
Net change in fund balances (GAAP basis)				\$ -

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Title VII Bilingual Education Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-17

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 170	\$ -
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for federal direct sources				170
No adjustments				-
Net change in fund balances (GAAP basis)				\$ 170

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

Jemez Mountain School District No. 53  
 Bilingual Education Comprehensive Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55</u>	<u>\$ -</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for federal direct sources				55
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 55</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Collaborative Forest Restoration Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-19

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	120,000	131,235	155,241	24,006
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	150	150
<i>Total revenues</i>	120,000	131,235	155,391	24,156
<i>Expenditures</i>				
Current:				
Instruction	34,034	26,884	24,222	2,662
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	10,200	11,985	11,985	-
Central services	-	-	-	-
Operation and maintenance of plant	74,866	91,466	91,466	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	119,100	130,335	127,673	2,662
<i>Excess (deficiency) of revenues over expenditures</i>	900	900	27,718	26,818
<i>Other financing sources (uses)</i>				
Designated cash balance	(900)	(900)	-	900
<i>Net change in fund balance</i>	-	-	27,718	27,718
<i>Fund balance - beginning of year</i>			(109,978)	
<i>Fund balance - restatement</i>			(42,263)	
<i>Fund balance - beginning of year as restated</i>	-	-	(152,241)	(152,241)
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (124,523)	\$ (124,523)
Net change in fund balances (Budget Basis)				\$ 27,718
Adjustments for revenues for federal direct sources				(28,515)
Adjustments for instruction expenditures				797
Net change in fund balances (GAAP basis)				\$ -

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-20

Jemez Mountain School District No. 53  
 Johnson O'Malley Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	14,456	5,604	(8,852)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>14,456</u>	<u>5,604</u>	<u>(8,852)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	14,456	7,228	7,228
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>14,456</u>	<u>7,228</u>	<u>7,228</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,624)	(1,624)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	(1,624)	(1,624)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,810)</u>	<u>(2,810)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,434)</u>	<u>\$ (4,434)</u>
Net change in fund balances (Budget Basis)				\$ (1,624)
Adjustments for revenues for federal direct sources				4,418
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 2,794</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Star Schools Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-21

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,000)</u>	<u>(2,000)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement B-22

Jemez Mountain School District No. 53  
 Impact Aid Special Education Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	4,050	6,161	2,111
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,050</u>	<u>6,161</u>	<u>2,111</u>
<i>Expenditures</i>				
Current:				
Instruction	-	4,050	632	3,418
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,050</u>	<u>632</u>	<u>3,418</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	5,529	5,529
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	5,529	5,529
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,675</u>	<u>8,675</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,204</u>	<u>\$ 14,204</u>
Net change in fund balances (Budget Basis)				\$ 5,529
Adjustments for revenues for federal direct sources				8,675
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 14,204</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-23

Jemez Mountain School District No. 53  
Indian Education Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	24,106	36,942	12,836
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>24,106</u>	<u>36,942</u>	<u>12,836</u>
<i>Expenditures</i>				
Current:				
Instruction	-	24,106	24,103	3
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>24,106</u>	<u>24,103</u>	<u>3</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	12,839	12,839
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	12,839	12,839
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>159</u>	<u>159</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,998</u>	<u>\$ 12,998</u>
Net change in fund balances (Budget Basis)				\$ 12,839
Adjustments for revenues for accruals of intergovernmental accounts receivables				(172)
Adjustments to expenditures for accounts payables				94
Net change in fund balances (GAAP basis)				<u>\$ 12,761</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Title XIX Medicaid Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-24

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	649	649
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 649	\$ 649
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for accruals of intergovernmental accounts receivables				890
No adjustments				-
Net change in fund balances (GAAP basis)				\$ 890

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-25

Jemez Mountain School District No. 53  
 Indian Ed Formula Grant Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	17,191	17,191	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	160	160
<i>Total revenues</i>	<u>-</u>	<u>17,191</u>	<u>17,351</u>	<u>160</u>
<i>Expenditures</i>				
Current:				
Instruction	-	15,965	9,981	5,984
Support services - students	-	1,226	1,221	5
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>17,191</u>	<u>11,202</u>	<u>5,989</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	6,149	6,149
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	6,149	6,149
<i>Fund balance - beginning of year</i>	-	-	11,581	11,581
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,730</u>	<u>\$ 17,730</u>
Net change in fund balances (Budget Basis)				\$ 6,149
Adjustments for revenues for federal direct sources				11,581
Adjustments for instruction expenditures				<u>(306)</u>
Net change in fund balances (GAAP basis)				<u>\$ 17,424</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

Jemez Mountain School District No. 53  
 After School Learning Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(69)</u>	<u>(69)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (69)</u>	<u>\$ (69)</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues from state grants				69
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 69</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Elementary School Counseling Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-27

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	274,844	269,158	(5,686)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>274,844</u>	<u>269,158</u>	<u>(5,686)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	112	112	-
Support services - students	-	274,732	258,100	16,632
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>274,844</u>	<u>258,212</u>	<u>16,632</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	10,946	10,946
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	10,946	10,946
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,946</u>	<u>\$ 10,946</u>
Net change in fund balances (Budget Basis)				\$ 10,946
No adjustments				-
Adjustments for student support services expenditures				<u>(2,893)</u>
Net change in fund balances (GAAP basis)				<u>\$ 8,053</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Jemez Mountain School District No. 53  
 Rural Education Achievement Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	13,221	13,221	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>13,221</u>	<u>13,221</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	13,221	13,221	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>13,221</u>	<u>13,221</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,680</u>	<u>6,680</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,680</u>	<u>\$ 6,680</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for federal direct sources				6,680
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 6,680</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

Jemez Mountain School District No. 53  
 Transition to Teaching Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	763,148	306,124	(457,024)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>763,148</u>	<u>306,124</u>	<u>(457,024)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	13,869	7,372	6,497
Support services - school administration	-	712,453	295,307	417,146
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	35,726	35,726	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>762,048</u>	<u>338,405</u>	<u>423,643</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	1,100	(32,281)	(33,381)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	(1,100)	-	1,100
<i>Net change in fund balance</i>	-	-	(32,281)	(32,281)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,280)</u>	<u>\$ (32,281)</u>
Net change in fund balances (Budget Basis)				\$ (32,281)
Adjustments for revenues for federal direct sources				38,280
Adjustments for school administration expenditures				<u>(5,999)</u>
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Native American Program  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2008

Statement B-30

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Federal flowthrough	-	-	-	-
Federal direct	-	54,401	-	(54,401)
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>54,401</u>	<u>-</u>	<u>(54,401)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	54,401	54,297	104
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>54,401</u>	<u>54,297</u>	<u>104</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(54,297)	(54,297)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(54,297)	(54,297)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>54,907</u>	<u>54,907</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 610</u>	<u>\$ 610</u>
Net change in fund balances (Budget Basis)				\$ (54,297)
Adjustments for revenues for accruals of intergovernmental accounts receivables				54,907
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 610</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 LANL Foundation Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-31

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	27,012	52,386	25,374
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>27,012</u>	<u>52,386</u>	<u>25,374</u>
<i>Expenditures</i>				
Current:				
Instruction	-	1,461	1,461	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	2,888	2,888	-
Support services - school administration	-	22,663	22,663	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>27,012</u>	<u>27,012</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	25,374	25,374
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	25,374	25,374
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,347</u>	<u>1,347</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,721</u>	<u>\$ 26,721</u>
Net change in fund balances (Budget Basis)				\$ 25,374
No adjustments				-
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 25,374</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

Jemez Mountain School District No. 53  
 Save the Children Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for local revenues				4,495
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 4,495</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

Jemez Mountain School District No. 53  
 Indian Health Service Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	16,120	-	(16,120)
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,120</u>	<u>-</u>	<u>(16,120)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	10,400	15,484	(5,084)
Support services - students	-	4,287	4,287	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	41	41	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>14,728</u>	<u>19,812</u>	<u>(5,084)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	1,392	(19,812)	(21,204)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>(1,392)</u>	<u>-</u>	<u>1,392</u>
<i>Net change in fund balance</i>	-	-	(19,812)	(19,812)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,757</u>	<u>7,757</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,056)</u>	<u>\$ (12,055)</u>
Net change in fund balances (Budget Basis)				\$ (19,812)
No adjustments				12,285
Adjustments to expenditures for accounts payables				<u>(66)</u>
Net change in fund balances (GAAP basis)				<u>\$ (7,594)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

Jemez Mountain School District No. 53  
 Technology for Education SDE Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	10,497	17,302	6,805
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,497</u>	<u>17,302</u>	<u>6,805</u>
<i>Expenditures</i>				
Current:				
Instruction	-	10,497	10,497	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,497</u>	<u>10,497</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	6,805	6,805
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	6,805	6,805
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(7,273)</u>	<u>(7,273)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (468)</u>	<u>\$ (468)</u>
Net change in fund balances (Budget Basis)				\$ 6,805
Adjustments for revenues from state grants				468
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 7,273</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-35

Jemez Mountain School District No. 53  
 Literacy for Children Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	29,602	29,602
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>29,602</u>	<u>29,602</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	29,602	29,602
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	29,602	29,602
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(38,517)</u>	<u>(38,517)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,915)</u>	<u>\$ (8,915)</u>
Net change in fund balances (Budget Basis)				\$ 29,602
Adjustments for revenues for state flowthrough revenues				(20,686)
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 8,916</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

Jemez Mountain School District No. 53  
 TANF (Full Day Kindergarten) Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,305</u>	<u>2,305</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,305</u>	<u>\$ 2,305</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

Jemez Mountain School District No. 53  
 Incentives for School Improvements Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	3,835	3,835
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>3,835</u>	<u>3,835</u>
<i>Expenditures</i>				
Current:				
Instruction	-	12,668	3,335	9,333
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,668</u>	<u>3,335</u>	<u>9,333</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	(12,668)	500	13,168
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>12,668</u>	<u>-</u>	<u>(12,668)</u>
<i>Net change in fund balance</i>	-	-	500	500
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,162</u>	<u>14,162</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,662</u>	<u>\$ 14,662</u>
Net change in fund balances (Budget Basis)				\$ 500
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 500</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Truancy Grant Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-38

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>149</u>	<u>149</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 149</u>	<u>\$ 149</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Rural Initiatives Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-39

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>8</u>	<u>8</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 8</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for state flowthrough revenues				8
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 8</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-40

Jemez Mountain School District No. 53  
 G.O. Bond Libraries 2004 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	635	-	(635)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>635</u>	<u>-</u>	<u>(635)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	635	635	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>635</u>	<u>635</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(635)	(635)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	(635)	(635)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,183)</u>	<u>(11,183)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,818)</u>	<u>\$ (11,818)</u>
Net change in fund balances (Budget Basis)				\$ (635)
Adjustments for revenues for state sources				11,818
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 11,183</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-41

Jemez Mountain School District No. 53  
 G.O. Bond Libraries 1994-95 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,761</u>	<u>1,761</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,761</u>	<u>\$ 1,761</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues for state sources				1,761
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 1,761</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-42

Jemez Mountain School District No. 53  
 Reading Improvement Initiative Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,418</u>	<u>5,418</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,418</u>	<u>\$ 5,418</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-43

Jemez Mountain School District No. 53  
 Mid-School Tutoring & Student Enhancement Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>77</u>	<u>77</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77</u>	<u>\$ 77</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for state flowthrough revenues				77
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 77</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-44

Jemez Mountain School District No. 53  
 Beginning Teacher Mentorship Program Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	8,360	12,040	3,680
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,360</u>	<u>12,040</u>	<u>3,680</u>
<i>Expenditures</i>				
Current:				
Instruction	-	8,360	8,360	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,360</u>	<u>8,360</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	3,680	3,680
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	3,680	3,680
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,680)</u>	<u>(3,680)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (Budget Basis)				\$ 3,680
Adjustments for state flowthrough revenues				(3,680)
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-45

Jemez Mountain School District No. 53  
 Library Legislative Appropriation law of 2006 Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	18,528	-	(18,528)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>18,528</u>	<u>-</u>	<u>(18,528)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	18,528	18,528	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>18,528</u>	<u>18,528</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(18,528)	(18,528)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(18,528)	(18,528)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,528)</u>	<u>\$ (18,528)</u>
Net change in fund balances (Budget Basis)				\$ (18,528)
Adjustments for state flowthrough revenues				18,528
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
School in Need of Improvements Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2008

Statement B-46

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	60,000	11,543	(48,457)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>60,000</u>	<u>11,543</u>	<u>(48,457)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	60,000	26,257	33,743
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>60,000</u>	<u>26,257</u>	<u>33,743</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(14,714)	(14,714)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(14,714)	(14,714)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,714)</u>	<u>\$ (14,714)</u>
Net change in fund balances (Budget Basis)				\$ (14,714)
Adjustments for state flowthrough revenues				14,714
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 K-3 Plus Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-47

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	24,440	132,963	132,963	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>24,440</u>	<u>132,963</u>	<u>132,963</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	107,985	81,039	26,946
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	16,562	16,356	206
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	3,210	3,210	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>127,757</u>	<u>100,605</u>	<u>27,152</u>
<i>Excess (deficiency) of revenues over expenditures</i>	24,440	5,206	32,358	27,152
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>(24,440)</u>	<u>(5,206)</u>	<u>-</u>	<u>5,206</u>
<i>Net change in fund balance</i>	-	-	32,358	32,358
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,358</u>	<u>\$ 32,358</u>
Net change in fund balances (Budget Basis)				\$ 32,358
No adjustments				-
Adjustments for instruction expenditures				<u>(3,115)</u>
Net change in fund balances (GAAP basis)				<u>\$ 29,243</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 After School Enrichment Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-48

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	69,000	23,445	(45,555)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>69,000</u>	<u>23,445</u>	<u>(45,555)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	49,279	49,043	236
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	19,721	19,070	651
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>69,000</u>	<u>68,113</u>	<u>887</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(44,668)	(44,668)
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	(44,668)	(44,668)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (44,668)</u>	<u>\$ (44,668)</u>
Net change in fund balances (Budget Basis)				\$ (44,668)
Adjustments for revenues for state flowthrough revenues				45,431
Adjustments for instruction expenditures				(763)
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 NM Arts Division Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-49

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	257	257
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 257	\$ 257
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				\$ -

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Gear-Up Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

Statement B-50

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	23,650	7,650	(16,000)
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>23,650</u>	<u>7,650</u>	<u>(16,000)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	23,479	13,327	10,152
Support services - students	-	71	71	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,550</u>	<u>13,398</u>	<u>10,152</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	100	(5,748)	(5,848)
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>(100)</u>	<u>-</u>	<u>100</u>
<i>Net change in fund balance</i>	-	-	(5,748)	(5,748)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(7,650)</u>	<u>(7,650)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,399)</u>	<u>\$ (13,398)</u>
Net change in fund balances (Budget Basis)				\$ (5,748)
Adjustments for state flowthrough and state direct revenues				6,233
Adjustments to expenditures for instruction				<u>(225)</u>
Net change in fund balances (GAAP basis)				<u>\$ 259</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-51

Jemez Mountain School District No. 53  
 Rio Arriba County Grant Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	8,750	8,341	409
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,750</u>	<u>8,341</u>	<u>409</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	(8,750)	(8,341)	409
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>8,750</u>	<u>-</u>	<u>(8,750)</u>
<i>Net change in fund balance</i>	-	-	(8,341)	(8,341)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,608</u>	<u>6,608</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,733)</u>	<u>\$ (1,733)</u>
Net change in fund balances (Budget Basis)				\$ (8,341)
Adjustments to revenues from state grants				1,733
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ (6,608)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-52

Jemez Mountain School District No. 53  
 Breakfast in the Classroom Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	1,009	1,009	1,009	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,009</u>	<u>1,009</u>	<u>1,009</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	1,009	1,009	1,009	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,009</u>	<u>1,009</u>	<u>1,009</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	241	241
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 241</u>	<u>\$ 241</u>
Net change in fund balances (Budget Basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-53

Jemez Mountain School District No. 53  
 McCune Charitable Foundation Special Revenue Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	6,236	6,236	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,236</u>	<u>6,236</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	(6,236)	(6,236)	-
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>-</u>	<u>6,236</u>	<u>-</u>	<u>(6,236)</u>
<i>Net change in fund balance</i>	-	-	(6,236)	(6,236)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,236</u>	<u>6,236</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (Budget Basis)				\$ (6,236)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (6,236)</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement B-54

Jemez Mountain School District No. 53  
 Bond Building Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental receivables:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	2	2
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	76,470	76,470	66,478	9,992
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>76,470</u>	<u>76,470</u>	<u>66,478</u>	<u>9,992</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(76,470)	(76,470)	(66,476)	9,994
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>76,470</u>	<u>76,470</u>	<u>-</u>	<u>(76,470)</u>
<i>Net change in fund balance</i>	-	-	(66,476)	(66,476)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>66,478</u>	<u>66,478</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>
Net change in fund balances (Budget Basis)				\$ (66,476)
No adjustments				-
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ (66,476)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-55

Jemez Mountain School District No. 53  
 Special Capital Outlay State Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental receivables:				
Federal flowthrough	(150,000)	(150,000)	-	150,000
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>	<u>150,000</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(150,000)	(150,000)	-	150,000
Other financing sources (uses)				
Designated cash balance	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,279)</u>	<u>(3,279)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,279)</u>	<u>\$ (3,279)</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues from flowthrough grant revenue				3,279
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 3,279</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-56

Jemez Mountain School District No. 53  
 USDA Forest Service Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental receivables:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
Other financing sources (uses)				
Designated cash balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(39,674)</u>	<u>(39,674)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (39,674)</u>	<u>\$ (39,674)</u>
Net change in fund balances (Budget Basis)				\$ -
Adjustments for revenues from flowthrough grant revenue				39,674
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 39,674</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**SB-9 Capital Projects Fund**

Statement B-57

**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget (Non-GAAP Budgetary Basis) and Actual**  
**For the Year Ending June 30, 2008**

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ 107,143	\$ 113,723	\$ 113,723	\$ -
Property taxes - oil & gas	663,754	722,165	722,165	-
Intergovernmental receivables:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	2,730	2,730	482	(2,248)
Miscellaneous	-	-	6,364	6,364
<i>Total revenues</i>	773,627	838,618	842,734	4,116
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	1,072	1,479	1,159	320
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	1,016,939	1,060,672	846,170	214,502
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	55,000	75,851	75,849	2
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,073,011	1,138,002	923,178	214,824
<i>Excess (deficiency) of revenues over expenditures</i>	(299,384)	(299,384)	(80,444)	218,940
Other financing sources (uses)				
Designated cash balance	299,384	299,384	-	(299,384)
<i>Net change in fund balance</i>	-	-	(80,444)	(80,444)
<i>Fund balance - beginning of year</i>	-	-	7,207	7,207
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ (73,237)	\$ (73,237)
Net change in fund balances (Budget Basis)				\$ (80,444)
Adjustments for revenues for accruals of property taxes , oil and gas taxes revenues				(21,303)
Adjustments for operation and maintenance of plant, and capital outlay expenditures				(22,478)
Net change in fund balances (GAAP basis)				\$ (124,225)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Energy Efficient Capital Projects Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental receivables:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	55,736	55,736	55,735	(1)
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>55,736</u>	<u>55,736</u>	<u>55,735</u>	<u>(1)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	60,075	60,075	54,260	5,815
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>60,075</u>	<u>60,075</u>	<u>54,260</u>	<u>5,815</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(4,339)	(4,339)	1,475	5,814
Other financing sources (uses)				
Designated cash balance	<u>4,339</u>	<u>4,339</u>	<u>-</u>	<u>(4,339)</u>
<i>Net change in fund balance</i>	-	-	1,475	1,475
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,338</u>	<u>4,338</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,813</u>	<u>\$ 5,813</u>
Net change in fund balances (Budget Basis)				\$ 1,475
No adjustments				-
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 1,475</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Debt Service Fund Major Fund  
Statement of Revenues and Expenditures  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2008

Statement B-59

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<i>Revenues</i>				
Property taxes - residential & commercial	\$ 41,351	\$ 41,351	\$ 76,590	\$ 35,239
Property taxes - oil & gas	430,159	430,159	456,847	26,688
Intergovernmental revenues:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined state/local	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	4,000	4,000	919	(3,081)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>475,510</u>	<u>475,510</u>	<u>534,356</u>	<u>58,846</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	415	524	532	(8)
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	310,000	310,000	310,000	-
Interest	-	161,510	161,510	-
<i>Total expenditures</i>	<u>310,415</u>	<u>472,034</u>	<u>472,042</u>	<u>(8)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	165,095	3,476	62,314	58,838
<i>Other financing sources (uses)</i>				
Designated cash balance	<u>(165,095)</u>	<u>(3,476)</u>	<u>-</u>	<u>3,476</u>
<i>Net change in fund balance</i>	-	-	62,314	62,314
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>479,744</u>	<u>479,744</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 542,058</u>	<u>\$ 542,058</u>
Net change in fund balances (Budget Basis)				\$ 62,314
Adjustments for revenues for accruals of oil and gas tax receivables, property taxes receivables, intergovernmental receivables, and other receivables				8,067
No adjustments				<u>-</u>
Net change in fund balances (GAAP basis)				<u>\$ 70,381</u>

The accompanying notes are an integral part of these financial statements

**GENERAL  
FUND SUMMARY**

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
General Fund  
Combining Balance Sheets  
June 30, 2008

Statement C-1

	<u>General Fund</u>	<u>Teacherage Fund</u>	<u>Transportation Fund</u>	<u>Instructional Materials Fund</u>	<u>Total</u>
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	\$ 30,378	\$ 8,647	\$ 7,625	\$ (30,719)	\$ 15,931
Receivables:					
Property taxes receivable	1,958	-	-	-	1,958
Oil and gas taxes	30,051	-	-	-	30,051
Due from other governments	-	-	-	-	-
Other receivables	23,303	436	-	-	23,739
Inventory	-	-	-	-	-
Due from other funds	562,346	-	76,164	31,695	670,205
<b>Total assets</b>	<b>\$ 648,036</b>	<b>\$ 9,083</b>	<b>\$ 83,789</b>	<b>\$ 976</b>	<b>\$ 741,884</b>
<b>Liabilities</b>					
<b>Current liabilities</b>					
Accounts payable	\$ 67,362	\$ 721	\$ 808	\$ -	\$ 68,891
Accrued payroll	-	-	-	-	-
Deferred revenue	1,640	-	-	-	1,640
Accrued compensated absences	-	-	-	-	-
Due to other funds	507,550	7,509	83,471	-	598,530
<b>Total liabilities</b>	<b>576,552</b>	<b>8,230</b>	<b>84,279</b>	<b>-</b>	<b>669,061</b>
<b>Fund balance</b>					
Unreserved	71,484	853	(490)	976	72,823
<b>Total fund balance</b>	<b>71,484</b>	<b>853</b>	<b>(490)</b>	<b>976</b>	<b>72,823</b>
<b>Total liabilities and fund balance</b>	<b>\$ 648,036</b>	<b>\$ 9,083</b>	<b>\$ 83,789</b>	<b>\$ 976</b>	<b>\$ 741,884</b>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Fund**  
**For the Year Ending June 30, 2008**

	<u>General Fund</u>	<u>Teacherage Fund</u>	<u>Transportation Fund</u>	<u>Instructional Materials Fund</u>	<u>Total</u>
<i>Revenues</i>					
Taxes - residential & commercial	\$ 23,854	\$ -	\$ -	\$ -	\$ 23,854
Taxes - oil & gas	176,236	-	-	-	176,236
Intergovernmental revenue:					
Federal flowthrough	11,590	-	-	-	11,590
Federal direct	153,277	-	-	-	153,277
Local grants	52,200	-	-	-	52,200
State flowthrough	3,358,254	-	-	43,583	3,401,837
State direct	-	-	-	-	-
Combined state/local	-	-	-	-	-
Transportation distribution	-	-	564,178	-	564,178
Charges for services	2,484	29,490	-	-	31,974
Investment income	1,734	25	166	-	1,925
Miscellaneous	37,975	269	-	-	38,244
<i>Total revenues</i>	<u>3,817,604</u>	<u>29,784</u>	<u>564,344</u>	<u>43,583</u>	<u>4,455,315</u>
<i>Expenditures</i>					
Current:					
Instruction	1,700,426	-	-	40,379	1,740,805
Support services - students	208,357	-	-	-	208,357
Support services - instruction	90,823	-	-	2,554	93,377
Support services - general administration	327,324	-	-	-	327,324
Support services - school administration	441,218	-	-	-	441,218
Central services	184,603	-	-	-	184,603
Operation and maintenance	831,107	42,527	-	-	873,634
Student transportation	5,913	-	614,877	-	620,790
Food services operations	74,062	-	-	-	74,062
Community services operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>3,863,833</u>	<u>42,527</u>	<u>614,877</u>	<u>42,933</u>	<u>4,564,170</u>
<i>Net change in fund balance</i>	(46,229)	(12,743)	(50,533)	650	(108,855)
<i>Fund balance - beginning</i>	<u>117,713</u>	<u>13,596</u>	<u>50,043</u>	<u>326</u>	<u>181,678</u>
<i>Fund balance - ending</i>	<u>\$ 71,484</u>	<u>\$ 853</u>	<u>\$ (490)</u>	<u>\$ 976</u>	<u>\$ 72,823</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**General Fund**

Statement C-3

Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to actual
<i>Revenues</i>				
Property taxes - residential & commercial	\$ 22,034	\$ 24,415	\$ 24,415	\$ -
Property taxes - oil & gas	154,323	179,155	179,155	-
Intergovernmental revenue:				
Federal flowthrough	11,004	11,004	11,590	586
Federal direct	136,062	141,564	153,277	11,713
Local grants	-	1,130	53,064	51,934
State flowthrough	3,262,125	3,364,659	3,344,959	(19,700)
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	1,975	1,975	2,484	509
Investment income	3,500	3,500	1,734	(1,766)
Miscellaneous	4,520	14,819	14,672	(147)
<i>Total revenues</i>	3,595,543	3,742,221	3,785,350	43,129
<i>Expenditures</i>				
Current:				
Instruction	1,770,153	1,770,153	1,705,178	64,975
Support services - students	227,367	227,367	206,743	20,624
Support services - instruction	88,275	97,880	90,812	7,068
Support services - general administration	244,533	302,333	300,730	1,603
Support services - school administration	535,565	472,309	442,802	29,507
Central services	182,079	182,074	180,978	1,096
Operation and Maintenance	652,952	751,433	823,466	(72,033)
Transportation	21,556	19,161	5,913	13,248
Food Services	31,200	77,651	77,352	299
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	3,753,680	3,900,361	3,833,974	66,387
<i>Excess (deficiency) of revenues over expenditures</i>	(158,137)	(158,140)	(48,624)	109,516
<i>Other financing sources (uses)</i>				
Designated cash	158,137	158,140	-	(158,140)
<i>Net change in fund balance</i>	\$ -	\$ -	\$ (48,624)	\$ (48,624)
<i>Fund balance - beginning of year</i>	-	-	133,798	133,798
<i>Fund balance - end of year</i>	-	-	85,174	85,174
Net change in fund balances (Budget Basis)				\$ (48,624)
Adjustments for revenues for accruals of taxes receivables and oil and gas tax receivables				32,254
Adjustments for expenditures for accounts payable and compensated absences				(29,859)
Net change in fund balances (GAAP basis)				\$ (46,229)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**Teacherage Fund**

Statement C-4

Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to actual
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	27,000	29,575	29,575	-
Investment income	89	89	25	(64)
Miscellaneous	-	-	269	269
<i>Total revenues</i>	27,089	29,664	29,869	205
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and Maintenance	39,721	42,296	42,296	-
Transportation	-	-	-	-
Food Services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	39,721	42,296	42,296	-
<i>Excess (deficiency) of revenues over expenditures</i>	(12,632)	(12,632)	(12,427)	205
<i>Other financing sources (uses)</i>				
Designated cash	12,632	12,632	-	(12,632)
<i>Net change in fund balance</i>	\$ -	\$ -	\$ (12,427)	\$ (12,427)
<i>Fund balance - beginning of year</i>	-	-	13,565	13,565
<i>Fund balance - end of year</i>	-	-	1,138	1,138
Net change in fund balances (Budget Basis)				\$ (12,427)
Adjustments for revenues for other accounts receivables				(85)
Adjustments for expenditures for accounts payables				(231)
Net change in fund balances (GAAP basis)				\$ (12,743)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools**  
**Transportation Fund**

Statement C-5

Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to actual
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Transportation distribution	544,879	613,847	613,847	-
Charges for services	-	-	-	-
Investment income	300	300	166	(134)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>545,179</u>	<u>614,147</u>	<u>614,013</u>	<u>(134)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and Maintenance	-	-	-	-
Transportation	545,179	614,147	614,147	-
Food Services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>545,179</u>	<u>614,147</u>	<u>614,147</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(134)	(134)
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
<i>Net change in fund balance</i>	\$ -	\$ -	\$ (134)	\$ (134)
<i>Fund balance - beginning of year</i>	-	-	452	452
<i>Fund balance - end of year</i>	<u>-</u>	<u>-</u>	<u>318</u>	<u>318</u>
Net change in fund balances (Budget Basis)				\$ (134)
Adjustments for revenues for intergovernmental accounts receivable				(49,669)
Adjustments for expenditures for accounts payable				(730)
Net change in fund balances (GAAP basis)				<u>\$ (50,533)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement C-6

Jemez Mountain Public Schools

Instructional Materials Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to actual
<i>Revenues</i>				
Property taxes - residential & commercial	\$ -	\$ -	\$ -	\$ -
Property taxes - oil & gas	-	-	-	-
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local grants	-	-	-	-
State flowthrough	31,545	42,793	43,583	790
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>31,545</u>	<u>42,793</u>	<u>43,583</u>	<u>790</u>
<i>Expenditures</i>				
Current:				
Instruction	29,131	40,379	40,379	-
Support services - students	-	-	-	-
Support services - instruction	2,554	2,554	2,554	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and Maintenance	-	-	-	-
Transportation	-	-	-	-
Food Services	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>31,685</u>	<u>42,933</u>	<u>42,933</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(140)	(140)	650	790
<i>Other financing sources (uses)</i>				
Designated cash	<u>140</u>	<u>140</u>	<u>-</u>	<u>(140)</u>
<i>Net change in fund balance</i>	\$ -	\$ -	\$ 650	\$ 650
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>326</u>	<u>326</u>
<i>Fund balance - end of year</i>	<u>-</u>	<u>-</u>	<u>976</u>	<u>976</u>
Net change in fund balances (Budget Basis)				\$ 650
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 650</u>

The accompanying notes are an integral part of these financial statements

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**COMPONENT UNIT  
FUND FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
Lindrith Area Heritage School  
Combining Balance Sheet  
Governmental Funds  
June 30, 2008

	General	Instructional Materials	Enrichment IDEA-B
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ 1,836	\$ 2,108
Accounts receivable	-	-	600
Due from other funds	85,948	347	-
Due from district	-	-	-
Inventory	-	-	-
Prepaid expenses	-	-	-
	-	-	-
<i>Total assets</i>	\$ 85,948	\$ 2,183	\$ 2,708
 <b>LIABILITIES AND FUND BALANCE</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 540	\$ -	\$ -
Accrued expenses	1,921	-	58
Due to other funds	-	-	2,650
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	2,461	-	2,708
 <i>Fund balances</i>			
Invested in capital assets	-	-	-
Unreserved			
Designated for subsequent year			
Undesignated, reported in			
General fund	83,487	2,183	-
Special revenue fund	-	-	-
	-	-	-
<i>Total fund balances</i>	83,487	2,183	-
<i>Total liabilities and fund balances</i>	\$ 85,948	\$ 2,183	\$ 2,708

The accompanying notes are an integral part of these financial statements



Federal Stimulus Fund	State Stimulus Fund	Private Direct Grants	Total
\$ -	\$ -	\$ 9	\$ 3,953
81,404	-	-	82,004
7,481	-	-	93,776
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 88,885</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 179,733</u>
\$ -	\$ -	\$ -	\$ 540
-	-	-	1,979
87,881	-	-	90,531
-	-	-	-
<u>87,881</u>	<u>-</u>	<u>-</u>	<u>93,050</u>
-	-	-	-
-	-	-	-
-	-	-	85,670
1,004	-	9	1,013
<u>1,004</u>	<u>-</u>	<u>9</u>	<u>86,683</u>
<u>\$ 88,885</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 179,733</u>

#### Reconciliation of Balance Sheet to Statement of Net Assets

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

Fund balances - total governmental funds	\$ 86,683
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	76,468
Net Assets	<u>\$ 163,151</u>

**STATE OF NEW MEXICO**  
Lindrith Area Heritage School  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2008

	General Fund	Instructional Materials	Enrichment IDEA-B
<i>Revenues:</i>			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	-	-	3,643
Federal direct	-	-	-
State flowthrough	-	107	-
State direct	282,050	-	-
Interest	-	-	-
Miscellaneous	3,325	1,828	-
<i>Total revenues</i>	<u>285,375</u>	<u>1,935</u>	<u>3,643</u>
<i>Expenditures:</i>			
Current:			
Instruction	137,366	-	-
Support services	8,071	-	3,643
Central services	52,631	-	-
Operation and maintenance	21,902	-	-
Student transportation	-	-	-
Food services	1,724	-	-
Community services	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>221,694</u>	<u>-</u>	<u>3,643</u>
<i>Net change in fund balances</i>	63,681	1,935	-
<i>Fund balances - beginning of year</i>	<u>19,806</u>	<u>248</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ 83,487</u>	<u>\$ 2,183</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Federal Stimulus Fund	State Stimulus Fund	Private Direct Grants	Total
\$ -	\$ -	\$ -	\$ -
93,003	-	-	96,646
-	-	-	-
-	-	-	107
-	-	-	282,050
-	-	-	-
-	-	-	5,153
<u>93,003</u>	<u>-</u>	<u>-</u>	<u>383,956</u>
14,725	-	5,049	157,140
5,589	-	-	17,303
3,130	1,766	-	57,527
-	-	-	21,902
-	-	781	781
-	-	-	1,724
-	-	-	-
69,559	-	-	69,559
<u>93,003</u>	<u>1,766</u>	<u>5,830</u>	<u>325,936</u>
-	(1,766)	(5,830)	58,020
<u>1,004</u>	<u>1,766</u>	<u>5,839</u>	<u>28,663</u>
<u>\$ 1,004</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 86,683</u>

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities:**

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

Net change in fund balances - total governmental funds	\$ 58,020
Capital assets reported as capital outlay expenditures	69,559
Depreciation expense	<u>(1,727)</u>
Change in net assets of component unit activities	<u>\$ 125,852</u>

STATE OF NEW MEXICO

Statement D-3

Lindrith Area Heritage School

Statement of Component Unit Fiduciary Assets and Liabilities - Agency Funds

June 30, 2008

	<u>Support Group Activity</u>
<b>ASSETS</b>	
<i>Current Assets:</i>	
Cash	<u>\$          1,757</u>
<i>Total assets</i>	<u><u>\$          1,757</u></u>
<b>LIABILITIES</b>	
<i>Current Liabilities:</i>	
Deposits held and due to others	<u>\$          1,757</u>
<i>Total liabilities</i>	<u><u>\$          1,757</u></u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-4

Lindrith Charter School

General Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	221,470	270,997	282,050	11,053
Miscellaneous	21,258	24,860	3,325	(21,535)
<i>Total operating revenues</i>	<u>242,728</u>	<u>295,857</u>	<u>285,375</u>	<u>11,053</u>
<i>Expenditures:</i>				
Current:				
Instruction	154,328	174,416	135,445	38,971
Support services	30,833	22,378	8,071	14,307
Central services	36,045	58,538	52,091	6,447
Operation & maintenance of plant	21,522	37,079	21,902	15,177
Student Transportation	-	-	-	-
Food services operations	-	3,446	1,724	1,722
<i>Total expenditures</i>	<u>242,728</u>	<u>295,857</u>	<u>219,233</u>	<u>76,624</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>66,142</u>	<u>87,677</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	66,142	87,677
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>19,806</u>	<u>19,806</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 85,948</u>	<u>\$ 107,483</u>
Net change in net assets (non-GAAP budgetary basis)				\$ 66,142
No adjustments				-
Adjustment for instructional and central services expenditures				<u>(2,461)</u>
Net change in net assets (GAAP)				<u>\$ 63,681</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-5

Lindrith Charter School

Instructional Materials Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	161	457	107	(350)
Miscellaneous	1,828	5,714	1,828	(3,886)
<i>Total operating revenues</i>	<u>1,989</u>	<u>6,171</u>	<u>1,935</u>	<u>(350)</u>
<i>Expenditures:</i>				
Current:				
Instruction	1,828	5,714	-	5,714
Support services	161	457	-	457
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student Transportation	-	-	-	-
Food services operations	-	-	-	-
<i>Total expenditures</i>	<u>1,989</u>	<u>6,171</u>	<u>-</u>	<u>6,171</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,935</u>	<u>5,821</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	1,935	5,821
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>248</u>	<u>248</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,183</u>	<u>\$ 6,069</u>
Net change in net assets (non-GAAP budgetary basis)				\$ 1,935
No adjustments				-
No adjustments				-
Net change in net assets (GAAP)				<u>\$ 1,935</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-6

Lindrith Charter School

Enrichment IDEA-B

Statement of Revenue, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ 3,993	\$ 3,993	3,043	\$ 3,043
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total operating revenues</i>	<u>3,993</u>	<u>3,993</u>	<u>3,043</u>	<u>3,043</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support services	3,993	3,993	3,585	408
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student Transportation	-	-	-	-
Food services operations	-	-	-	-
<i>Total expenditures</i>	<u>3,993</u>	<u>3,993</u>	<u>3,585</u>	<u>408</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(542)</u>	<u>3,451</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(542)	3,451
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (542)</u>	<u>\$ 3,451</u>
Net change in net assets (non-GAAP budgetary basis)				\$ (542)
Adjustment for federal sources revenue				600
Adjustment for student support services expenditures				<u>(58)</u>
Net change in net assets (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement D-7

Lindrith Charter School

Federal Stimulus Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ 1,080	\$ 158,163	\$ 11,599	\$ 11,599
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total operating revenues</i>	<u>1,080</u>	<u>158,163</u>	<u>11,599</u>	<u>11,599</u>
<i>Expenditures:</i>				
Current:				
Instruction	550	77,433	24,345	53,088
Support services	-	6,500	5,589	911
Central services	530	4,530	3,130	1,400
Operation & maintenance of plant	-	-	-	-
Student Transportation	-	-	-	-
Capital outlay	-	69,700	59,939	-
Food services operations	-	-	-	-
<i>Total expenditures</i>	<u>1,080</u>	<u>158,163</u>	<u>93,003</u>	<u>65,160</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(81,404)</u>	<u>76,759</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(81,404)	76,759
<i>Fund balance - beginning of year</i>	-	-	1,004	1,004
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (80,400)</u>	<u>\$ 77,763</u>
Net change in net assets (non-GAAP budgetary basis)				\$ (81,404)
Adjustment for federal sources revenues				81,404
No adjustments				-
Net change in net assets (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Statement D-8

Lindrith Charter School

State Stimulus Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	2,000	1,766	-	(1,766)
State direct	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total operating revenues</i>	<u>2,000</u>	<u>1,766</u>	<u>-</u>	<u>(1,766)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support services	-	-	-	-
Central services	2,000	1,766	1,766	-
Operation & maintenance of plant	-	-	-	-
Student Transportation	-	-	-	-
Food services operations	-	-	-	-
<i>Total expenditures</i>	<u>2,000</u>	<u>1,766</u>	<u>1,766</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,766)</u>	<u>(1,766)</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(1,766)	(1,766)
<i>Fund balance - beginning of year</i>	-	-	1,766	1,766
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in net assets (non-GAAP budgetary basis)				\$ (1,766)
No adjustments				-
No adjustments				-
Net change in net assets (GAAP)				<u>\$ (1,766)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement D-9

Lindrith Charter School  
Private Direct Grants Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Intergovernmental revenue:				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Miscellaneous	6,500	5,838	-	(5,838)
<i>Total operating revenues</i>	<u>6,500</u>	<u>5,838</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	5,056	5,049	7
Support services	-	-	-	-
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student Transportation	6,500	782	781	1
Food services operations	-	-	-	-
<i>Total expenditures</i>	<u>6,500</u>	<u>5,838</u>	<u>5,830</u>	<u>8</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,830)</u>	<u>8</u>
<i>Other financing sources (uses):</i>				
Designated cash balance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(5,830)	8
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,839</u>	<u>5,839</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 5,847</u>
Net change in net assets (non-GAAP budgetary basis)				\$ (5,830)
No adjustments				-
No adjustments				-
Net change in net assets (GAAP)				<u>\$ (5,830)</u>

The accompanying notes are an integral part of these financial statements

**SUPPORTING SCHEDULES**

**STATE OF NEW MEXICO**  
 Jemez Mountain Public Schools District No. 53  
 Schedule of Collateral Pledged By Depository  
 For Public Funds  
 June 30, 2008

Schedule I

Name of Depository	Description of Pledged Collateral	Maturity	Cusip Number	Fair Market Value June 30, 2008
District:				
Valley National	Sienna Plantation TX Mud #	9/1/2014	82620TCW2	\$ 265,000
Valley National	FNR 1994-55 F	12/25/2023	31359HJA3	62,884
Valley National	Castle Shannon PA Call	11/1/2018	148601DQ9	<u>200,000</u>
Subtotal, District				<u>\$ 527,884</u>
Name and location of safekeeper for the above pledged collateral:				
The Independent Bankers Bank P.O. Box 560528 Dallas, TX 75356-0528				
Component Unit:				
Wells Fargo	FNCL 879100	5/1/2036	31409UUZ6	<u>\$ 91,715</u>
Subtotal, Component Unit				<u>\$ 91,715</u>
Total				<u>\$ 619,599</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No.53  
 Schedule of Deposits  
 June 30, 2008

Schedule II

**Primary Government:**

Bank Name/Account Name	Account Type	Bank Balance	Deposits in Transit	Outstanding Checks	Book Balance
<b>Valley National Bank</b>					
Athletics	Checking	\$ 1,363	\$ -	\$ -	\$ 1,363
Bond Fund	Checking	8,031	-	-	8,031
Cafeteria	Checking	10,398	41	-	10,439
Debt Service	Checking	30,948	-	-	30,948
Federal Projects	Checking	3,329	24,646	89,637	(61,662)
Operational	Checking	97,837	1,053	165,491	(66,601)
Payroll Clearing	Checking	266,001	-	245,823	20,178
SB-9	Checking	86,255	-	8,182	78,073
Teachergage	Checking	9,087	438	878	8,647
Transportation	Checking	1,784	-	78	1,706
Total Valley National Bank		<u>515,033</u>	<u>26,178</u>	<u>510,089</u>	<u>31,122</u>
<b>Wells Fargo Bank</b>					
Activity	Checking	34,274	-	6,193	28,081
Total Wells Fargo Bank		<u>34,274</u>	<u>-</u>	<u>6,193</u>	<u>28,081</u>
Total cash in bank		<u>\$ 549,307</u>	<u>\$ 26,178</u>	<u>\$ 516,282</u>	<u>\$ 59,203</u>
<b>Cash per financial statements</b>					
Cash and cash equivalents- Governmental Activities Exhibit A-1				31,122	
Fiduciary funds - Exhibit D-1				28,081	
Total cash and cash equivalents					<u>\$ 59,203</u>

**Component Unit:**

Bank Name/Account Name	Account Type	Bank Balance	Deposits in Transit	Outstanding Checks	Book Balance
<b>Wells Fargo Bank</b>					
Federal Stimulus	Checking	6,843	-	72,837	(65,994)
State Stimulus	Checking	104,185	-	34,236	69,949
Parent Support	Checking	1,793	-	36	1,757
Payroll Clearing	Checking	-	-	-	-
Total cash in bank		<u>\$ 112,821</u>	<u>\$ -</u>	<u>\$ 107,109</u>	<u>\$ 5,712</u>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools District No. 53**  
**Cash Reconciliation**  
**June 30, 2008**

	Operational Account 11000	Teacherege Account 12000	Pupil Transportation 13000	Instructional Materials 14000
Cash, June 30, 2007	\$ (14,343)	\$ 13,565	\$ 452	\$ 326
Add:				
2007-08 revenues	3,785,350	29,784	614,013	43,583
Loans from outside sources	2,242			
Loans from other funds	241,833	7,594	83,471	-
Total cash available	4,015,082	50,943	697,936	43,909
Less:				
2007-08 expenditures	(3,833,974)	(42,296)	(614,147)	(42,933)
Loans to other funds	(150,730)	-	(76,164)	(31,695)
Cash, June 30, 2008	<u>\$ 30,378</u>	<u>\$ 8,647</u>	<u>\$ 7,625</u>	<u>\$ (30,719)</u>

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

Food Service 21000	Athletics Account 22000	Federal Flowthrough Account 24000	Federal Direct Account 25000	Local Grants Account 26000
\$ -	\$ 6,458	\$ 2,100	\$ 27,744	\$ 9,104
130,500	11,498	329,303	809,792	52,386
39,241	2,854	206,955	3,379	12,678
<u>169,741</u>	<u>-</u>	<u>206,955</u>	<u>251,588</u>	<u>12,678</u>
169,741	20,810	538,358	1,092,503	74,168
(152,426)	(6,069)	(433,082)	(834,972)	(46,825)
<u>(17,315)</u>	<u>(14,741)</u>	<u>(105,276)</u>	<u>(256,623)</u>	<u>(27,343)</u>
<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 908</u></u>	<u><u>\$ -</u></u>

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools District No. 53**  
**Cash Reconciliation**  
**June 30, 2008**

	State Flowthrough Account 27000	State Direct Account 28000	Local/State Account 29000	Bond Building Account 31100
Cash, June 30, 2007	\$ 24,121	\$ 257	\$ 12,844	\$ 23,525
Add:				
2007-08 revenues	230,730	7,650	-	2
Loans from outside sources	294			
Loans from other funds	51,993	11,988	1,733	-
Total cash available	307,138	19,895	14,577	23,527
Less:				
2007-08 expenditures	(236,330)	(13,399)	(14,577)	(66,478)
Loans to other funds	(70,625)	(6,239)	-	42,953
Cash, June 30, 2008	<u>\$ 183</u>	<u>\$ 257</u>	<u>\$ -</u>	<u>\$ 2</u>

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



Public School Capital Outlay 31200	Special Capital Outlay State 31400	Federal Capital Outlay 31500	Cap. Improv. SB 9 31700	Energy Efficiency 31800
\$ -	\$ -	\$ -	\$ 7,207	\$ 4,338
1,253,018	-	-	842,734	55,735
-	-	200 68,222	322,014	-
1,253,018	-	68,422	1,171,955	60,073
(1,253,018)	-	-	(923,178)	(54,260)
-	-	(60,394)	(248,777)	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,028</u>	<u>\$ -</u>	<u>\$ 5,813</u>

**STATE OF NEW MEXICO**  
**Jemez Mountain Public Schools District No. 53**  
**Cash Reconciliation**  
**June 30, 2008**

	Debt Service Fund 41000	Total
	<u>                    </u>	<u>                    </u>
Cash, June 30, 2007	\$ 214,027	\$ 331,725
Add:		
2007-08 revenues	534,356	8,730,434
Loans from outside sources		8,969
Loans from other funds	<u>40,000</u>	<u>1,339,310</u>
Total cash available	788,383	10,410,438
Less:		
2007-08 expenditures	(472,042)	(9,040,006)
Loans to other funds	<u>(316,341)</u>	<u>(1,339,310)</u>
Cash, June 30, 2008	<u><u>\$ -</u></u>	<u><u>\$ 31,122</u></u>

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



**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Schedule of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended June 30, 2008

Schedule IV  
Page 1 of 2

Activity	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008
PED Training	\$ 3,758	\$ 8,600	\$ 8,560	\$ 3,798
Instructional Materials Institute	-	79	79	-
Art	-	616	576	40
Gear Up/ Highlands	309	1,000	574	735
Science	2,342	-	2,342	-
Undesignated	3	-	-	3
Undesignated	105	-	-	105
Shop	-	795	795	-
BPA	19	-	-	19
FFA	1,888	664	2,551	1
FCCLA	-	734	504	230
Annual	-	205	-	205
Student Council	-	250	229	21
General Administrative	-	350	50	300
Reserve	-	949	949	-
Coyote Elementary	3,515	(500)	1,628	1,387
Coyote Elementary- General	-	58	-	58
Gallina Elementary	2,038	(365)	1,068	605
Gallina Athletics	4,079	7	738	3,348
Gallina/ Gallina Elementary	-	14,220	12,852	1,368
Lybrook Elementary	-	1,119	962	157
Lybrook School Creations	597	-	-	597
CMS/CHS	-	3,104	3,104	-
Australia	-	122	-	122
Library	-	4,071	4,071	-
Technology	-	360	360	-
Concession Athletics	593	20,355	20,948	-
Boys Athletics	-	5,794	5,584	210
Girls Athletics	46	3,420	2,344	1,122
Track/Cross Country	253	-	-	253
Districts/Regionals	200	6,400	6,086	514
Volleyball	-	914	914	-
General Athletics	-	1,352	300	1,052
Class of 2008	1,024	1,505	2,442	87
Class of 2009	3,987	1,388	4,496	879
Class of 2010	3,111	6,508	3,459	6,160
Class of 2011	1,778	2,174	1,048	2,904
Class of 2012	2,553	-	-	2,553
Student Scholarship	1,115	892	2,005	2
Charlene Martinez Scholarship	2,772	1,395	2,000	2,167
Undesignated	223	130	-	353
Across Ages	144	-	-	144
<b>Total</b>	<b>\$ 36,452</b>	<b>\$ 88,665</b>	<b>\$ 93,618</b>	<b>\$ 31,499</b>

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

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Schedule of Changes in Assets and Liabilities  
 Agency Funds  
 For the Year Ended June 30, 2008

**Component Unit:**

Activity	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008
PED Training	\$ -	\$ 3,134	\$ 1,377	\$ 1,757

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

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**COMPLIANCE SECTION**

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**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 H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Jemez Mountain School District No. 53  
Gallina, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparison for the general fund and major special revenue funds and the aggregate remaining fund information of Jemez Mountain School District No. 53, as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated March 11, 2009. We also have audited the financial statements of each of the District's nonmajor governmental funds, the component unit, the sub-funds of the general fund, and all the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Jemez Mountain Public School District No. 53's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Jemez Mountain Public School District No. 53's internal control over financial reporting.

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

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by Jemez Mountain Public School District No. 53's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting. These are items FS-2005-03, FS-2006-02, FS-2007-01, FS-2007-02, FS-2007-06, FS-2008-02, FS-2008-05, FS-2008-06, FS 2008-08, and FS 2008-09.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Jemez Mountain Public School District No. 53's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items FS 2007-01, FS 2007-02, FS 2007-06, to be material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jemez Mountain Public School District No. 53'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 items FS 2006-05, FS 2006-07, FS 2007-08, FS 2008-04, and FS 2008-07.

We noted certain matters that are required to be reported under Government Auditing Standards January 2007 Revision paragraphs 5.14 and 5.16, and section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and response as findings FS 2004-04, FS 2005-02, FS 2008-03, and FA 2008-02.

The Jemez Mountain Public School District No. 53's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Jemez Mountain Public School District No. 53's responses and, accordingly, we express no opinion on them.

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

*Accounting & Consulting Group, LLP*

Accounting & Consulting Group, LLP  
Albuquerque, NM  
March 11, 2009

**FEDERAL FINANCIAL ASSISTANCE**

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**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Jemez Mountain School District No. 53  
Gallina, New Mexico

Compliance

We have audited the compliance of Jemez Mountain School District No. 53, New Mexico, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. Jemez Mountain School District No. 53, New Mexico'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 Jemez Mountain School District No. 53, New Mexico's management. Our responsibility is to express an opinion on Jemez Mountain School District No. 53, New Mexico'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 Jemez Mountain School District No. 53, New Mexico'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 Jemez Mountain School District No. 53, New Mexico's compliance with those requirements.

In our opinion, Jemez Mountain School District No. 53 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA 2005-01 and FA 2008-01.

## Internal Control Over Compliance

The management of Jemez Mountain School District No. 53, New Mexico, 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 Jemez Mountain School District No. 53, New Mexico's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

A *control deficiency* in the District's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items FA 2005-01 and FA 2008-01 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by District's internal control. We did not consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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

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

*Accounting & Consulting Group, LLP*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
March 11, 2009

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2008

Federal Grantor / Pass-through Grantor/ Program Title	Pass-through Number	Federal CFDA Number	Federal Expenditures
<b>U.S. Department of Agriculture</b>			
Collaborative Forest Restoration	25130	10.679	\$ 126,876
Sub-Total			<u>126,876</u>
<i>Pass-through State of New Mexico Department of Education</i>			
Forest Reserve	11000	10.672	11,590
School Lunch Program	21000	10.555	137,860
Food Distribution (commodities)	21000	10.550	11,360
Breakfast for Elementary Students	27155	10.553	<u>505</u>
<b>Total U.S. Department of Agriculture</b>			<u>288,191</u>
<b>U.S. Department of Education</b>			
Impact Aid PL 81-874	11000	84.041	147,775
Impact Aid Special Education	25145	84.041	632
Indian Education	25147	84.041	24,009
Indian Ed Formula Grant	25184	84.041	11,508
Elementary School Counseling	25215	84.215E	261,105
Rural Education Achievement Program	25233	84.358A	13,221
Transition to Teaching	25236	84.350A	344,404
Native American Program	25248	84.365C	<u>54,297</u>
Sub-Total			<u>856,951</u>
<i>Pass-through State of New Mexico Department of Education</i>			
Title I	24101	84.010	163,061
IDEA-B Entitlement	24106	84.027O	48,379
IDEA B-Discretionary	24107	84.027O	42,822
Comprehensive School Reform	24135	84.332A	-
Title II Teacher/Principal Training	24154	84.164	28,843
English Language and Academic Achievement	24153	84.365	16,536
Title V Innovative Education	24150	84.051	1,647
Drug Free Schools	24157	84.186	1,204
Title I School Improvement	24162	84.348	-
Reading First	24167	84.357A	<u>145,041</u>
<b>Total U.S. Department of Education</b>			<u>447,533</u>
<b>US Department of Interior</b>			
Johnson O'Malley	25131	15.130	7,228
<b>Total U.S. Department of Interior</b>			<u>7,228</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 1,599,903</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2008

Schedule V

**Notes to Schedule of Expenditures of Federal Awards**

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes federal grant activity of the Jemez Mountain School District and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Subrecipients

The District did not provide any federal awards to subrecipients during the year.

**Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements**

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 1,599,903
Total expenditures funded by other sources	<u>7,269,022</u>
Total expenditures	<u><u>\$ 8,868,925</u></u>

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2008 was \$11,360 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.



**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2008

**A. SUMMARY OF AUDIT RESULTS**

*Financial Statements:*

Type of auditors' report issued:	Unqualified
Internal control over financial reporting: Material weakness identified?	Yes
Significant deficiencies identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	Yes

*Federal Awards*

Internal control over major programs: Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	Yes
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

Identification of major programs:

CFDA Number	Federal Program
84.357 A	Reading First
84.215E	Elementary School Counseling
84.350A	Transition to Teaching
10.679	Collaborative Forest Restoration

Dollar threshold used to distinguish Between type A and type B programs:	\$300,000
Auditee qualified as low risk auditee?	No

**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2008

**B. FINDINGS – FINANCIAL STATEMENT AUDIT- Primary Government**

**FS 2004-04 — Late Audit Report – Repeated**

*Criteria:* Audit reports are due on or before the due date, November 15, according to the State Auditor regulation Section 2.2.2.9A.

*Condition:* The district’s audit report for the year ended June 30, 2008 was not submitted to the State auditor by the required due date of November 15, 2008.

*Cause:* Accounting records were not completed in time to ensure the submission of a timely audit report.

*Effect:* The result was the late submission of the district’s audit report for the year ended June 30, 2008. Timely financial statements were not available for management’s use.

*Recommendation:* We recommend that the district post and prepare its accounting records in a timely manner so that the 2009 audit can be completed by the deadline.

*Management’s response:* The Jemez Mountain School District under west 6 years of audit in less than 2 years. We are now up to date and will do everything necessary to assure that all future audits are completed on a timely manner.

**FS 2005-02 — Cash Appropriations in Excess of Available Cash Balances**

*Criteria:* All District funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the Public Education Department for approval. Cash balances rebudgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

*Condition:* The District rebudgeted “cash balance” in excess of available cash balances in the following funds:

	<u>Deignated Cash</u>	<u>Beginning Year</u>	
		<u>Cash &amp; AR Available</u>	<u>Cash Appropriation in excess of available</u>
Bond Building Capital Projects	\$ 76,470	\$ 66,478	(9,992)
SB-9 Capital Projects	\$ 299,384	\$ 185,474	(113,910)
Cafeteria	14,009	(17,293)	(31,302)
Rio Arriba County Grant	8,750	6,608	(2,142)
Total Governmental Funds			<u>\$ (157,346)</u>

*Cause:* Inadequate monitoring of ending cash balances and budgeting are the cause of this problem.

*Effect:* The District has budgeted cash balance that does not exist. If the District expends all budgeted expenditures it could incur debt if the budgeted designated cash does not exist.

*Recommendation:* Budget for future years should be reviewed to insure all funds have adequate budget authority for budgeted expenditures. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

**STATE OF NEW MEXICO**  
**Jemez Mountain School District No. 53**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2008**

**FS 2005-02 — Cash Appropriations in Excess of Available Cash Balances (continued)**

*Management's Response:* New Mexico School Districts prepare budgets utilizing estimated revenues and estimated cash balance in April of the preceding fiscal year. As per Public Education Department requirements expenditures are budgeted at the same level as estimated revenue and cash balance. Budget adjustments are done throughout the fiscal year to adjust revenue and expenditure budgets to actual revenue available. Jemez Mountain School District will adjust the budget estimated cash balance to actual cash balance in July of each year.

**FS 2005-03 — Negative Fund Cash Balances**

*Criteria:* Cash loaned between funds should be recorded as interfund receivables and payables per GASB 34 paragraph 112 (a)(1) and PSAB #7, IX A.

*Condition:* The District had negative cash balances in the following funds at June 30, 2008:  
Special Revenue Fund:

Title I	\$ 20,981
Idea B Entitlement	48,540
Idea B Discretionary	44,415
Transition Cadre Project	3,256
Administration Pool Federal	21,996
Technology Literacy Challenge	3,917
Comprehensive Classroom Reform	443
Title V	13,236
English Language and Academic Achievement	26,484
Teacher/Principal Training	16,106
Safe and Drug Free Schools	5,004
Title I School Improvement	26,338
Reading First	115,639
Collaborative Forest Restoration	63,770
Star Schools	2,000
Indian Health Service	12,056
Literacy for Children	8,915
Rural Initiative	11,818
Library Legislative Appropriation Law of 2006	18,106
School in need of Improvement	14,714
After School Enrichment	44,133
NM Arts Division	19,638
Rio Arriba County Grant	1,733
Breakfast in the Classroom	768
	<hr/>

Capital Projects Fund:

Special Capital Outlay	<hr/> 3,279
Total Governmental Funds	<hr/> <hr/> \$ 547,285

*Cause:* The District was not recording interfund loans properly in the general ledger because it was unaware of the GASB 34 and Public Education Department requirements.

**FS 2005-03 — Negative Fund Cash Balances (continued)**

*Effect:* The auditors had to recommend an adjustment to move the cash between funds and record due to and due from accounts. The District cannot properly monitor fund cash balances during the fiscal year if the interfund receivables and payables are not posted correctly.

*Recommendation:* We recommend that the District post interfund loans between funds as required by GASB 34 and PSAB #7, IX A, eliminate negative cash balances and set up due to and due from accounts.

*Management's Response:* All of the above funds are on a reimbursement basis through the New Mexico Public Education Department or the US Department of Education. A draw down schedule is followed for reimbursement of expenditures therefore expenditures through June 30 are reimbursed in July of the following Fiscal Year. Reimbursement schedule distributed by Public Education is followed for reimbursements. The school district is now posting interfund receivables and payables.

**FS 2006-02 — Review of Manual Journal Entries**

*Criteria:* Good accounting practice requires that manual adjusting entries be authorized and reviewed by someone other than the person initiating the adjusting entry.

*Condition:* During the 2008 fiscal year, the District did not have procedures in place for authorization and reviewing manual journal entries.

*Cause:* The District was behind on the financial statements audits, and by the time they received this finding on the 2007 audit, the 2008 fiscal year was already complete.

*Effect:* Without proper review processes, there is a greater risk that improper adjustments could be made. Improper adjustments result in balances being materially misstated. Also, the risk of fraudulent acts increases without proper review.

*Auditors' Recommendation:* We recommend that all journal entries require a second person's review prior to posting to the accounting records. According to the District's Business Manager, the District has since established procedures to review manual journal entries for the 2009 fiscal year.

*Management's Response:* Journal entries are to be reviewed by the Superintendent to assure that manual adjusting are correct.

**FS 2006-05 — Lack of Purchase Authorization**

*Criteria:* State Procurement Code, Section 13-1-21 et seq., NMSA 1978, as well as the District's policy, requires purchase requisitions and purchase orders to be obtained and approved before procurement of goods and services.

*Condition:* During our test work of 10 cash disbursements totaling \$8,027, we noted six disbursements totaling \$2,669 that were made without proper authorization. The purchase violations were as follows

- Two cases totaling \$937, for which the purchase order was created after the invoice had been received and the purchase had been made.
- Three cases totaling \$1,635, for which the check voucher was authorized by only the one individual, and not both the business manager and the superintendent as is required by key controls.
- One case totaling \$97, for which the purchase requisition was not signed by the principal of the school. The disbursement did not go through all approvals required by the district's key internal controls.

**FS 2006-05 — Lack of Purchase Authorization (continued)**

*Cause:* Disbursements were processed without proper authorization because they were not reviewed for compliance with procurement requirements.

*Effect:* Lack of proper authorization can result in misappropriation of school funds.

*Auditors' Recommendation:* We recommend that the District personnel authorize expenses with a properly authorized correct purchase order at the beginning of the procurement process, and that the supporting documentation be maintained with all purchases. We also recommend that the District implement a disbursement review process.

*Management's Response:* Mountain Public School's policies require a purchase order for all purchases. Policy will be enforced to assure that purchases without prior approval are not made.

**FS 2006-07 — Ineligible Pledged Surety and Non-Compliance with Collateral Requirements**

*Criteria:* State Statute 6-10-16 NMSA, 1978 section A. states that security for deposits of public money shall be secured by:

- 1) securities of the United States, its agencies or instrumentalities;
- 2) securities of the state of New Mexico, its agencies, instrumentalities, counties, municipalities or other subdivisions;
- 3) securities, including student loans, that are guaranteed by the United States or the state of NM;
- 4) revenue bonds that are underwritten by a member of the national association of securities dealers; or
- 5) letters of credit issued by a federal home loan bank.

State Statute 6-10-17.1 NMSA, 1978 states when a board of finance finds that their bank has not maintained qualifying securities as collateral for deposits of public money as required by law, the board shall request the bank to substitute or provide additional qualifying securities to meet those requirements within ten calendar days. If the bank does not comply with the request within ten calendar days, the board shall withdraw from the bank within ten calendar days all deposits of public money under the boards control.

*Condition:* At June 30, 2008, the District did not have the safekeeping receipts in the District's possession and therefore was unable to determine that two of the securities offered by the bank as collateral were ineligible securities, Sienna Plantation TX MUD (Texas security), and Castle Shannon call (Pennsylvania security). Neither security meets the requirements of section 6-10-16 NMSA 1978. In addition, per Attorney General Advisory Letter 85-08, the following pledged securities shown on Schedule I are not guaranteed United States government: Federal Home Loan Mortgage Corporation (FHLMC) Call, Federal National Mortgage Association (FNMA) Pool #563094, and Federal Home Loan Mortgage Corporation (FHLMC) Pool #865478.

*Cause:* The District is in violation of State Statute 6-10-16 NMSA section A and State Statute 6-10-17.1 NMSA 1978. The District is not reviewing securities offered by Valley National Bank to ensure compliance with statutory requirements and the safekeeping receipts were not available at the District offices. Agencies have previously been unaware that that FHLMC and FNMA are not guaranteed by the United States government.

*Effect:* The District could have been under-collateralized and have suffered great loss if the Bank were to become insolvent. The District is in violation of State Law which could adversely affect state funds. If the United States government does not choose to stand behind FNMA and FHLMC these sources of pledged collateral could be inadequate.

*Auditors' Recommendation:* We recommend that safekeeping receipts be reviewed to verify collateral eligibility and coverage on a monthly basis due to the fluctuation of District bank balances. The District needs to get the pledge listing and verify that safekeeping receipts are at the District offices.

*Management's Response:* Jemez Mountain School District has requested that Valley National Bank provide copies of all safekeeping receipts. These receipts will be reviewed to assure that they meet the requirements of State Statute 6-10-16 NMSA, 1978 section A

**FS 2007-01 Bank Reconciliations**

*Criteria:* Good accounting practice requires that bank reconciliations be performed monthly. PSAB Supplement 7 requires that Districts perform bank reconciliations timely.

*Condition:* The District is not completing accurate bank reconciliations in a timely manner. During the audit when the auditors tested cash balances, the District was unable to provide the auditors with correct bank reconciliations until after more than a month of fieldwork and several attempted reconciliations.

*Cause:* The District staff fell behind in reconciling the bank statements due to their heavy work load. The outstanding reconciling items have not been correctly posted to the general ledger because the District staff did not understand the need to post these items and how they should be posted.

*Effect:* Without performing bank reconciliations timely, incorrect posting to the general ledger will not be recognized. It is often difficult to detect fraudulent activity if bank reconciliations are not performed timely. Fraudulent transactions can take place and not be detected.

*Auditors' Recommendation:* We recommend that the District perform bank reconciliations on a monthly basis and be reviewed by the Superintendent. If the inter-fund reconciling items were recorded in the general ledger as inter-fund payables and receivables and balanced monthly, we believe it would be easier for the District to achieve the objective of completing correct bank reconciliations timely.

*Management's Response:* In the future reconciling items will be recorded as inter-fund payables and inter-fund receivables and not cash reconciling items. Superintendent will review all bank reconciliations.

**FS 2007-02 Preparation of Financial Statements**

*Criteria:* According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures.

*Condition:* The financial statements and related disclosures are not being prepared by the District.

*Cause:* The District's personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

*Effect:* When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity's ability to prevent, detect, and correct a misstatement in its financial statements is limited.

*Recommendation:* We recommend County management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
  - Governmental Accounting Standards Board (GASB)
  - Generally Accepted Accounting Principles (specifically as applied to governmental units)
  - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Required supplementary information

**FS 2007-02 Preparation of Financial Statements (continued)**

- Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the District develop and implement policies and procedures designed to prevent, detect, and correct possible misstatements in its financial statements and related footnote disclosures.

*Management's Response:* Management disagrees with the finding because we believe we have the competent staff to review the financials.

**FS 2008-01 Deficiencies in Internal Control Structure Design, Operation, and Oversight**

*Criteria:* NMAC 6.20.2.11 states:

A. Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

B. Each school district shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

(1) School district management must ensure that protection of the public trust is a major focus when granting the authorization to execute business of the school district.

(2) Employees handling significant amounts of cash must be adequately bonded. Access to assets is permitted only in accordance with school district authorization.

(3) Receipts, checks or warrants, purchase orders, and vouchers shall be sequentially pre-numbered.

(4) School districts shall have proper safeguards to protect unused checks and other pre-numbered forms, undeposited cash and other receipts, and facsimile signature plates.

(5) Transactions are to be recorded as necessary to permit preparation of financial statements in conformity with GAAP. In addition, school districts shall establish any other criteria applicable to such statements to maintain accountability for assets.

(6) School districts shall conduct independent checks on performance and proper valuation of recorded amounts, such as clerical checks, reconciliations, comparison of assets with recorded accountability, computer-programmed controls, management review of reports that summarize the detail of account balances, and user review of computer generated reports.

C. An internal control structure is required to demonstrate the school district's ability to record, process, summarize and report financial data consistent with the following financial statement assertions:

(1) rights and ownership;

(2) existence and occurrence;

(3) valuation and allocations;

(4) completeness; and,

(5) presentation and disclosure.

D. The internal control structure shall demonstrate that the school district identifies applicable laws and regulations, and that procedures are designed to provide reasonable assurance that the school district complies with those laws and regulations. Internal control procedures shall be established, implemented and documented through school district correspondence, manuals, training, and other additional methods. Appropriate internal control procedures shall be adopted by the local board within a school district to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies. The internal control structure shall address all school district transactions.

**FS 2008-01 Deficiencies in Internal Control Structure Design, Operation, and Oversight (continued)**

[02-03-93, 11-01-97, 01-15-99; 6.20.2.11 NMAC - Rn, 6 NMAC 2.2.1.11, 05-31-01]

The SAS No. 112 Appendix lists the following circumstances as possible control deficiency, significant deficiency, or material weakness, "inadequate documentation of the components of internal control." SAS 112 paragraph 19 states that ineffective oversight of the agency's financial reporting and internal control by those charged with governance should be regarded as at least a significant deficiency and a strong indicator of a material weakness in internal control.

*Condition:* The District does not have a current comprehensive documented internal control structure. We noted the following areas in which the District does not have sufficient key internal controls in place.

- The District has not updated procedural manuals on a timely basis, including key internal control procedures entity wide or for daily operating activities.
- Those charged with governance lack sufficient governmental accounting knowledge which hinders their ability to monitor, identify, react to, and minimize accounting issues that can negatively effect the District.
- As noted at FS-07-01, FS-08-02, and FS-08-04, the District is not performing timely cash reconciliations, timely trial balance creation, or timely tracking of inter-fund transfers, leading to incorrect PED reporting. Also, due to the above issues, at year end there was a force pay of \$105,847 due to insufficient funds in the District's operation bank account.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 1 disbursement totaling approximately \$533 for which the invoice, the requisition and the check were not in agreement, as required by the district's key internal controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 12 disbursements totaling approximately \$5,626, for which the purchase order was not included with the supporting documentation as is required by the district's key internal controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 4 disbursements totaling approximately \$9,313, for which the Purchase requisition or an applicable substitute was not included with the supporting documentation as required by the district's key internal controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 13 disbursements totaling approximately \$11,442, for which the check voucher was authorized by only the one individual and not both the business manager and the superintendent as is required by the district's key internal controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 1 disbursement totaling approximately \$165, for which the check voucher was not authorized by either of the two individuals responsible for signing off on disbursements, the business manager and the superintendent, as required by key controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 4 disbursements totaling approximately \$800, which had no supporting documentation regarding the event that took place, as is required by key controls.
- Tests performed on 40 randomly selected disbursements from major federal programs totaling approximately \$50,532 revealed 3 disbursements totaling approximately \$2,500 for which the purchase order was created after the invoice had been received, and the purchase had been made.
- Tests performed on federal revenues for the Collaborative Forest Restoration Federal Program revealed that of the approximately \$155,241 recorded as federal revenues, \$3,000 was actually a donation from a not for profit agency and should have been recorded as a revenue source from contributions and donations from private sources.



**FS 2008-01 Deficiencies in Internal Control Structure Design, Operation, and Oversight (continued)**

*Cause:* For the fiscal year 2008 management did follow its own policies to ensure internal controls were in place and working properly. Also, the governing body was unaware of requirements under SAS 112 to provide effective oversight of internal control and the financial reporting process.

*Effect:* Because the internal control structure was not consistently followed, management and staff were unable to properly safeguard assets. Adequate controls were not maintained to prevent or detect intentional misstatements of accounting information.

*Auditors' Recommendation:* The District should update its documented comprehensive internal control structure and ensure that it is followed. Anytime the District receives a new grant it should check with the grant contact person to determine whether the grant is federal or non federal funds. Management should maintain a comprehensive list of the District's federal awards throughout the year. Revenues and expenditures of federal funds should be accounted for separately from those of non-federal funds. Management should follow and ensure that all staff follows the District's documented internal control procedures. The body charged with governance should provide effective oversight of the internal control and financial reporting processes.

*Management's Response:* The district will work on updating documented comprehensive internal control structure and ensure that it is followed.

**FS 2008-02 — Incomplete Trial Balance**

*Criteria:* Per Section 6.20.2.13 of NMAC, all school districts shall establish and maintain a general ledger in accordance with GAAP. The general ledger will be comprised of individual funds and account groups using the department's uniform chart of accounts and shall be reconciled every fiscal year with department records. School districts shall use funds and account groups to report their financial position and operating results. Funds are classified into three broad categories: a) governmental funds, b) proprietary funds and c) fiduciary funds. There are two account groups: a) general fixed assets and b) general long-term debt. All school districts shall prepare, maintain, and report budget and financial information utilizing a standard and uniform chart of accounts. In accordance with GASB 34, school districts shall use a full accrual basis of accounting in preparation of annual financial statements and cash basis of accounting for budgeting and reporting.

*Condition:* The District did not have a complete general ledger and did not generate a complete trial balance by the beginning of fieldwork due to mis-coding of assets, liabilities, revenues, and expenditures in the Visions accounting system.

*Cause:* The District's employees have not been trained properly to accurately maintain accounting records in the Visions Accounting System.

*Effect:* District personnel lack sufficient knowledge of the Visions accounting system resulting in erroneous reports being produced for trial balance reports, or individual audit section test work including budget test work and cash reconciliation reports.

*Auditors' Recommendation:* We recommend the District receive training and necessary updates in order to be able to produce a complete and accurate trial balance.

*Management's Response:* The district will assure that all staff is trained and kept informed of any updates to the Visions Accounting System.

**FS 2008-03 Procurement Code-Bids**

*Criteria:* Section 13-1-104, NMSA 1978 and Section 1.4.1.17 of NMAC require an invitation for bids or a notice thereof to be published not less than ten calendar days prior to the date set forth for the opening of bids. In the case of purchases made by other central purchasing offices, the invitation or notice shall be published at least once in a newspaper of general circulation in the area in which the central purchasing office is located. These requirements of publication are in addition to any other procedures that may be adopted by central purchasing offices to notify prospective bidders that bids will be received, including publication in a trade journal, if available. If there is no newspaper of general circulation in the area in which the central purchasing office is located, such other notice may be given as is commercially reasonable. Central purchasing offices shall send copies of the notice or invitation for bids involving the expenditure of more than \$20,000 to those businesses that have signified in writing an interest in submitting bids for particular categories of items of tangible personal property, construction and services and that have paid any required fees. The documentation of these requirements should be kept by the entity in an organized and complete manner, and in a way that is readily available for examination.

*Condition:* During our audit testwork in the area of procurement we noted that the client, when asked for bid documentation, did have most of the required documentation, however, did not have complete and organized files as required by Section 13-1-104, NMSA 1978.

*Cause:* The reason that the District did not have complete and organized documentation for bids, is that the District does not have written procedures to track and file bid documentation when a bid is in progress or has been completed.

*Effect:* Failure to properly follow the New Mexico Procurement Code (Section 13-1-104, NMSA 1978) could result in the District failing to select the vender that will provide the best goods and services at the best price when spending public funds.

*Auditors' Recommendation:* We recommend that the District develop and adopt procurement policies and procedures in accordance with the New Mexico Procurement Code, and monitor staff compliance, in order to facilitate the District obtaining the best goods and services at the best price when spending public funds.

*Management's Response:* The district will develop and implement procurement policies in accordance with the New Mexico Procurement Code, and monitor staff compliance, in order to facilitate the District obtaining the best goods and services at the best price when spending public funds.

**FS 2008-04 — Unallowable Fund Transfer**

*Criteria:* Section 6.20.2.23 of NMAC sections C and D require that Districts utilize funds that are flowed through the department of Education for the purposes for which they were awarded; and that the Districts utilize funds that are received directly from grantors for the purposes for which they were awarded.

*Condition:* During our fieldwork of the fiscal year 2008 audit, we noticed that the District transferred \$551,110 from the Debt Service Fund (41000), transferred \$3,418 out of the restricted activity fund, and transferred \$42,326 out of the federal funds to pay for operational activities.

*Cause:* The District had a serious cash flow problem in FY 08, and transferred money from restricted funds to pay for daily operational activities.

*Effect:* Due to the District using restricted monies to pay for the daily operating activities of the District, Jemez Mountain School District did not utilize all funds for the purposes for which they were awarded and could have to repay some of those funds to the grantors

*Auditor's Recommendation:* We recommend that the District review section 6.20.2.23 of NMAC and consult with PED staff before making unusual transfers.

*Management's Response:* The district will consult with PED staff before making unusual transfers.

**FS 2008-05 — Capital Expenditures by the NM Public School Facilities Authority not posted**

*Criteria:* NMAC 2.2.2.12 C (f) requires the school district to review capital expenditures made for repairs and building construction projects of the school district by the NM Public School Facilities Authority; determine the amount of capital expenditures that should be added to the capital assets of the school district; and account for those additions properly. The auditor should test the school district capital assets additions for proper inclusion of these expenditures.

*Condition:* During our fieldwork of the fiscal year 2008 audit, we noticed that the District was aware the amount of expenditures made by the NM Public School Facilities Authority for District buildings; however, the District did not account for those additions properly, by not having them posted to the trial balance.

*Cause:* The District was not aware of this NMAC rule, and only tracked the expenditures and did not post them to the trial balance.

*Effect:* Due to the District not posting these large expenditures, the risk of understatement of expenditures in the financial statements, increases, which could result in a material misstatement in the financial statements.

*Auditor's Recommendation:* We recommend that the District review NMAC 2.2.2.12 C (f), and create proper internal controls to account for these additions correctly to ensure accurate posting.

*Management's Response:* The district will post all capital expenditures made on their behalf by outside entities in the future.

**FS 2008-06 — Late Collections of Reimbursement- Basis Grants Accounts Receivable**

*Criteria:* Good cash management practices require that the District request reimbursement for federal and state grants as soon as possible after the grant expenditures are made, and monitor the grantor responses to those requests, to ensure the soonest possible repayment for reimbursement-basis grant expenditures.

*Condition:* During field work for the fiscal year 2008 audit, ACG noted that there were funds that had outstanding grants receivables for more than one year. These funds were:

Federal Funds-

- Transition Cadre Project Special Revenue Fund totaling \$3,256 of grants receivables.
- Administrative Pool Federal Project Special Revenue Fund totaling \$21,996 of grants receivables.
- Title V Innovative Education Special Revenue Fund totaling \$6,625 of grants receivables.
- Title I School Improvement Special Revenue Fund totaling \$11,954 of grants receivables.
- Star Schools Special Revenue Fund totaling \$2,000 of grants receivables.
- USDA Forest Service Capital Outlay Fund totaling \$39,674 of grants receivables

State Funds-

- Literacy For Children Special Revenue Fund totaling \$8,915 of grants receivables.
- G.O. Bond Libraries 2004 Special Revenue Fund totaling \$11,183 of grants receivables.
- Special Capital Outlay State Capital Outlay Fund totaling \$3,279 of grants receivables.

*Cause:* The District does not have internal controls in place to request federal and state grant reimbursements on a timely basis, and monitor the reimbursements to ensure that they are made timely.

*Effect:* The District is having to borrow money from other funds to pay for expenditures of funds with outstanding account receivables.

**FS 2008-06 — Late Collections of Reimbursement Basis Grants Accounts Receivable (continued)**

*Auditor's Recommendation:* We recommend that the District follow up by collecting funds related to reimbursement requests that have already been made to grantors. We also recommend that in the future the District request reimbursements for federal and state grant expenditures as soon as possible after grant expenditures are made, and monitor and follow up with the grantors to ensure timely payment of the receivables due to the District.

*Management's Response:* The district does have a method to request and track reimbursement of federal funds. In the future the district will request reimbursements for federal and state grant expenditures as soon as possible after grant expenditures are made, and monitor and follow up with the grantors to ensure timely payment of the receivables due to the District.

**FS 2008-07— Expenditures Exceeded Budget**

*Criteria:* Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For schools, the expenditure function is the legal level of control.

*Condition:* The District has three expenditure functions where actual expenditures exceeded budgetary authority:

<u>Fund</u>	<u>Function</u>	<u>Amount</u>
General	Operation & Maintenance	\$ 72,033
Indian Health Service	Instruction	5,084
Debt Service	Support Service	8

*Cause:* The District did not make the appropriate budgetary transfers to alleviate the over- expenditures experienced by the function.

*Effect:* The District has not complied with New Mexico law, and the control established by the budgets has been compromised.

*Auditor's Recommendation:* The District should establish a policy of budgetary review at year end, and make the necessary budget adjustments in a timely manner.

*Management Response:* This was an oversight on the district. The district will assure that all budgets are reviewed quarterly and make budget adjustments in a timely manner.

**B. Findings- Financial Statement Audit- Component Unit**

**FS 2007-06 — Preparation of Financial Statements**

*Criteria:* According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures.

*Condition:* The financial statements and related disclosures are not being prepared by the Lindrieth Area Heritage School.

*Criteria:* According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures.

*Cause:* The District's personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

**FS 2007-06 — Preparation of Financial Statements (continued)**

*Effect:* When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity's ability to prevent, detect, and correct a misstatement in its financial statements is limited.

*Recommendation:* We recommend District management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
  - Governmental Accounting Standards Board (GASB)
  - Generally Accepted Accounting Principles (specifically as applied to governmental units)
  - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Required supplementary information
  - Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the District develop and implement policies and procedures designed to prevent, detect, and correct possible misstatements in its financial statements and related footnote disclosures.

*Management's Response:* School Management has begun to investigate what will be required to prepare a financial statement and will get appropriate training so this can be done in the future.

**FS 2007-08 -- Budget Adjustment Requests**

*Criteria:* According to the NMSA 1978 Section 6.20.2.10 A, "Budget adjustment requests shall be submitted on the most current form prescribed by the SDE. The school shall maintain a log of all budget adjustment requests to account for status, numerical sequence, and timely approval at each level. The log is to be retained for audit purposes.

*Condition:* During our test work of budget adjustment requests, we could not trace all the Lindrith Area Heritage School budget adjustment requests from the original budget to the final budget.

*Cause:* The School's management did not receive training on how the budget request process works until after the original budget was completed. The School's hard drive crashed and they lost some of the budget adjustment requests.

*Effect:* The effect of this condition is that the budget will not have an accurate beginning budget amount which could lead to inaccurate final budget amounts.

*Auditors' Recommendation:* We recommend that the School implement a policy to authorize, record, and review budget adjustment requests correctly.

*Management's Response:* Part of the problem was that OBMS did not have a maintenance function in the system that recorded money movement within fund/function. So a separate system had to be maintained for that. Whenever you have separate systems, you run the risk of getting out of sync. This problem has been fixed within OBMS. Consequently, every BAR can now be recorded in OBMS. We have a process in place that makes all changes that have been reviewed and approved by our board be approved in OBMS before they are recorded in our accounting system. This should not happen again.

**FS 2008-08 — Interfund Activity**

*Criteria:* GASB 34, paragraph 112 requires that all interfund receivables/payables be recorded properly, in a timely manner. Also, Public Education Department (PED) Manual of Procedures PSAB Supplement #7 states cash controls requires that temporary inter-fund transfers be recorded as “due from” and “due to” accounts to indicate inter-fund receivables and payables.

*Condition:* The Lindreth Area Heritage School (School) did not record interfund receivables/payables for deficit cash balances timely or properly. The Federal Stimulus fund had a negative cash balance of \$(68,031) at June 30, 2008.

*Cause:* The School was unaware of this PED requirement and does not have a system of internal control in place to determine which funds have a deficit cash balance at year end and did not record interfund receivables/payables for these deficits in a timely manner.

*Effect:* The due to/ due from’s of the Charter School did not balance by \$3,245. Also, funds that have a deficit cash balance at year end have a liability to other funds that supplement the deficit cash balance. The funds are not reporting the related asset or liability at year end and, as a result, the auditors have to propose an adjustment to move the cash between funds and record due to and due from account amounts. Also, the School has not complied with the PED PSAB requirement to record amounts due to and due from between funds.

*Auditor’s Recommendation:* We recommend that the School determine and post the required journal entries to move the cash between funds to eliminate negative cash balances and set up due to and due from accounts as required by the PSAB Supplement #7.

*Management’s Response:* Our Business Manager has put in place a process to eliminate this from happening. All due to/due from’s will be recorded in a timely fashion to eliminate any negative cash balances.

**FS 2008-09 Deficiencies in Internal Control Structure Design, Operation, and Oversight**

*Criteria:* NMAC 6.20.2.11 states:

- A. Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management’s authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.
- B. Each school district shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.
  - (1) School district management must ensure that protection of the public trust is a major focus when granting the authorization to execute business of the school district.
  - (2) Employees handling significant amounts of cash must be adequately bonded. Access to assets is permitted only in accordance with school district authorization.
  - (3) Receipts, checks or warrants, purchase orders, and vouchers shall be sequentially pre-numbered.
  - (4) School districts shall have proper safeguards to protect unused checks and other pre-numbered forms, undeposited cash and other receipts, and facsimile signature plates.
  - (5) Transactions are to be recorded as necessary to permit preparation of financial statements in conformity with GAAP. In addition, school districts shall establish any other criteria applicable to such statements to maintain accountability for assets.
  - (6) School districts shall conduct independent checks on performance and proper valuation of recorded amounts, such as clerical checks, reconciliations, comparison of assets with recorded accountability, computer-

**FS 2008-09 Deficiencies in Internal Control Structure Design, Operation, and Oversight (continued)**

programmed controls, management review of reports that summarize the detail of account balances, and user review of computer generated reports.

C. An internal control structure is required to demonstrate the school district's ability to record, process, summarize and report financial data consistent with the following financial statement assertions:

- (1) rights and ownership;
- (2) existence and occurrence;
- (3) valuation and allocations;
- (4) completeness; and,
- (5) presentation and disclosure.

D. The internal control structure shall demonstrate that the school district identifies applicable laws and regulations, and that procedures are designed to provide reasonable assurance that the school district complies with those laws and regulations. Internal control procedures shall be established, implemented and documented through school district correspondence, manuals, training, and other additional methods. Appropriate internal control procedures shall be adopted by the local board within a school district to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies. The internal control structure shall address all school district transactions.

[02-03-93, 11-01-97, 01-15-99; 6.20.2.11 NMAC - Rn, 6 NMAC 2.2.1.11, 05-31-01]

The SAS No. 112 Appendix lists the following circumstances as a possible control deficiency, significant deficiency, or material weakness, "inadequate documentation of the components of internal control." SAS 112 paragraph 19 states that ineffective oversight of the agency's financial reporting and internal control by those charged with governance should be regarded as at least a significant deficiency and a strong indicator of a material weakness in internal control.

*Condition:* The Lindrith Area Heritage School (School) does not have a comprehensive documented internal control structure. We noted the following areas in which the Charter School does not have sufficient key internal controls in place.

- In some instances, the Business Manager prepares receipts, posts to the General Ledger, makes deposits, and reconciles bank statements.
- The Charter School's Principal performs a review of the bank reconciliations, but he does not document his review to ensure this review was performed in a timely manner.
- In the Payroll cycle, there is no review by the Principal of the payroll disbursements before the checks are posted to the General Ledger or anytime thereafter.

*Cause:* There internal controls are mainly due to the minimal resources that the Charter School has. With only 6 employees at the Charter School consisting of 2 teachers, 2 teachers assistants, a Business Manager, and a Principal/ Superintendent, it is very difficult to have adequate segregation of all duties. Also, the Principal was unaware that he should be signing or initialing after each review he performs.

*Effect:* Because the School's internal control structure is not documented, management key controls are not in place to properly safeguard assets. Adequate controls are not in place to prevent or detect intentional misstatements of accounting information.

*Auditors' Recommendation:* The Charter School should adopt a documented comprehensive internal control structure. This could be as simple as approving the PED regulations as the School's policy. The Charter School should ensure that all finance staff follow the School's adopted internal control policies. The body charged with governance should provide effective oversight of the internal control and financial reporting processes.

*Management's Response:* We have reassigned some of the tasks performed by the Business Manager. She no longer prepares receipts, makes deposits or reconciles the bank statements. These tasks are performed by the office assistant. The Principal opens the bank statements as well as reviews the reconciliation and documents that review by signature/date on the reconciliation form.

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2008

Schedule VI  
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**FS 2008-09 Deficiencies in Internal Control Structure Design, Operation, and Oversight (continued)**

*Management's Response:* In the Payroll cycle, the Principal is now reviewing and documenting his review of payroll disbursements before the checks are posted to the GL or, if he is not at school on the day payroll is processed, the day of his return to school.

The above procedures are currently being documented and incorporated into our procedure manual.



**STATE OF NEW MEXICO**  
 Jemez Mountain School District No. 53  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2008

**C. FINDINGS - FEDERAL AWARDS**

**FA 2005-01 — Negative Fund Cash Balances**

*Applicable Federal Programs:* See listing below.

*Questioned Cost:* None.

*Criteria:* Cash loaned between funds should be recorded as interfund receivables and payables per GASB 34 paragraph 112 (a)(1) and PSAB #7, IXA.

*Condition:* The District had negative cash balances in the following federal funds at June 30, 2008:

Federal Grantor / Pass-through Grantor/ Program Title	CFDA #	Federal Expenditures
<b>U.S. Department of Agriculture</b>		
Collaborative Forest Restoration	10.679	\$ 63,770
<b>Total U.S. Department of Agriculture</b>		63,770
 <b>U.S. Department of Education</b>		
Star Schools	84.203G	2,000
Indian Health Service	84.041	12,056
Literacy for Children	84.338A	8,915
Sub-Total		22,971
 <i>Pass-through State of New Mexico Department of Education</i>		
Title I	84.010	20,981
Idea B Entitlement	84.027O	48,540
Idea B Discretionary	84.027O	44,415
Comprehensive Classroom Reform	84.332A	443
Title V	84.051	13,236
Reading First	84.357A	115,639
Safe and Drug Free Schools	84.186	5,004
English Language and Academic Achievement	84.365	26,484
Rural Initiative	84.358B	11,818
Transition Cadre Project	84.027O	3,256
Title I School Improvement	84.348	26,338
Technology Literacy Challenge	84.318	3,917
Teacher/Principal Training	84.164	16,106
<b>Total U.S. Department of Education</b>		422,918
Administration Pool Federal		21,996
<b>Total Federal Funds with negative cash</b>		444,914

**FA 2005-01 — Negative Fund Cash Balances (continued)**

*Cause:* The District was not recording interfund loans properly in the general ledger because it was unaware of the GASB 34 and Public Education Department requirements.

*Effect:* The auditors had to recommend an adjustment to move the cash between funds and record due to and due from accounts. Federal funds restricted for specific use could be inappropriately loaning cash to a different federal program, placing future federal funding at risk.

*Auditors' Recommendation:* We recommend that the District post interfund loans between funds as required by GASB 34 and PSAB #7, IX A, eliminate negative cash balances and set up due to and due from accounts. We also recommend that management carefully monitor its federal funds cash balances to ensure that federal programs cash is used only for the appropriate federal program.

*Management's Response:* All of the above funds are on a reimbursement basis through the New Mexico Public Education Department or the US Department of Education. A draw down schedule is followed for reimbursement of expenditures therefore expenditures through June 30 are reimbursed in July of the following Fiscal Year. Reimbursement schedule distributed by Public Education is followed for reimbursements. The school district is now posting interfund receivables and payables.

**FA 2008-01 — Late Collections of Reimbursement- Basis Grants Accounts Receivable**

*Applicable Federal Programs:* Comprehensive Classroom Reform CFDA# 84.332A, Title V. CFDA# 84.051, Title I Improvements CFDA # 84.348, and After School Learning CFDA# 84.324A

*Questioned Costs:* None

*Criteria:* Good cash management practices require that the District request reimbursement for federal as soon as possible after the grant expenditures are made, and monitor the grantor responses to those requests, to ensure the soonest possible repayment for reimbursement-basis grant expenditures.

*Condition:* During field work for the fiscal year 2008 audit, ACG noted that there were several federal funds that had outstanding grants receivables for more than one year. These funds were:

Federal Funds-

- Transition Cadre Project Special Revenue Fund totaling \$3,256 of grants receivables.
- Administrative Pool Federal Project Special Revenue Fund totaling \$21,996 of grants receivables.
- Title V Innovative Education Special Revenue Fund totaling \$6,625 of grants receivables.
- Title I School Improvement Special Revenue Fund totaling \$11,954 of grants receivables.
- Star Schools Special Revenue Fund totaling \$2,000 of grants receivables.
- USDA Forest Service Capital Outlay Fund totaling \$39,674 of grants receivables

*Cause:* The District is not requesting federal grant reimbursements on a timely basis, and is not monitoring the requests when they are made, to ensure timely reimbursements.

*Effect:* The District is having to borrow money from other funds to pay for expenditures of funds with outstanding account receivables.

*Auditor's Recommendation:* We recommend that the District follow up by collecting funds related to reimbursement requests that have already been made to grantors. We also recommend that in the future the District request reimbursements for federal grant expenditures as soon as possible after grant expenditures are made, and monitor and follow up with the grantors to ensure timely payment of the receivables due to the District.

**FA 2008-01 — Late Collections of Reimbursement- Basis Grants Accounts Receivable (continued)**

*Management's Response:* The district does have a method to request and track reimbursement of federal funds. In the future the district will request reimbursements for federal and state grant expenditures as soon as possible after grant expenditures are made, and monitor and follow up with the grantors to ensure timely payment of the receivables due to the District.

**FA 2008-02 — Data Collection Form**

*Criteria:* Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," establishes uniform audit requirements for non-Federal entities administering Federal awards. This requires that the Data Collection Form be submitted nine months after year end.

*Condition:* The District did not submit its annual Data Collection Form to the Federal Audit Clearinghouse in a timely manner. This finding applies to all federal programs.

*Cause:* The agency's audit was not completed timely because the District's books and records were not ready for audit, resulting in the delay in the submission of the Data Collection Form for the current year.

*Effect:* The effect of this condition is non-compliance with the OMB Circular A-133 requirement to submit the Data Collection Form timely, which can result in the loss of federal funding.

*Recommendation:* We recommend that the school district have its books and records ready for audit in order to complete the audit process timely so the Data Collection Forms can be submitted timely in the future.

*Management's Response:* The District is proceeding with audits to get on the required timely submission which will facilitate timely submission of Data Collection Forms.

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2008

**D. PRIOR YEAR AUDIT FINDINGS**

- FS-2004-01: Stale Dated Checks – Resolved
- FS-2004-03: Untimely Deposits – Resolved
- FS-2004-04: Late Audit Report – Repeated and modified
- FS-2005-02: Cash Appropriations in Excess of Available Cash Balances– Repeated and modified
- FS-2005-03: Negative Fund Cash Balances – Repeated and modified
- FS-2006-02: Review of Manual Journal Entries – Repeated and modified
- FS-2006-05: Lack of Purchase Order Authorization – Repeated and modified
- FS-2006-07: Ineligible Pledged Surety and Non-Compliance with collateral requirements – Repeated and modified
- FS-2007-01: Bank Reconciliations – Repeated and modified
- FS-2007-02: Preparation of Financial Statements – Repeated and modified
- FA-2004-01: Audit Report – Repeated and modified
- FA-2005-01: Negative Fund Cash Balances – Repeated and modified
- FS-2006-08: Lack of Purchase Order Authorization – Resolved
- FS-2007-04: Untimely Deposits – Resolved
- FS-2007-05: Lack of Supporting Documentation – Resolved
- FS-2007-06: Preparation of Financial Statements – Repeated and modified
- FS-2007-07: Expenditures Exceeded Budget – Resolved
- FS-2007-08: Budget Adjustment Requests – Repeated and modified
- FS-2007-09: Internal Control Related Matters- Disaster Recovery Plan – Resolved
- FS-2007-10: Cash Appropriation in Excess of Available Cash Balances – Resolved

**STATE OF NEW MEXICO**  
Jemez Mountain School District No. 53  
Other Disclosures  
For the Year Ended June 30, 2008

**OTHER DISCLOSURES**

Auditor Prepared Financials

Although it would be preferred and desirable for the School District to prepare its own GAAP-basis financial statements, it is felt that the School District's personnel did not have the time to prepare them. Therefore, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report from the original books and records provided to them by the management of the District. Management of the District has reviewed and approved these financial statements and related notes and believes they are adequately supported by the books and records of the government. Management is responsible for the financial statements.

Exit Conference

The contents of this report were discussed with Jemez Mountain School District No. 53 on March 11, 2009. The following individuals were in attendance:

Jemez Mountain School District No. 53

Adan Delgado - Superintendent

Kathy Borrego – Business Manager

Stanley Trujillo – Board Vice President

Elaine Newton – Business Manager, Lindrith Area Heritage School

Betty post – Board Member, Lindrith Area Heritage School

Accounting & Consulting Group, LLP

Jeff McWhorter – Audit Director

Robert A. Gonzales – Staff Accountant II