

STATE OF NEW MEXICO

JEMEZ VALLEY PUBLIC SCHOOLS

FINANCIAL STATEMENTS

June 30, 2008

With Independent Auditor's Reports Thereon

INTRODUCTORY SECTION

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JEMEZ VALLEY PUBLIC SCHOOLS
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**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
OFFICIAL ROSTER
Year Ended June 30, 2008**

Board of Education

Dennis Smith
Anthony Delgarito
Peter Magdalena
Mary England
Christine (Tina) Trujillo

President
Vice President
Secretary
Member
Member

School Officials

Sandra Henson
Frieda Solano

Superintendent
Business Manager

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SAN DIEGO RIVERSIDE CHARTER SCHOOL
OFFICIAL ROSTER
Year Ended June 30, 2008**

Board of Education

David Toledo
Margie Creel
Mary Cathy Sabado
Geri Loretto
Irwin Pecos
Matilda Shendo

Chairperson
Vice- Chairperson
Secretary
Member
Member
Member

School Officials

Sandra Henson
Eugene Johnson

Superintendent
Principal

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
WALATOWA HIGH CHARTER SCHOOL
OFFICIAL ROSTER
Year Ended June 30, 2008**

Board of Education

Ryan Toya
Prexie Lucero
Mary Ellen Toya

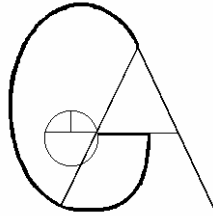
President
Member
Member

School Officials

Sandra Henson
Tony Archuleta
Arrow Wilkinson
Katherine Toya

Superintendent
Principal
Assistant Principal
Business Manager

FINANCIAL SECTION



Gary E. Gaylord, C.P.A.

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Hector H. Balderas, New Mexico State Auditor
Mr. Dennis Smith, Board President
Members of the Board of Education
Jemez Valley Public Schools
Jemez, New Mexico

I have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, the budgetary comparison statements of each major fund, and the aggregate remaining fund information of Jemez Valley Public Schools, Jemez, New Mexico (the "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. I have also audited the financial statements of each of the District's non-major governmental and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements, and the budgetary comparisons for the non-major funds and the major capital projects funds and debt service fund 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. My responsibility is to express opinions on these financial statements based on my audit.

Except as discussed in paragraph three, I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

INDEPENDENT AUDITOR'S REPORT, continued

San Diego Riverside Charter School, a discretely presented component unit of Jemez Valley Public Schools, did not maintain adequate accounting records for transactions related to its financial statements. San Diego Riverside Charter School's financial activities are included in the Jemez Valley Public School's basic financial statements as a discretely presented component unit and represent 62 percent, 89 percent, 8 percent, and 63 percent of the assets, liabilities, net assets, and revenues, respectively of Jemez Valley Public School's aggregate discretely presented component units.

Because of the significance of the matter discussed in the preceding paragraph, I was unable to express, and do not express an opinion on the financial statements of San Diego Riverside Charter School, a discretely presented component unit of Jemez Valley Public Schools.

In addition, in my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the primary government and Walatowa High Charter School, each major fund of the primary government and Walatowa High Charter School, and the aggregate remaining fund information of the primary government and Walatowa High Charter School as of June 30, 2008, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund and major special revenue funds of the primary government and Walatowa High Charter School for the year then ended in conformity with accounting principles generally accepted in the United State of America. In addition, in my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the primary government and Walatowa High Charter School as of June 30, 2008, and the respective changes in financial position thereof and the respective budgetary comparisons for the major Bond Building Fund, P/S Capital Outlay 20% Fund and Debt Service Fund and all nonmajor funds of the primary government and Walatowa High Charter School for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated November 8, 2010 on my consideration of the District's and its discretely presented component units' internal control over financial reporting and my tests of its compliance with certain provision of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my 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 read in conjunction with this report in considering the result of my audit.

INDEPENDENT AUDITOR'S REPORT, continued

The management's discussion and analysis on pages 17 through 30, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

The other supplementary information listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The scope of my audit was limited due to the lack of accounting records for transactions relating to San Diego Riverside Charter School as discussed in the 3rd paragraph above and accordingly I express no opinion on the other supplementary information related to San Diego Riverside Charter School in Schedules 3 and 6. In addition, I express no opinion on the accompanying schedule of expenditures of federal awards as it relates to San Diego Riverside Charter School. The other supplementary information related to the primary government and Walatowa High Charter school has been subjected to the auditing procedures applied in the audit of the basic financial statements of the primary government and Walatowa High Charter Schools and, in my opinion is fairly stated in all material respects in relation to those statements taken as a whole.



Albuquerque, New Mexico
November 8, 2010

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
For the Fiscal Year Ending June 30, 2008**

The Management Discussion and Analysis of the fiscal performance of the Jemez Valley School District (the “District”) for the year ending June 30, 2008 represents the District’s fourth year of implementing the Governmental Accounting Standards Board Statement No. 34 (GASB 34). This written analysis is now a required part of the District’s audit report and is an objective and easily readable discussion of the District’s financial activities. The reader will see two statements; a Statement of Net Assets and a Statement of Activities that were added because of GASB 34.

This discussion and analysis, as well as the two new statements provide a review of the District’s overall financial activities, using the accrual basis of accounting. Fund financial statements continue to be reported on a modified accrual basis of accounting. Rather than look at specific areas of performance this discussion and analysis focuses on the financial performance of the District as a whole. Whenever possible, this discussion and analysis will provide the reader with a multi-year picture of financial performance and other pertinent information thorough the use of tables and other graphic information.

The Jemez Valley Public Schools includes the traditional School District as well as two Charter Schools.

JEMEZ VALLEY PUBLIC SCHOOLS ACCOUNTING AND FINANCE

Financial policies and procedures are in place to guide staff through the daily business routines.

As an integral part of the District accountability process, the District is active in monitoring of expenditures and budgets through a formal, monthly reporting process to the School Board. This reporting is provided at public meetings and becomes a part of the District’s Board’s permanent public record. Through this public process, the financial reporting information is provided in a manner that is open to public inspection.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2007**

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts; Management's Discussion and Analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements – district-wide and fund, the two kinds of statements present different views of the District:

The first two statements are *district-wide financial statements* that provide both *short term* and *long-term* information about the District's *overall* financial status.

The remaining statements are presented using the modification basis of accounting and they provide limited financial information because focus in the statements is short-term and non-current assets and liabilities are not displayed. Also, the District's operations are presented in *more detail* than they are in the district-wide statements.

The *governmental funds statements* report on how basic services such as regular and special education were financed in the *short term* as well as what remains for future spending.

Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others.

This annual report consists of a series of detailed financial statements, and the notes to those statements. This annual report also includes the Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, the Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with *OMB Circular A-133*, and the Schedule of Findings and Questioned Costs.

District-Wide Financial Statements

The Statement of Net Assets and Statement of Activities are presented on a district-wide basis and encompass all assets and liabilities of the District and its discretely presented component units. This section will look at the financial performance of the District as a whole rather than looking at individual components or areas of the District. These statements are prepared on the full accrual basis of accounting and include all assets and liabilities of the District.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Fund Financial Statements

The District used fund accounting to ensure and demonstrate compliance with financial and legal requirements. Fund financial statements are based on a *modified accrual basis* of accounting. The Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances guide the reader to a meaningful overall view for the District's assets, liabilities, revenues, expenditures, fund balances and changes to those fund balances.

Budgetary Comparison Statements

The District's budgets are adopted on the cash basis of accounting. The actual revenues and expenditures reported on the budgetary comparison statements included in this report are presented on the cash basis.

**SIGNIFICANT FINANCIAL HIGHLIGHTS FOR THE YEAR ENDING
JUNE 30, 2008**

The District implemented a new financial reporting required by the Governmental Accounting Standards Board Statement No. 34 during the fiscal year ended June 30, 2004. The implementation included accumulated to date and current year reporting of depreciation on Capital Assets.

The District's net capital assets net of related debt increased by \$706,651 in the year ending June 30, 2008. Capital assets are defined as long-lived assets with an acquisition cost greater than \$5,000. The renovation projects for the Elementary School facilities continued and moved from phase II to III during the year ended June 30, 2008. In addition, the alternative water project is still ongoing.

The net increase of \$706,651 is primarily due to completion of Elementary Phase II.

GASB 34 rules now require public entities to depreciate capital assets. This statement includes accumulated depreciation of the District's capital assets in the amount of \$4,890,428.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Statement of Net Assets

The Statement of Net Assets is prepared using the *full accrual method* of accounting. The District's financial position is the product of several financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Total District wide (excluding component units) assets increased by \$129,843. A comparison between the District's Statements of Net Assets follows:

	June 30, <u>2008</u>	June 30, <u>2007</u>	Increase (Decrease)
ASSETS			
Cash and cash equivalents	\$4,235,009	\$4,329,497	-\$94,488
Receivables:			
Due from grantor	\$395,103	\$87,552	\$307,551
Taxes	\$145,495	\$93,227	\$52,268
Other receivable	\$0	\$382,139	-\$382,139
Net Capital Assets	\$11,185,993	\$10,939,342	\$246,651
Total Assets	<u>\$15,961,600</u>	<u>\$15,831,757</u>	<u>\$129,843</u>
LIABILITIES			
Accounts Payable	\$96,338	\$388,863	-\$292,525
Accrued interest payable	\$44,700	\$53,456	-\$8,756
Payroll payable	\$39,738	\$0	\$39,738
Deferred revenue	\$99,032	\$104,848	-\$5,816
Other current liabilities	\$55,159	\$45,155	\$10,004
Noncurrent liabilities:		\$0	\$0
Due in one year	\$340,000	\$504,288	-\$164,288
Due in more than one year	\$2,140,000	\$2,486,048	-\$346,048
Total Liabilities	<u>\$2,814,967</u>	<u>\$3,582,658</u>	<u>-\$767,691</u>
NET ASSETS			
Invested in Cap Assets, net			
of related debt	\$8,705,993	\$7,999,342	\$706,651
Restricted	\$3,603,451	\$3,727,385	-\$123,934
Unrestricted	\$837,189	\$522,372	\$314,817
Total Net Assets	<u>\$13,146,633</u>	<u>\$12,249,099</u>	<u>\$897,534</u>

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Statement of Net Assets, continued

The decrease in receivables is partly because the District received the second half of the proceeds from the sale of a portion of the District's tax base to a developer who wanted to include his development in the Rio Rancho School District rather than in the Jemez Valley Public School District. In addition, bonds in the amount of \$750,000 were sold during the prior year for construction of school facilities and the proceeds had not been expended by the year end. The District received more than \$380,000 from the developer mentioned above during the prior year and a final payment of \$398,145 received in the fiscal year ended June 30, 2008.

Changes in Net Assets

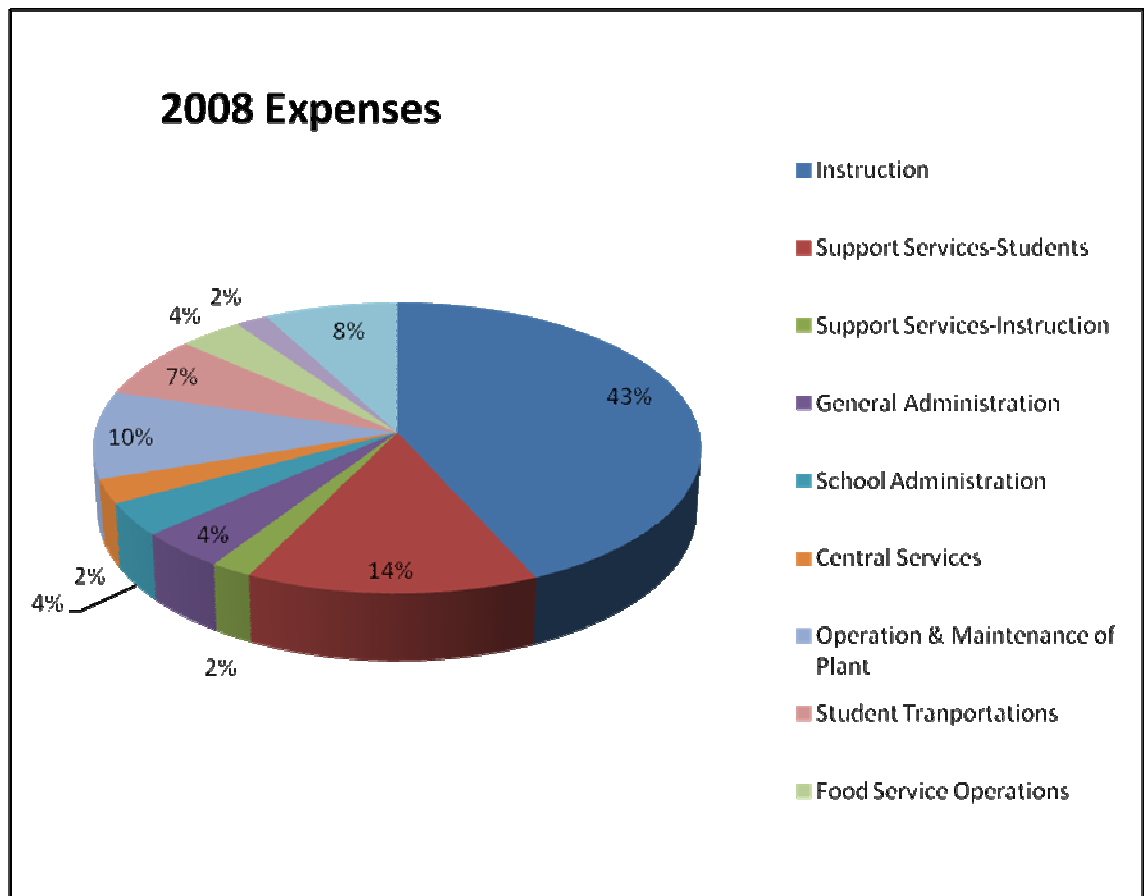
During the year ended June 30, 2008 the District's total revenues exceeded total expenses by \$897,534. The District experienced a decrease in overall expenses (\$1,025,933 a decrease of more than 17%) but this was partially offset by a decrease in revenues (\$435,456-down 9%). These two combined factors caused a net growth in net assets. The single most significant factor contributing to the increase in net assets was a slow down in new construction activities.

	<u>FYE</u> <u>6/30/2008</u>	<u>FYE</u> <u>6/30/2007</u>	Increase (Decrease)
EXPENSES	-\$5,902,335	-\$6,928,268	\$1,025,933
REVENUE			
Charge for services	\$157,361	\$212,560	-\$55,199
Operating grants & contributions	\$1,791,184	\$1,823,643	-\$32,459
Capital grants & contributions	\$253,650	\$130,692	\$122,958
General revenue	\$4,597,674	\$5,068,430	-\$470,756
	<u>\$6,799,869</u>	<u>\$7,235,325</u>	<u>-\$435,456</u>
Change in Net Assets	<u>\$897,534</u>	<u>\$307,057</u>	<u>\$590,477</u>
Net Assets, at beginning of year	\$12,249,099	\$11,942,042	
Net Assets, at end of year	\$13,146,633	\$12,249,099	

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS, continued
 For the Fiscal Year Ending June 30, 2008**

Changes in Net Assets, continued

During the year ended June 30, 2008 New Mexico Public Education Department (NMPED) implemented its new Uniform Chart of Accounts (UCOA) and a function by function comparison is impractical. The overall decrease in expenses (\$1,025,933) as mentioned above, was partially offset by the increases mandated in teacher's salaries and benefits.



**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Balance Sheet

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in the Balance Sheet as of June 30, 2008. As the District completed the year, it reported a combined fund balance of \$4,422,547 an increase of \$551,923. This increase is due to revenues in excess of expenditures. Cash and cash equivalents decreased by \$94,487 and overall receivable decreased by \$329,871. See earlier discussion about these changes.

Statement of Revenues, Expenditures, and Changes in Fund Balance

Total revenues from state, local and Federal sources were \$7,175,710, an increase of \$322,477 over the prior year.

The General fund is the principle operating fund of the District (Funds 11000-14000). The increase in fund balance of \$261,403, is a smaller increase than that experienced in the prior year. The District spent a greater portion of its authorized budget due to the new three-tiered licensure program.

Operational Highlights

The District has experienced a reduction in its budget as it has in its revenues and expenditures. The budgeting process for the State of New Mexico is defined under New Mexico State Statutes (Section 22) and the New Mexico Administrative Code (Section 6). Additionally, the District develops its budget through input at site budget meetings from parents, community members, and staff members, finance department personnel and input from the local School Board and Superintendent. The District also has a facilities master plan for major construction and renovation that is constantly updated for major capital expenditures.

All major budgetary funds are reported as separate statements.

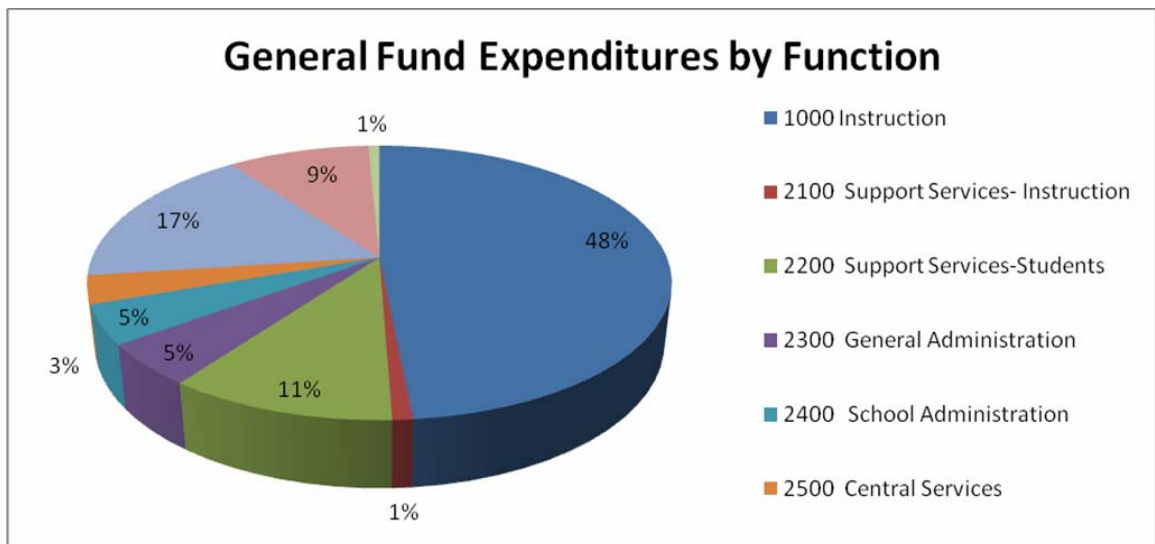
**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS, continued
 For the Fiscal Year Ending June 30, 2008**

Operational Highlights, continued

Major budgetary funds in this report are the General Fund, Non-Instructional, Bond Building, Special Revenue-Title I, and Debt Service. In addition twenty seven (27) non-major Special Revenue funds and six (6) non-major Capital Projects funds are reported for their budgetary performance. Examples of non-major Special Revenue funds are Food Services, Idea-B Entitlement and Pre-k, Title II A Teacher/Principal, , Title VIII Impact Aid-Special Education and Title VIII Impact Aid-Indian Education. Examples of non-major Capital Project funds include Capital Improvement SB-9 (Two Mill Levy) and Special Capital Outlay-Local, Public School Capital Outlay-State and :Public School Capital Outlay – Federal.

The following shows the fiscal relationship of the major funds and the combined non-major funds.

The General Fund represents the major expenditures for the education of the students within the District. During the year ended June 30, 2008, the General Fund expended \$4,181,988 of which \$2,026,940 was expended on Instruction. This represents 48.5% of all General Fund expenditures. Instruction expenditures include salaries for regular, bilingual, and special education teachers and educational assistants, payroll taxes, benefit costs, classroom supplies and equipment, employee training, student and teacher travel, and instructional related contract services. Employee salaries, payroll taxes, and benefit costs account for approximately 87% of all General Fund expenditures.



**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Operational Highlights, continued

The second largest area of expenditures paid for out of the General Fund is for Operation and Maintenance of Plant. The expenditures totaled \$710,553 16.9% of the General Fund expenditures. This includes salaries, payroll taxes, and benefits for maintenance staff and supervisors, school custodians, and maintenance. It also includes cost for maintenance and custodial supplies and equipment, maintenance and repairs of buildings, grounds, and equipment, utilities, internet access, travel and training for maintenance and custodial personnel, outside contract services, and property and liability insurance. The District also receives funding for maintenance costs from the voter approved Two Mill Levy Fund (Fund 31700) that is not reflected in the above numbers. An additional \$222,884 was expended in fund 31700.

General administration expenditures totaled \$206,483 or 4.9% of General Fund expenditures. Included in this area are salaries, payroll taxes, and benefits for the superintendent, administrative secretaries and receptionist, and human resource personnel. In addition, supplies, equipment, travel, training, and outside contract services for the above individuals and the School Board are included in this function. Administrative costs like legal and auditing fees and costs related to board and bond elections are also included here. .

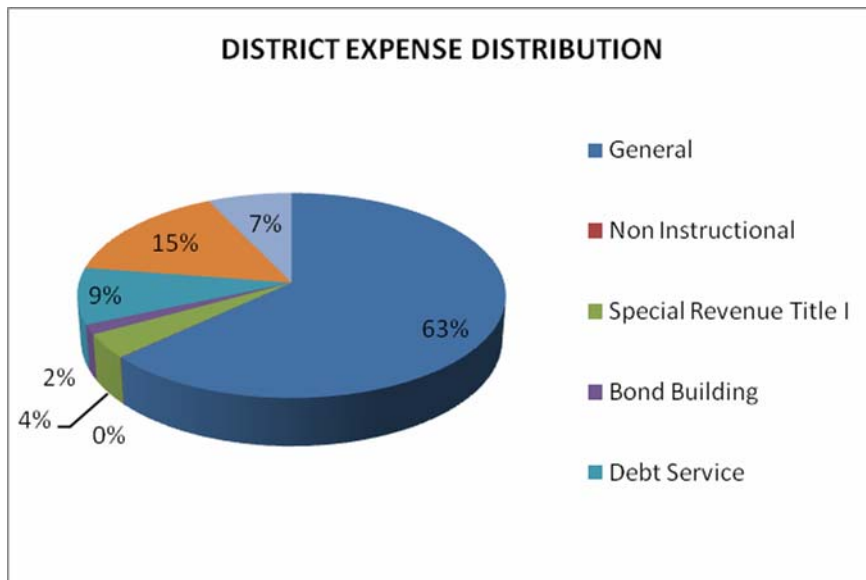
Student transportation costs totaled \$392,338 or 9.4% of fiscal year end June 30, 2008 and included all costs related to transporting students to and from school and included feeder route payment made to parents

.
The District expended an additional \$845,674 or 20.2% of its expenditures on a variety of other functional costs.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

Operational Highlights, continued

The following graph shows the overall expenses (using the modified accrual basis of accounting), by major and non-major funds during the year ended June 30, 2008.



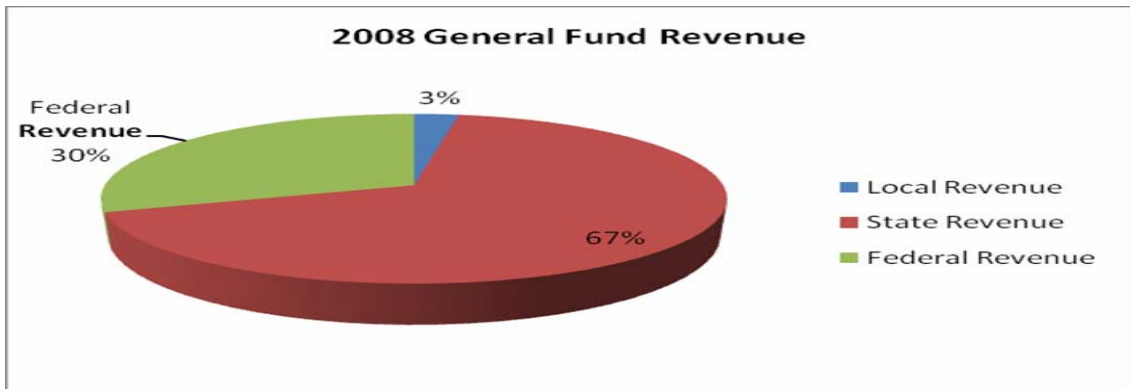
The General Fund (11000-14000) provides the salary and benefits for the significant majority of the instructional, instructional support, school support, maintenance, custodial, administrative, and business staffs as well as classroom materials, special education ancillary staff, insurance, student transportation and utility costs.

Revenue recognized in this fund is substantially derived from the State Equalization Guarantee (56.2%) and Title VIII Federal Impact Aid (29.8%). The State Equalization Guarantee is based upon a funding formula developed by the State. This formula includes taking a credit for the Title VIII funds received by the District.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS, continued
 For the Fiscal Year Ending June 30, 2008**

Budgetary Highlights

The following pie chart shows the relative revenue sources of funds received from federal, state and local sources. Revenue received during the fiscal year were more than the budgeted amount by approximately \$296,043. Federal source revenues decreased while state and local source revenue increased during the year.



The following table examines the summary budget performance of the major and combined non-major funds for the fiscal year ended June 30, 2008. Detail budget performance is examined through the Statements of Revenues and Expenditures-Budget and Actual.

Major Funds Expenditures to Budget Performance

<u>Fund</u>	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General (11000-14000)	\$ 4,806,880	\$ 4,139,951	\$ 666,929
Non-Instructional	76,100	2,908	73,192
Special Revenue Fund Title I	296,567	255,147	41,420
Bond Building	996,464	170,188	826,276
Debt Service	588,450	587,038	1,412

Combined Non-Major Funds Expenditures to Budget Performance

<u>Fund</u>	<u>Final Combined</u>	<u>Actual</u>	<u>Variance</u>
Special Revenue funds	\$ 1,859,472	\$ 1,002,512	\$ 856,960
Capital Projects funds	1,294,595	748,392	546,203

All expenditures within the major and non-major funds fell within the approved budget limits. No budgets had expenditures in excess of budgetary authority.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS, continued
 For the Fiscal Year Ending June 30, 2008**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2008, the District had a net investment in capital assets of \$11,185,993 (up from \$10,939,342 at June 30, 2007). This change was due to the fact that the additions of capital assets (increase) were slightly larger than current year depreciation (decrease). Capital assets includes land, school buildings, athletic facilities, administrative offices, buses and other vehicles, computer and audio-visual equipment and other equipment.

The District had \$1,525,217 in new additions in the current fiscal year. Most of these additions were increases to Construction Work In Progress. For financial reporting purposes, the District will only capitalize and depreciate equipment with a value of \$5,000 or more. The District will continue to inventory and track all equipment additions in excess of \$1,000, in accordance with State law.

The accumulated depreciation for the District’s capital assets amounts to \$4,890,428. Total depreciation expense for the year was \$466,171. The District utilizes a ‘straight line’ depreciation method in all cases and has established standardized lifetime table in calculating depreciation.

The following schedule presents entity wide capital assets balances, net of depreciation, for the fiscal year ended June 30, 2008.

	<u>Amount</u>
Land	\$ 162,011
Infrastructure	52,817
Land Improvements	87,690
Buildings and Improvements	10,210,066
Equipment and Vehicles	326,273
Construction in Progress	<u>347,136</u>
Total	\$ <u>11,185,993</u>

See footnote 4A through 4C for changes in capital assets during the year ended June 30, 2008.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS, continued
 For the Fiscal Year Ending June 30, 2008**

Long Term Debt

Article IX, Section 11 of the New Mexico Constitution limits the power of a school district to incur general obligation debt beyond the school year. The District can incur such debt for the “purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving schools grounds or purchasing computers software of hardware for student use in public classrooms or any combination of these purposes.”

The approval of the debt is subject to a vote of the local electors and may not exceed 6% of the assessed valuation of the taxable property within the District.

During the fiscal year ending June 30, 2008 the District paid \$460,000 on principal due on general obligation bonds.

The School District has never defaulted on any of its debt or other obligations. Listed below is the District’s total general obligation debt as of June 30, 2008.

<u>Date of Issue</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
12/15/1998	\$125,000.00	\$4,743.75	\$129,743.75
8/1/2000	\$500,000.00	\$54,431.25	\$571,431.25
1/1/2002	\$215,000.00	\$35,920.00	\$250,920.00
7/15/2002	\$335,000.00	\$42,568.75	\$385,700.00
1/15/2003	\$145,000.00	\$19,693.75	\$164,693.75
5/28/2004	\$435,000.00	\$79,795.50	\$514,794.50
9/26/2006	\$725,000.00	\$249,341.75	\$974,341.75
	\$2,480,000.00	\$486,494.75	\$2,991,625.00

See footnote 5 for current year changes in long-term debt.

Agency Funds

The School District, as a custodian, maintains and monitors special funds on behalf of schools and school activity groups. Agency funds maintained by the School District are to benefit a specific activity or interest and are generally raised by students for student use. While each school site is responsible for the administration of the agency funds, the custody and use of these funds are in accordance with State Department of Education Regulations. The total funds for the year ending June 30, 2008 were \$39,218.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS, continued
For the Fiscal Year Ending June 30, 2008**

FUTURE TRENDS

The Jemez Valley Public Schools has continued to work on the water system and renovations to the Elementary School. Air conditioner installation and water arsenic upgrades done. The district has started a 5 year Master Plan

The Continuous Improvement Goal Teams continue to monitor Educational Plan Student Success (EPSS) and components of literacy, math and parent involvement as well as Professional Development, Effective Operations.

The Jemez Valley Public Schools has implemented Gaining Early Awareness and Readiness for Undergraduate Programs (Gear Up) and is funded by Us Department of Higher Education.

Progress reports are now being mailed to parents on a weekly basis to inform them of their student's progress which has had good results. Two (2) parent conferences are scheduled each year for each student.

FINANCIAL CONTACT

The individual to be contacted regarding this report is Frieda Solano, Business Manager, at (575) 834-3303. Specific requests may be submitted to Jemez Valley Public Schools, 8501 Highway 4, Jemez Pueblo, New Mexico 87024.

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS AND COMPONENT UNITS
STATEMENT OF NET ASSETS
 June 30, 2008

	Primary Governmental Activities	Component Units	
		San Diego Riverside Charter School	Walatowa High Charter School
ASSETS			
Cash and cash equivalents	\$ 4,235,009	146,223	173,871
Due from grantor	395,103	101,134	32,002
Taxes receivable	145,495		
Capital assets not being depreciated:			
Land	162,011		
Construction in progress	347,136		
Capital assets, net of accumulated depreciation:			
Infrastructure	52,817		
Buildings and improvements	10,210,066	360,062	
Other improvements	87,690		
Equipment and vehicles	326,273	87,875	49,235
Total Assets	<u>15,961,600</u>	<u>695,294</u>	<u>255,108</u>
LIABILITIES			
Accounts payable	96,338	23,927	6,887
Due to grantor			
Accrued interest payable	44,700		
Payroll payable	39,738		
Accrued and withheld taxes and benefits		53,979	4,039
Deferred revenue	99,032	150	
Accrued Compensated Absences	55,159		
Noncurrent liabilities:			
Due within one year	340,000		
Due in more than one year	2,140,000		
Total Liabilities	<u>2,814,967</u>	<u>78,056</u>	<u>10,926</u>
NET ASSETS			
Invested in capital assets, net of related debt	8,705,993	447,937	49,235
Restricted for:			
Debt service	665,773		
Capital projects	1,286,517		
Other purposes	1,651,161	131,697	
Unrestricted	837,189	(115,019)	194,947
Total net assets	<u>\$ 13,146,633</u>	<u>464,615</u>	<u>244,182</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS AND COMPONENT UNITS
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2008

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets		Component Units	
	Expenses	Charges for Services	Grants and Contributions	Capital Grants and Contributions	Total Primary Governmental Activities	San Diego Riverside Charter School	Walatowa High Charter School
Governmental Activities							
Education:							
Instruction	\$ 2,550,224	21,246	600,935		(1,928,043)		
Support Services - Students	832,358	17,097	388,709		(426,552)		
Support Services - Instruction	118,034	6,878	117,812		6,656		
General Administration	250,598	31,160	36,702	1,461	(181,275)		
School Administration	217,428	20,278	25,164		(171,986)		
Central Services	156,883		18,789		(138,094)		
Operation & Maintenance of Plant	573,184	33,310	13,695	252,189	(273,990)		
Student Transportation	405,237		434,752		29,515		
Food Service Operations	222,826	27,392	154,626		(40,808)		
Interest on Long-Term Obligations	111,694				(111,694)		
Undistributed:							
Depreciation	463,869				(463,869)		
Total Governmental Activities	<u>\$ 5,902,335</u>	<u>157,361</u>	<u>1,791,184</u>	<u>253,650</u>	<u>(3,700,140)</u>		
Component Units							
San Diego Riverside Charter School	\$ 1,360,259	17,000	200,428	67,919		(1,074,912)	
Walatowa High Charter School	852,224		302,934				(549,290)
Total Component Units	<u>\$ 2,212,483</u>	<u>17,000</u>	<u>503,362</u>	<u>67,919</u>		<u>(1,074,912)</u>	<u>(549,290)</u>
General Revenue							
Taxes							
Residential/Non residential taxes for operations					\$ 19,981		
Property taxes levied for capital projects					141,162		
Property taxes levied for debt service					652,939		
Other revenue							
Federal and State Aid Not Restricted to Specific Purpose					3,674,799	1,285,889	631,068
Sale of District Tax Base							
Interest					108,793	388	704
Total General Revenue					<u>4,597,674</u>	<u>1,286,277</u>	<u>631,772</u>
Change in Net Assets					897,534	211,365	82,482
Net assets beginning, as previously reported					12,249,099	253,250	161,700
Net assets ending					<u>\$ 13,146,633</u>	<u>464,615</u>	<u>244,182</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
BALANCE SHEET - GOVERNMENTAL FUNDS
 June 30, 2008

	<u>Funds 11000-14000</u>	<u>Fund 23000</u>	<u>Fund 24101</u>	<u>Fund 31100</u>	<u>Fund 41000</u>	<u>Other Governmental Funds</u>	<u>Total Primary Governmental Funds</u>
	<u>General Fund</u>	<u>Non Instructional</u>	<u>Title I ESEA</u>	<u>Bond Building Fund</u>	<u>Debt Service</u>		
<u>ASSETS</u>							
Cash and cash equivalents	\$ 772,295	782,816		845,890	647,481	1,186,527	4,235,009
Due from grantor			137,573			257,533	395,106
Taxes receivable	4,895				68,242	72,358	145,495
Due from other funds	159,807					167,769	327,576
Total Assets	<u>\$ 936,997</u>	<u>782,816</u>	<u>137,573</u>	<u>845,890</u>	<u>715,723</u>	<u>1,684,187</u>	<u>5,103,186</u>
<u>LIABILITIES</u>							
Due to grantor	\$						
Accounts payable	26,134		559			69,646	96,339
Salaries and wages payable	36,656		3,082				39,738
Due to other funds			132,339			195,237	327,576
Compensated absences	53,566		1,593				55,159
Deferred revenue	1,545				49,950	110,332	161,827
Total Liabilities	<u>117,901</u>		<u>137,573</u>		<u>49,950</u>	<u>375,215</u>	<u>680,639</u>
<u>FUND BALANCES</u>							
Fund Balance:							
Reserved:							
For Debt Service					665,773		665,773
Unreserved reported in:							
General	819,096						819,096
Special Revenues		782,816				1,308,972	2,091,788
Capital Funds				845,890			845,890
Total Fund Balances	<u>819,096</u>	<u>782,816</u>		<u>845,890</u>	<u>665,773</u>	<u>1,308,972</u>	<u>4,422,547</u>
Total Liabilities and Fund Balances	<u>\$ 936,997</u>	<u>782,816</u>	<u>137,573</u>	<u>845,890</u>	<u>715,723</u>	<u>1,684,187</u>	<u>5,103,186</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT C, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
 SHEET WITH THE STATEMENT OF NET ASSETS**
 June 30, 2008

	<u>Primary Government</u>
Amounts reported in the Statement of Net Assets are different because:	
Total fund balances - Balance sheet governmental funds:	\$ 4,422,547
Long-term assets are not available to pay for current period expenditures and are therefore deferred in the funds	
Property taxes receivable	62,795
Receivable from sale of District tax base	
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:	
Cost of Capital Assets	\$ 16,076,421
Accumulated Depreciation on Capital Assets	<u>(4,890,428)</u>
	11,185,993
Bond interest is not recognized until payable in the fund financial statements, but is accrued in the Statement of Net Assets	(44,700)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long term at year end consisted of:	
Bonds Payable	(2,480,000)
Rounding	<u>(2)</u>
Total net assets	\$ <u>13,146,633</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
**STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**
 For the Year Ended June 30, 2008

	<u>Funds 11000-14000</u>	<u>Fund 23000</u>	<u>Fund 24101</u>	<u>Fund 31100</u>	<u>Fund 41000</u>	<u>Other Governmental Funds</u>	<u>Total Primary Governmental Funds</u>
	<u>General Fund</u>	<u>Non Instructional</u>	<u>Title 1 IASA</u>	<u>Bond Building Fund</u>	<u>Debt Service</u>		
REVENUES							
Local sources:							
Property taxes	\$ 19,936				647,989	139,862	807,787
Rents and leases	31,524						31,524
Charter school fees	32,127						32,127
Administration	8,429						8,429
Interest	14,444	16,007		29,734	8,131	40,478	108,794
Fees	2,179					40,499	42,678
Grants						114,209	114,209
Refunds - reimbursements - donations	5,445		5,444			19,044	29,933
Sale of district tax base		382,139					382,139
Sale of personal property	429						429
State sources:							
State equalization	2,399,403						2,399,403
Gov't agency fees							
Transportation distribution	413,855						413,855
Instructional materials	39,904						39,904
State Flowthrough	3,301					57,155	60,456
Grants	8,882					378,150	387,032
Federal sources:							
Grants			247,130			741,939	989,069
Impact aid	1,275,396						1,275,396
Forest reserve	1,357						1,357
Federal indirect	2,000						2,000
Special capital outlay						35,496	35,496
E-Rate	13,695						13,695
Total Revenue	<u>4,272,306</u>	<u>398,146</u>	<u>252,574</u>	<u>29,734</u>	<u>656,120</u>	<u>1,566,832</u>	<u>7,175,712</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT D, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
**STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**
 For the Year Ended June 30, 2008

	<u>Funds 11000-14000</u>	<u>Fund 23000</u>	<u>Fund 24101</u>	<u>Fund 31100</u>	<u>Fund 41000</u>	<u>Other Governmental Funds</u>	<u>Total Primary Governmental Funds</u>
	<u>General Fund</u>	<u>Non Instructional</u>	<u>Title 1 IASA</u>	<u>Bond Building Fund</u>	<u>Debt Service</u>		
EXPENDITURES							
Current:							
Instruction	\$ 2,026,940	2,908	71,631			454,790	2,556,269
Support Services - Students	444,787		142,214			245,357	832,358
Support Services - Instruction	39,772					78,262	118,034
General Administration	206,483		13,469		6,773	23,691	250,416
School Administration	192,446		21,760			3,404	217,610
Central Services	138,093					18,789	156,882
Operation & Maintenance of Plant	710,553						710,553
Student Transportation	392,338		3,500			9,400	405,238
Food Service Operations	30,576					192,250	222,826
Noncurrent:							
Capital outlay				101,397		471,752	573,149
Debt service principal					460,000		460,000
Debt service interest and fiscal charges					120,450		120,450
Total Expenditures	<u>4,181,988</u>	<u>2,908</u>	<u>252,574</u>	<u>101,397</u>	<u>587,223</u>	<u>1,497,695</u>	<u>6,623,785</u>
Revenues over (under) expenditures	<u>90,318</u>	<u>395,238</u>		<u>(71,663)</u>	<u>68,897</u>	<u>69,137</u>	<u>551,927</u>
Other financing sources (uses):							
Proceeds from bonds							
Operating transfers in						40,604	40,604
Operating transfers out						(40,604)	(40,604)
Net change in fund balances	<u>90,318</u>	<u>395,238</u>		<u>(71,663)</u>	<u>68,897</u>	<u>69,137</u>	<u>551,927</u>
Fund balance, beginning of year	<u>728,778</u>	<u>387,578</u>		<u>917,553</u>	<u>596,876</u>	<u>1,239,835</u>	<u>3,870,620</u>
Fund balances, end of year	<u>\$ 819,096</u>	<u>782,816</u>		<u>845,890</u>	<u>665,773</u>	<u>1,308,972</u>	<u>4,422,547</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT D

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES WITH THE STATEMENT OF ACTIVITIES**
 For the Year Ended June 30, 2008

	<u>Primary Government</u>
Amounts reported in the Statement of Activities are different because:	
Total net change in fund balances - governmental funds	\$ 551,927
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those assets are shown in the Statement of Net Assets and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. The following is the net changes to the capital asset balance.</p>	
Capital Assets Acquired during the Year	\$ 710,520
Current Year Depreciation	<u>(463,869)</u>
	246,651
Receivables are recognized as revenue on the modified accrual basis of accounting only if they meet the definition of a current financial resource (collected within 60 days of the year end). Under the full accrual method of accounting, receivables are recognized as revenue when the entity has satisfied all eligibility requirements - current year increase (decrease) in deferred revenue on governmental funds	(375,844)
Repayment of long term liabilities is an expenditure in governmental funds but it reduces long-term liabilities in the Statement of Net Assets and does not affect the Statement of Activities.	
Payment on bonds payable during year	460,000
Decrease in Accrued interest payable	<u>8,756</u>
	468,756
In the Statement of Activities, compensated absences are measured by the amount earned during the year, while in the governmental funds, these absences are measured by the amount of financial resources used (essentially, the amounts actually paid). The following is the decrease in compensated absences:	
Accrued compensated absences decrease - Non current portion	6,048
Decrease in deferred revenue	
Rounding	<u>(4)</u>
Change in net assets - statement of activities	\$ <u><u>897,534</u></u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT D

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
FUNDS 11000, 12000, 13000 and 14000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local sources:					
Property taxes	\$ 20,140	20,140	20,413		273
Rents and Leases	27,118	27,118	31,524		4,406
Interest	32,300	32,300	14,444		(17,856)
Fees - Users			2,179		2,179
Administrative-categorical			8,429		8,429
Refunds - reimbursements			2,782		2,782
Proceeds from sale of personal property			429		429
State sources:					
State equalization	2,447,487	2,447,487	2,399,403		(48,084)
Transportation distribution	388,564	388,564	413,855		25,291
Instructional materials	27,206	27,206	39,904		12,698
Charter school Admin. Reimb.	31,804	31,804	32,127		323
State flowthrough	2,397	2,397	3,301		904
Indirect costs			8,882		8,882
Federal sources:					
Impact aid	970,685	970,685	1,275,396		304,711
Forest reserve	1,376	1,376	1,357		(19)
Federal Flowthrough indirect			2,000		2,000
E-Rate	25,000	25,000	13,695		(11,305)
Total Revenue	<u>3,974,077</u>	<u>3,974,077</u>	<u>4,270,120</u>		<u>296,043</u>
EXPENDITURES					
Current:					
Instruction	2,256,976	2,317,588	2,012,299	(60,612)	305,289
Transportation		9,600		(9,600)	9,600
Support Services:					
Support Services - Students	392,928	534,667	426,444	(141,739)	108,223
Support Services - Instruction	55,546	65,282	39,607	(9,736)	25,675
General Administration	245,244	266,761	204,019	(21,517)	62,742
School Administration	205,062	205,635	192,446	(573)	13,189
Central Services	128,011	140,296	132,619	(12,285)	7,677
Operation & Maintenance of Plant	732,197	835,473	708,870	(103,276)	126,603
Student Transportation	388,564	394,151	393,071	(5,587)	1,080
Other Support Services	2,016	2,016			2,016
Food Service Operations	9,691	35,411	30,576	(25,720)	4,835
Noncurrent:					
Capital outlay	25,720			25,720	
Total Expenditures	<u>4,441,955</u>	<u>4,806,880</u>	<u>4,139,951</u>	<u>(364,925)</u>	<u>666,929</u>
Revenues over (under) expenditures	(467,878)	(832,803)	130,169	(364,925)	<u>962,972</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>467,878</u>	<u>832,803</u>		<u>364,925</u>	
Reconciliation to GAAP Basis Statement					
Increase in taxes receivable			2,225		
Increase in accounts payable			(19,044)		
Increase in accrued salaries and wages payable			(3,260)		
Increase in compensated absences			(19,727)		
Increase in deferred revenue			(45)		
Net change in fund balance			\$ <u>90,318</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT E

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
NON INSTRUCTIONAL
FUND 23000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Positive (Negative)	
				Original Budget To Final	Actual to Final Budget
Revenues:					
Local sources					
Investment income			16,007		16,007
Federal grant	\$		382,139		382,139
Total Revenue			398,146		398,146
Expenditures:					
Current:					
Instruction		76,100	2,908	(76,100)	73,192
Total expenditures		76,100	2,908	(76,100)	73,192
Revenues over (under) expenditures	\$	(76,100)	395,238	(76,100)	471,338
Budgetary notation- cash appropriated from prior year for current years expenditures	\$	76,100		76,100	

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT F

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE I - IASA
FUND 24101
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original</u>	<u>Revised</u>		<u>Positive (Negative)</u>	
	<u>Budget</u>	<u>Budget</u>		<u>Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
Local sources					
Refund of prior year expenditures			5,445		5,445
Federal sources					
Federal grant	\$ 239,551	217,051	123,308	(22,500)	(93,743)
Total Revenue	<u>239,551</u>	<u>217,051</u>	<u>128,753</u>	<u>(22,500)</u>	<u>(88,298)</u>
Expenditures:					
Current:					
Instruction	62,730	102,246	71,195	(39,516)	31,051
Support Services - Students	100,638	147,379	137,539	(46,741)	9,840
General Administration	21,442	17,942	17,446	3,500	496
School Administration	54,741	25,500	25,467	29,241	33
Pupil Transportation		3,500	3,500	(3,500)	
Total expenditures	<u>239,551</u>	<u>296,567</u>	<u>255,147</u>	<u>(57,016)</u>	<u>41,420</u>
Revenues over (under) expenditures	\$	(79,516)	(126,394)	(79,516)	<u>(46,878)</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$	<u>79,516</u>		<u>79,516</u>	
Reconciliation to GAAP Financial Statement					
Increase in due from grantor			123,821		
Increase in accounts payable			(436)		
Decrease in salaries and wages payable			1,178		
Decrease in accrued compensated absences			<u>1,831</u>		
Net change in fund balance			\$ <u> </u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

EXHIBIT G

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2008

ASSETS

Cash and cash equivalents:
Student activities

\$ 39,218

Total assets

\$ 39,218

LIABILITIES

Deposits held in trust

\$ 39,218

Total Liabilities

\$ 39,218

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part of These Financial Statements

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
June 30, 2008**

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**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

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STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
June 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Jemez Valley Public School District's (primary government) and Component Units' (charter schools, within the primary government's district boundaries) financial statements include all funds over which the Jemez Valley Public School District Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

The financial reporting entity consists of (a) the primary government, (b) organization for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria for including a potential component unit within the reporting entity. The first 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, 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 District and/or its citizens, or whether the activity is conducted within the geographic boundaries of the District and is generally available to 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 District is able to exercise oversight responsibilities. Based upon the application of these criteria, there were two component units during the year ended June 30, 2008.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

A. Reporting Entity, continued

The District is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. The District has two component units for which the elected School Board members are financially accountable. The Jemez Valley Public School Board (School Board) was created under the provisions of Chapter 22, Article 5, Paragraph 4, NMSA 1978. The School Board is comprised of five members who are elected for terms of four years.

The following discretely presented component units are included in the financial reporting entity of Jemez Valley Public Schools:

Discretely Presented Component Units

The San Diego Riverside School (Component Unit) was created under the provision of Chapter 281 of Laws of 1999 (1999 Charter Schools Act). The School operates under a Board of Education-Principle form of operations and provides free education to any person who is a resident of this state and has not received a high school diploma or its equivalent. The San Diego Riverside School is a charter school that operates within the Jemez Valley Public School District. Pursuant to Section 22-8B-4 NMSA, the Charter School is governed by the primary government in a manner set forth in the charter.

The Walatowa High Charter School (Component Unit) was created under the provisions of Chapter 281 of Laws of 1999 (1999 Charter Schools Act). The School operates under a Board of Education-Principle form of operations and provides free education to any person who is a resident of this state and has not received a high school diploma or its equivalent. The Walatowa High Charter School is a charter school that operates within the Jemez Valley Public School District. Pursuant to Section 22-8B-4 NMSA, the Charter School is governed by the primary government in a manner set forth in the charter.

Separate financial statements are provided for governmental fund 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.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

B. Function of Entity

The District provides kindergarten, elementary, and secondary high school education services to school age residents of the District. The District operates under the direction of a local school board, under provision of Charter 22, Article 5, Paragraph 4, NMSA 1978, Comp. The local school board is charged with the following powers and duties:

- (1) Subject to the rules of the department (New Mexico PED), develop educational policies for the District;
- (2) Employ a local superintendent for the District and fix his/her salary;
- (3) Review and approve the District budget;
- (4) Acquire, lease, and dispose of property;
- (5) Have capacity to sue and be sued;
- (6) Acquire real estate by eminent domain as pursuant to the procedures in the Eminent Domain Code;
- (7) Issue general obligation bonds of the District;
- (8) Provide for the repair of and maintain all property belonging to the District;
- (9) For good cause and upon order of the District Court, subpoena witnesses and documents in connection with hearings concerning any powers or duties of the local school boards;
- (10) Contract for the expenditures of monies according to the provisions of the Procurement code, except for expenditures for salaries;
- (11) Adopt rules pertaining to the administration of all powers or duties of the local school board;
- (12) Accept or reject any charitable gift, grant, devise, or bequest. The particular gift, grant, devise or bequest accepted shall be considered as asset of the District or the public school to which it is given;
- (13) Offer and, upon compliance with the conditions of such offer, pay awards for the information leading to the arrest and conviction or other appropriate disciplinary disposition by the courts or juvenile authorities of offenders in cases of theft, defacement, or destruction of local District property. All such rewards shall be paid from District funds in accordance with rules promulgated by the department; and,

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

B. Function of Entity, continued

- (14) Give prior approval for any educational program in a public school in the District that is to be conducted, sponsored, carried on or caused to be carried on by a private organization or agency.

The District operates under the auspices of the New Mexico Public Education Department (NMPED) and adheres to budgetary accounting principles and procedures promulgated by NMPED as approved by the State Board of Education and the Legislative Finance Committee in accordance with State Statute (Section 22-8-5 NMSA 1978, Comp.).

C. Government-Wide and Fund Financial Statements

Government wide Statements: The Statement of Net Assets and the Statement of Activities display information about the District and its Component Units. These statements include the financial activities of the overall government, except for fiduciary activities and component units that are fiduciary in nature. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non exchange transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for the different governmental-type activities of the District and its Component Units and for each function of the District's governmental activities. Direct and component unit expenses are those that are specifically associated with a program or function and therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines and charges paid by the receipts of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

C. Government-Wide and Fund Financial Statements, continued

Fund Accounting

The accounts of the School District and Component Units are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts which comprise its assets, liabilities, fund equity, revenues and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, as follows:

Governmental Funds

General Fund – The General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

For financial statement presentation purposes the general fund is accounted for in four (4) sub funds.

The sub funds are:

- 1) General Operating - Fund 11000 – See definition above for general fund.
- 2) Teacherage – Fund 12000 – Used to account for rent charged to school employees who live in District owned property and the costs related to the housing.
- 3) Pupil Transportation – Fund 13000 – Used to account for state funding provided for student transportation to and from school and the costs related to this activity.
- 4) Instructional Materials – Fund 14000 – Used to account for state funds received for the acquisition of instructional materials.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

C. Government-Wide and Fund Financial Statements, continued

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources which are legally restricted to expenditures for a specified purpose.

Debt Service Funds – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds – Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The District is required to present certain of its governmental funds as major funds based upon certain specified criteria. In addition to the General Fund described above, the District has designated the following funds as major funds:

Major Special Revenue Fund

Non-Instructional (23000) – To account for resources received by the District that are not restricted for the education of students.

Other Major Funds

Title 1 ESEA (24101) – To account for resources received from a Federal grant to support comprehensive state and local reforms to improve teaching and learning for all students and to assist the District in providing professional development, instructional materials, resources to support educational programs, and parental involvement promotion. Funding authorized by Educate America Act, Title III, Public Law 103-382.

General Obligation Bond (31100) – To account for resources received from the sale of general obligation bonds for the purposes of construction and renovation of school buildings, the purchase of equipment and acquisition or improvement of land.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

C. Government-Wide and Fund Financial Statements, continued

Other Major Funds, continued

Debt Service (41000) – To account for monies designated for the payment of interest and principal due on general obligation bonds and notes. Financing is provided by special tax levies approved by the voters of the District and assessed by the County Assessor and collected and remitted to the District by the County Treasurer.

Fiduciary Funds

Trust and Agency Funds – Trust and Agency Funds are used to account for assets held in a trustee capacity or as an agent for individuals and/or other organizations. Fiduciary Funds are not included in the government wide financial statements.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Statements

Government-wide Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flows take place. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

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

Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayer or citizenry, as a whole. Program revenues reduce the cost of the function to be financed from the District's general revenues.

Program revenues include *charges for services* such as: gate receipts at athletic events, facility rental charges and food service charges.

Program-specific grants and contributions (operating and capital) include revenues arising from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program. Some grants and contributions consist of capital assets or resources that are restricted for capital purposes – to purchase, construct, or renovate capital assets associated with a specific program. These are reported separately from grants and contributions that may be used *either* for operating expenses or for capital expenditures of the program at the discretion of the reporting government. During the year ended June 30, 2008, the District received numerous Federal and State grants that were deemed program-specific grants and contributions.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued

Allocation of Indirect Expenses

In the government-wide financial statements, expenses are classified by function. The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense that is specifically identified by function is included in the direct expense of the function. Depreciation that is identified as unallocated on the Statement of Activities is shown separately. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Inter-fund Transfers

For the purposes of the Statement of Activities, all inter-fund transfers between individual funds have been eliminated.

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

Governmental Fund Financial Statements

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both “measurable” and “available”. Revenues are considered to be “available” when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District and its component units consider all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, and interest are considered to be susceptible to accrual.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued

Governmental Fund Financial Statements, continued

Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. For enterprise funds, GASB Statement No.'s 20 and 34 provided the District the option of electing to apply FASB pronouncements issued after November 30, 1989. The District has elected not to apply FASB pronouncements issued after November 30, 1989.

E. Capital Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the capital assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Therefore capital assets and long-term debt instruments are not shown on the balance sheets of the governmental funds. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

E. Capital Assets and Long-Term Liabilities, continued

Capital assets and long-term debt obligations are shown on the Statement of Net Assets.

All capital assets are valued at historical cost, if available. If unavailable, historical values were estimated by determining current values and deflating these amounts to the year of acquisition using readily available deflation factors.

Capital assets costing \$5,000 or more are capitalized in compliance with the state law. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets acquired after July 1, 2004 will be capitalized. The District does not capitalize library books as the net value is considered immaterial to the financial statements. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized. Capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in the governmental funds, and the related assets are recorded at cost in the Statement of Net Assets.

The District and its component units do not develop any software. All purchased software is amortized (depreciated) over its estimated useful life.

Additions, improvements, and other capital outlays that extend the useful life of an asset are capitalized. The District does not capitalize interest in regard to its capital assets.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

Infrastructure	20-50 years
Land Improvements	20-50 years
Building and Building Improvements	20-50 years
Furniture, Fixtures, Equipment and Vehicles	5-10 years

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

E. Capital Assets and Long-Term Liabilities, continued

The original School buildings and land occupied by the San Diego Riverside Charter School are owned by San Diego Riverside, Inc. The Corporation agreed to lease the School building and land to the Charter School. All capital assets subsequently purchased by the Charter School have been recorded as assets of the Charter School.

F. Budgets and Budgetary Accounting

Formal budgetary integration is employed as a management control device during the year. The budget is classified as a non-appropriated budget under governmental accounting standards. A non-appropriated budget is a financial plan for an organization approved in a manner consistent with a constitution, charter, statute or ordinance that is not subject to appropriation.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis inconsistent with Generally Accepted Accounting Principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on this non-GAAP budgetary basis. The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- (1) Prior to April 15, (unless a later date is fixed by the Superintendent of Public Instruction) the local school board submits to the School Budget Planning Unit (SBPU) of the New Mexico Department of Education an estimated budget for the school district for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State Department of Public Education (SDPE) by the school district shall contain headings and details as prescribed by law.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

F. Budgets and Budgetary Accounting, continued

- (2) Prior to June 20 of each year, the proposed "tentative" budget will be reviewed and approved by the SBPU 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 "tentative" budget will be used by the District until a "final" budget has been approved by SBPU 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.
- (4) The SBPU 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.
- (5) Prior to the first Monday of September of each year, SBPU shall approve and certify to each local school board a final budget for use by the local school board.
- (6) No school board or officer or employee of a school district shall make any expenditures or incur any obligation for the expenditure of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division, but this does not prohibit the transfer of funds between line items within a series of a budget.
- (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 SBPU.
- (8) Legal budget control for expenditures is by function.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

F. Budgets and Budgetary Accounting, continued

- (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 of Jemez Valley Public Schools has been amended during the current fiscal year in accordance with these procedures. The budget statements included in the accompanying financial statements reflect the approved budget and amendments thereto.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds. Encumbrances lapse at the fiscal year end.

G. Cash and Cash Equivalents

Cash and cash equivalents include amounts on hand and in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the District.

H. Short-Term Inter-fund Receivables/Payables

During the course of operations, some transactions may occur between individual funds for goods provided or services rendered. These receivables and payables, as well as any short-term inter-fund loans, are classified as "due from other funds" or "due to other funds" on the balance sheet.

I. Indirect Costs

The School District and Component Units received cost reimbursements from various federal agencies for federal programs it administers. These reimbursements are for expenses incurred in performing administrative functions on behalf of the federal programs. These indirect costs are shown as revenues and as expenditures of the special revenue funds. Federal projects indirect costs are budgeted in the operational fund.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

J. Salaries and Wages

The School District pays all salaries and wages due teachers on or before June 20th of each year.

K. Estimates and Management Assumptions

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.

L. Equity Classifications

Government-wide Statements

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

- a. Invested in capital assets, net of related debt:
Consists of capital assets, including restricted 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:
Consists 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.”

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

L. Equity Classifications, continued

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

Reserved for Debt Service

Amounts legally restricted for the payment of long-term debt.

Unreserved, Undesignated

Amounts which have not been reserved or designated for any purpose. These funds are available for unrestricted usage by the District.

M. Receivables

The receivables presented on the combined balance sheet are considered collectible and are current.

N. Property Taxes

The School District's property taxes are levied each year, with the exception of livestock, on the assessed valuation of property located in the school district as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund and Debt Service Fund. The 2 mill levy of the SB-9 Capital Improvement Fund is subject to approval by the District's voters every 4 years for another four year period.

Property taxes 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. Property taxes are collected by the County Treasurer and remitted to the District in the month following collection.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS, continued
 June 30, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

N. Property Taxes, continued

The following mill levies were assessed during the fiscal year ended June 30, 2008:

	<u>Residential</u>	<u>Non-Residential</u>
Operating Purpose	.176	.400
SB-9	2.000	2.000
Debt Service	9.098	9.098

O. Delinquent Property Taxes Receivable

Property taxes are considered delinquent if not paid within 30 days of their due date. Delinquent property taxes receivable have been recognized and recorded in accordance with NCGA Interpretation 3, Revenue Recognition – Property Taxes. Property tax revenue is recognized in the year in which taxes are levied, provided the revenue is available, that is, it has been collected within the current period or can be collected within 60 days after the current period ends. Delinquent taxes receivable that are not “available” are recorded as deferred revenue to indicate that these amounts are not “available spendable sources” on the fund financial statements. On the entity-wide statements (Statement of Net Assets and Statement of Activities) property taxes have been recognized on the full accrual method of accounting.

P. Due From Grantor

The amount shown as due from grantor represents amounts due on federal or state reimbursement type projects wherein allowable expenditures are in excess of revenues received to date. Most federal or state projects earn revenue as expenditures are incurred and are subsequently reimbursed by the grantor.

Q. Interfund Transfer

Inter-fund Transfers are recognized as other financing sources and uses in the fund financial statement but are eliminated in the Statement of Activities. During the year ended June 30, 2008 a budgeted transfer was made from one non-major special revenue fund to another non-major special revenue fund in the amount of \$40,604. This transfer was made to repay the respective fund for previously authorized transfers or for expenditures charged to the wrong fund.

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, *continued*
June 30, 2008

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, *continued***

R. Deferred Revenue

The amounts reported as deferred revenue in the financial statements are financial resources receivable or received prior to the resource being earned.

S. Accumulated Compensated Absences

It is the policy of Jemez Valley Public Schools to permit certain employees to accumulate a limited amount of earned but unused vacation, which will be paid to employees upon separation from the school district's service. Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expense and as a liability of the governmental fund that will pay it.

Sick pay does not vest and is recorded as an expenditure when it is paid.

T. Agency Funds

The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the District held for others in an agency capacity.

During the year ended June 30, 2008 the District held student activity funds for which they acted as fiscal agent.

U. Expenditures of Restricted Sources

It is the District's policy to expend restricted sources prior to unrestricted sources when both sources are available for expenditure.

V. FASB Pronouncements

Financial Accounting Standards Board (FASB) pronouncements and Accounting Principals Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict Governmental Accounting Standards Board (GASB) pronouncements, in which case GASB prevails. GASB Statements No.'s 20 and 34 provided the District the option of electing to apply FASB pronouncements issued after November 30, 1989. The District elected not to apply FASB pronouncements issued after November 30, 1989.

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008

2. DEPOSITS AND INVESTMENTS

Jemez Valley Public Schools is authorized under the provisions of Chapter 6, Article 10; paragraph 10 NMSA 1978, Comp. to deposit its money in banks, savings and loan associations, and/or credit unions whose accounts are insured by an agency of the United States.

All money not immediately necessary for the public uses of the Schools may be invested in:

(a) Bonds or negotiable securities of the United States, the State, or any county, municipality, or school district which has taxable valuation of real property for the last preceding year of at least one million dollars (\$1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within the preceding five years;

(b) Securities that are issued by the United States Government or by its agencies or instrumentalities that are either direct obligations of the United States or are backed by the full faith and credit of the United States Government or agencies guaranteed by the United States Government.

(c) Contracts with banks, savings and loan associations, or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in the subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

2. DEPOSITS AND INVESTMENTS, continued

The deposits and investments of the School are subject to various risks as discussed below:

Custodial Credit Risk - The risk that in the event of a bank failure, all of the School's deposits and/or investments may not be returned. The School does not have a policy regarding custodial credit risk.

A. Deposits- The risk exists when a portion of the School's deposits are not covered by depository insurance and are:

1. Uncollateralized
2. Collateralized with securities held by the pledging financial institution, or
3. Collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor's name.

The bank balance of deposits in demand accounts and in savings accounts at June 30, 2008 was \$2,679,038. The amount collateralized and held by the pledging bank's trust department in the School's name, and subject to custodial credit risk was \$1,352,651.

B. Investments- The risk exists if the School's securities are uninsured, are not registered in the name of the School, and are held by either

1. The counterparty, or
2. The counterparty's trust department or agent but not in the School's name.

The bank balance of overnight investments at June 30, 2008 was \$1,868,465.

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

Credit Risk – State law limits investments to bonds or negotiable securities of the U.S., the State, municipalities, or school districts, securities issued by the U.S. Government (or its agencies, either direct obligations or backed and guaranteed by the U.S. Government) and repurchase agreements with banks, savings and loan associations or credit unions. The District has no investment policy that would further limit its investment choices.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

2. DEPOSITS AND INVESTMENTS, continued

Concentration of Credit – The District places no limit on the amount the District may invest in any one issuer.

Collateralization Schedule – The following disclosure is required by State Auditor Rule 2.2.2.10 N (4)(b).

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Primary Government:		
Wells Fargo Bank:		
Sweep Accounts	\$ 1,595,135	1,868,465
Insured	200,000	200,000
Uninsured	<u>2,679,092</u>	<u>2,479,038</u>
	\$ <u>4,274,227</u>	4,547,503
50% collateralization required (50% of uninsured)		1,239,519
Actual collateralization held		<u>1,352,651</u>
Over collateralization		\$ <u>(113,132)</u>

The sweep accounts are secured by the overnight investments purchased.

The accounts of San Diego Riverside Charter School and Walatowa High Charter School were fully insured.

3. RECEIVABLES AND INTERFUND ACCOUNTS

Accounts receivable are recorded in the various funds. They consist of amounts receivable from governments and private agencies relating to various grant agreements and property taxes receivable.

At June 30, 2007, the District had recorded a receivable from a housing developer who had agreed to pay the District \$764,278 in two installments of \$382,139 each for the right to change its housing development from the Jemez Valley Public Schools District to Rio Rancho School District. The first payment was received during the fiscal year ended June 30, 2007. The second payment was received in the fiscal year ended June 30, 2008.

Details of receivables as reflected on the Statement of Net Assets at June 30, 2008 are detailed hereunder:

	<u>General</u>	<u>Other Major</u>	<u>Other Governmental</u>	<u>Total</u>
Property Taxes	\$ 4,895	68,242	72,358	145,495
Due from Grantors		<u>137,573</u>	<u>257,533</u>	<u>395,106</u>
Total	\$ <u>4,895</u>	<u>205,815</u>	<u>329,891</u>	<u>540,601</u>

All amounts are considered collectible at June 30, 2008.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

3. RECEIVABLES AND INTERFUND ACCOUNTS, continued

The due to/due from accounts shown on the fund financial statements are the result of short-term borrowings between the funds that occur when expenses exceed available resources in a specific fund. These interfund short-term borrowings have been eliminated in the Statement of Net Assets. At June 30, 2008 the following interfund loans are shown:

	<u>Due from</u>	<u>Due to</u>
General Operating Account (11000)	\$ 159,807	
Title I ESEA (24101)		\$132,339
IDEA – B Pre School (24109)		1,699
Title II A Teacher/Principal (24154)		8,628
Title IV A Safe & Drug Free (24157)		86
Title I School Improvement (24162)		172
Impact Aid Indian Education (25147)	142,923	
Technology for Education (27117)	10,407	
Literacy Technology & Study (27144)	4,000	
Pre Kindergarten Initiative (27149)		623
Outdoor Classroom (27165)		2,669
Pre – K Special (27169)		5,800
Libraries SB301 G.O. Bonds (27170)		5,314
NM Gear Up (28178)		10,439
School Based Health (29130)	\$ 10,439	
Public School Capital Outlay (31200)		\$159,807

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008

4. CAPITAL ASSETS

A. Primary Government:

Capital Assets Class	Balance at <u>July 1, 2007</u>	<u>Current Year</u>		Balance at <u>June 30,</u> <u>2008</u>
		<u>Additions</u>	<u>Deletions</u>	
Not subject to Depreciation:				
Land	\$ 162,011			162,011
Work in progress	<u>557,357</u>	<u>599,128</u>	<u>(809,349)</u>	<u>347,136</u>
Total non-depreciable assets	<u>719,368</u>	<u>599,128</u>	<u>(809,349)</u>	<u>509,147</u>
Subject to Depreciation:				
Infrastructure	162,515			162,515
Buildings and improvements	12,480,467	926,149		13,406,616
Land improvements	248,292			248,292
Equipment and vehicles	<u>1,755,259</u>		<u>(5,408)</u>	<u>1,749,850</u>
Total depreciable assets	<u>14,646,533</u>	<u>926,149</u>	<u>(5,408)</u>	<u>15,567,274</u>
Total assets	<u>15,365,901</u>	<u>1,525,277</u>	<u>(814,757)</u>	<u>16,076,421</u>
Less accumulated depreciation:				
Infrastructure	101,572	8,126		109,698
Buildings and improvements	2,914,760	281,790		3,196,550
Land improvements	154,910	5,693		160,603
Equipment and vehicles	<u>1,255,316</u>	<u>170,563</u>	<u>(2,302)</u>	<u>1,423,577</u>
Total accumulated depreciation	<u>4,426,559</u>	<u>466,171</u>	<u>(2,302)</u>	<u>4,890,428</u>
Governmental activities				
Capital assets, Net	<u>\$10,939,342</u>	<u>1,059,106</u>	<u>(812,455)</u>	<u>11,185,993</u>

The District does not allocate depreciation by functional cost center.

The District's construction in progress included the following major projects:

	Project <u>Budget</u>	Construction <u>In Progress</u>	Project <u>Balance</u>	Estimated Completion <u>Date</u>
Water Project	\$ 425,000	347,136	77,864	06-30-10

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

4. CAPITAL ASSETS, continued

**B. Discretely Presented Component Units –
San Diego Riverside Charter School**

Capital Assets Class	Balance at <u>July 1, 2007</u>	<u>Current Year</u>		Balance at <u>June 30, 2008</u>
		<u>Additions</u>	<u>Deletions</u>	
Not subject to Depreciation:				
Land	\$			
Construction in progress	_____	_____	_____	_____
Total non-depreciable assets	_____	_____	_____	_____
Subject to Depreciation:				
Buildings and improvements	480,261			480,261
Equipment and vehicles	<u>209,558</u>	_____	_____	<u>209,558</u>
Total depreciable assets	<u>689,819</u>	_____	_____	<u>689,819</u>
Total assets	<u>689,819</u>	<u>_____</u>	<u>_____</u>	
Less accumulated depreciation:				
Buildings and improvements	97,241	22,958		120,199
Equipment and vehicles	<u>109,882</u>	<u>11,800</u>	_____	<u>121,683</u>
Total accumulated depreciation	<u>207,123</u>	<u>34,758</u>	<u>_____</u>	<u>241,882</u>
Governmental activities				
Capital assets, Net	\$ <u>482,696</u>	<u>(34,758)</u>	<u>_____</u>	<u>447,937</u>
Current depreciation expense by function:				
Instruction		\$ 6,673		
Support Services - Instructional		8,896		
General Administration		514		
School Administration		514		
Food Services		<u>18,161</u>		
Total Current Depreciation Expense		\$ <u>34,758</u>		

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008

4. **CAPITAL ASSETS, continued**

C. **Discretely Presented Component Units -
Walatowa High Charter School**

Capital Assets Class	Balance at <u>July 1, 2007</u>	<u>Current Year</u>		Balance at <u>June 30, 2008</u>
		<u>Additions</u>	<u>Deletions</u>	
Not subject to Depreciation:				
Land	\$			
Construction in progress	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total non-depreciable assets	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Subject to Depreciation:				
Equipment and vehicles	<u>161,361</u>	<u> </u>	<u> </u>	<u>161,361</u>
Total depreciable assets	<u>161,361</u>	<u> </u>	<u> </u>	<u>161,361</u>
Total assets	<u>161,361</u>	<u> </u>	<u> </u>	<u>161,361</u>
Less accumulated depreciation:				
Equipment and vehicles	<u>102,047</u>	<u>10,080</u>	<u> </u>	<u>112,126</u>
Total accumulated depreciation	<u>102,047</u>	<u>10,080</u>	<u> </u>	<u>112,126</u>
Governmental activities				
Capital assets, Net	\$ <u>59,314</u>	<u>(10,080)</u>	<u> </u>	<u>49,234</u>
Current depreciation expense by function:				
Instruction		\$ 7,262		
Support Services - Instruction				
General Administration		1,686		
School Administration		257		
Food Services		<u>875</u>		
Total Current Depreciation Expense		\$ <u>10,080</u>		

5. **LONG-TERM DEBT**

A. **Changes in Long-Term Liabilities**

During the year ended June 30, 2008, the following changes occurred in the long-term liabilities:

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

5. LONG-TERM DEBT, continued

	Balance at June 30, <u>2007</u>	<u>Increase</u>	<u>Decrease</u>	Balance at June 30, <u>2008</u>	<u>Current Portion</u>
Primary Government:					
General Obligation Bonds	\$2,940,000		(460,000)	2,480,000	30,000
Compensated Absences	50,336	4,823		55,159	55,159
Component Unit:					
San Diego Riverside Charter School					
Compensated Absences	<u>31,369</u>			<u>31,369</u>	
	<u>\$3,021,705</u>	<u>4,823</u>	<u>460,000</u>	<u>2,566,528</u>	<u>85,159</u>

Typically, compensated absence liabilities are paid out of the general operating fund.

B. General Obligation Bonds

The District's general obligation bonds were issued for the purposes of creating, remodeling, making additions to and furnishing school buildings, and purchasing and improving school grounds and are payable solely from general property taxes that are levied against all taxable property in the District. Interest rates on the outstanding bonds range from 1.48% to 6.00%. The bonds are payable out of the Debt Service Fund (Fund 41000). The following is a schedule of the debt service requirements for all general obligation bonds as of June 30, 2008.

Most of the bond issues are subject to prior redemption provisions.

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 340,000	101,586	441,586
2010	325,000	86,202	411,202
2011	305,000	71,199	376,199
2012	305,000	56,828	361,828
2013	235,000	44,945	279,945
2014-2018	770,000	116,915	886,915
2019-2020	<u>200,000</u>	<u>8,820</u>	<u>208,820</u>
Total	\$ <u>2,480,000</u>	<u>486,495</u>	<u>2,966,495</u>

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

5. LONG-TERM DEBT, continued

C. Compensated Absences

All employees on Jemez Valley Public Schools who have 12 month contracts are granted 15 or more days annual leave (depending on longevity at the District). The Superintendent of the District is granted 20 days per annum. All twelve month employees of San Diego Riverside Charter School are granted 12 or 14 days annual leave, depending on longevity. Total accrued compensated absences are shown in the schedule above (A). Historically, the compensated absences have been paid out of the operating funds of the District and San Diego Riverside Charter School.

6. REVENUES

A. Property Tax Levies

Jemez Valley Public Schools receives property tax payments made by the property owners within the District from the Sandoval County Treasurer for operational, public school capital improvements, and debt service purposes.

Although there are no specific restrictions placed on the expenditure of property taxes collected for operational purposes, restrictions do exist on the amounts collected under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) and the amounts collected as a result of issuing general obligation bonds.

Under provision of the Public School Capital Improvements Act, any local school board may adopt a resolution to submit to the qualified electors of the school district the question of whether or not a property tax should be imposed on the net taxable value of property allocated to the school district for the purpose of capital improvements. The resolution shall:

- (1) Identify the capital improvements;
- (2) Specify the rate of the proposed tax, which shall not exceed two dollars (\$2.00) on each \$1,000 of net taxable value of property;
- (3) Specify the date an election will be held;
- (4) Limit the imposition of the tax to no more than four property tax years.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS, continued
 June 30, 2008**

6. REVENUES, continued

A. Property Tax Levies, continued

If approved, any revenues produced by the tax and any state distribution resulting to the District under the act shall be expended only for the capital improvements specified in the authorized resolution. During the year ended June 30, 2007 the District's electorate approved the two-mill tax for an additional 4 years, ending in 2011.

General obligation bonds may be issued for the purpose of erecting, remodeling, making additions to, and furnishing school buildings, or purchasing or improving school grounds or any combination of these purposes. Such bonds shall be fully negotiable and constitute negotiable instruments.

The school board shall establish adequate budgetary provisions, approved by the School Management Division, to promptly pay, as it becomes due, all principal and interest on general obligation bonds issued by the school district. The full faith and credit of a school district shall be pledged to the payment of the principal and interest on general obligation bonds issued by the school district.

The Board of County Commissioners shall levy and collect upon all taxable property within a school district in the county such tax as is necessary to pay the interest and principal on general obligation bonds issued by the school district as the interest and principal becomes due, without limitation as to rate or amount.

During the year ended June 30, 2008, property taxes were imposed upon the net taxable value of property allocated to the school district in the following amounts (rate per \$1,000 of net taxable value):

	<u>Residential</u>	<u>Non-Residential</u>
Operational	.176	.400
Capital Improvements	2.000	2.000
Debt Service	<u>9.098</u>	<u>9.098</u>
	<u>11.274</u>	<u>11.498</u>

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

6. REVENUES, continued

A. Property Tax Levies, continued

Property tax revenue recognized by the District during the year ended June 30, 2008 on the fund financial statements amounted to the following:

Operational	\$ 19,936
Capital Improvements	139,862
Debt Service	<u>647,989</u>
	\$ <u>807,787</u>

B. State Equalization Guarantee

Each school district in the State of New Mexico receives 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, is at least equal to the school district’s program cost” (as defined in Chapter 22, Section 8-25, NMSA 1978).

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-multi cultural education; (5) size, etc. Payment is made from the public school fund under the authority of the chief (director of public school finance). The District received \$2,399,403 in state equalization guarantee distributions during the year ended June 30, 2008.

C. Transportation Distribution

Money in the transportation distribution of the public school fund 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 kindergarten through twelve attending public school within the school district, and the three and four year old children who meet the state board approved criteria and definition of developmentally disabled, and for transportation of students to and from their regular attendance centers and the place where vocational education programs are being offered.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

6. REVENUES, continued

C. Transportation Distribution, continued

The transportation distribution is allocated to each school district according to an objective formula developed by the State Transportation Director and the Director of Public School Finance. In the event the sum of the proposed transportation allocations to each school district exceeds the amounts in the transportation distribution, the allocation for each school district will be reduced in the proportion that the local school district allocation bears to the total statewide transportation distribution.

The Department shall make periodic installment payments to school districts during the school year from the transportation distributions, based upon the allocations certified by the state transportation director. The District received \$413,855 in transportation distributions during the fiscal year ended June 30, 2008.

D. 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 Improvements fund to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

6. REVENUES, continued

E. Public School Capital Outlay

Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the Public School Capital Outlay Council necessary for an adequate education program.

The Council shall approve an application for grant assistance from the fund when the Council determines that:

- (1) A critical capital outlay need exists;
- (2) The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
- (3) The school district has used its resources in a prudent manner;
- (4) The District is in a county or counties that have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division;
- (5) The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978;
- (6) The school district is indebted at not less than seventy-five percent of the total debt authorized by law;
- (7) The school district has submitted a five-year facilities master plan that includes enrollment projections.

During the year ended June 30, 2008 the District received financial assistance under the provisions of Chapter 22, Article 24 in the amount of \$57,155.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

6. REVENUES, continued

F. Instructional Materials

The New Mexico State Department of Education shall establish a separate instructional materials account for each school district, state institution, private school, or adult basic education center in the state having students in attendance entitled to the free use of instructional materials pursuant to the Instructional Material Law (22-15-1 through 22-15-14 NMSA 1978).

On or before July 1 of each year, the Public Education Department shall allocate to each school district, state institution, or private school not less than ninety percent of its estimated entitlement as determined from the estimated forty-day membership for the next school year. A school district's, state institution's, or private school's entitlement is that portion of the total amount of the annual appropriation, less a deduction for a reasonable reserve for transportation charges and emergency expenses, that its forty-day membership bears to the forty-day membership of the entire state. The allocation of adult basic education shall be based on a full-time equivalency obtained by multiplying the total previous year's enrollment by .25.

On or before January 15 of each year, the Public Education Department shall re-compute each entitlement using the forty-day membership for that year, except for adult basic education, and shall allocate the balance of the annual appropriation compensating for any over- or under-estimation of the first allocation.

An amount not to exceed fifty percent of the allocation of each individual instructional materials account may be used for instructional materials not included on the multiple list provided for in Section 22-15-8 NMSA 1978. The districts are allowed to carry forward unused instructional materials funds from year to year.

The District recognized distributions in the amount of \$43,204 during the year ended June 30, 2008.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

6. REVENUES, continued

G. Federal Grants

The District receives revenues under Federal programs that 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 New Mexico Public Education Department, which also administers these funds. The District also receives reimbursements under the National School Lunch and Breakfast Programs for its food services operations and distributions of commodities through the New Mexico Human Services Department.

H. Indirect Costs

The District received cost reimbursements from the various Federal agencies for Federal programs it administers. The indirect costs are shown as expenditures of the Special Revenue Funds and as revenues in the General Operational Fund. Federal projects' indirect cost reimbursements are budgeted as revenue in the general operating account. The accompanying statements of budgeted and actual revenues and expenditures for Federal projects are based on the Federal budgets of each project, which included the budgeted indirect costs.

7. RETIREMENT PLAN

Substantially all of the District's full-time employees participate in the public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement, disability benefits, and cost-of-living adjustment to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. The 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.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

7. RETIREMENT PLAN, continued

A. Retirement Eligibility

The benefit for retirement at age 60, or after 25 years of service before age 60, is an annual sum equal to the “final average salary” multiplied by the total number of years of service credit times 2.35%. A member is eligible to retire when:

- (1) The member’s age plus New Mexico earned service credit equal 75; or
- (2) The member has acquired a total of 25 years of earned and allowed service credit, regardless of age; or
- (3) The member has five years of earned service credit and is 65 years of age.

A further requirement to be eligible to retire is that one must be a “member” having at least one year of employment after July 1, 1957 and at least five years of contributory employment. Eligible members who have one year of employment after July 1, 1957, but less than the required five, may contribute to the fund for each year needed. The cost of such contributions is 15.2% of the average salary of the last five years for each year of contributory employment needed plus 3% compounded interest from July 1, 1957 to the date of payment.

When a member has completed five or more years of “earned service credit” and has made contributions for at least five years, the member may terminate employment, leave his/her contributions in the retirement fund, and retire.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

7. RETIREMENT PLAN, continued

B. Funding Policy

During the FYE 06-30-08 plan members were required to contribute 7.825% of their gross salary. The District was required to contribute 10.9% of the gross covered salary. (These contribution amounts for both the plan members and the District will continue to increase over the next two years). The contribution requirements of plan members and the District are established in Chapter 22, Article 11 NMSA 1978. The requirements may be amended by state legislation. The District's contributions to ERB for the years ending June 30, 2008, 2007 and 2006 were \$277,949, \$249,983 and \$222,464 respectively, equal to the amount of the required contributions for each year.

The San Diego Riverside Charter School's liabilities to ERA for the year ended June 30, 2008, 2007 and 2006 were \$87,613, \$71,807 and \$69,537 respectively. The Walatowa High Charter School's contributions to ERA for the years ended June 30, 2008, 2007 and 2006 were \$47,084, \$26,927 and \$27,859 respectively.

8. RETIREE HEALTH CARE ACT CONTRIBUTIONS

Plan Description. Jemez Valley Public Schools and its component units contribute 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 Retiree Health Care Act (Chapter 10, Article 7C NMSA 1978) 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.

Monies flow to the Retiree Health Care Fund on a pay-as-you-go basis from eligible employers and eligible retirees. Eligible employers are institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority and state agencies, state courts, magistrate courts, municipalities, or counties, which are affiliated with or covered by the Educational Retirement Act or the Magistrate Retirement Act.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

8. RETIREE HEALTH CARE ACT CONTRIBUTIONS, continued

Eligible retirees are:

- A. Retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf, unless that person retires on or before the employer's NMRHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; or
- B. Retirees defined by the Act who retired prior to July 1, 1990, and
- C. Former governing authority members who served at least four years.

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. Each participating employer makes contributions to the fund in the amount of one and three-tenths percent (1.3%) of each participating employee's annual salary. Each participating employee contributes to the fund an employee contribution equal to sixty-five hundredths of one percent (.65%) of the employee's annual salary.

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act.

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 NOTES TO FINANCIAL STATEMENTS, continued
 June 30, 2008**

8. RETIREE HEALTH CARE ACT CONTRIBUTIONS, continued

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

Jemez Valley Public Schools contributions to the RHCA for the Years ended June 30, 2008, 2007 and 2006 were \$33,305, \$31,943 and \$29,920, respectively, which equal the required contributions for each year.

During the year ended June 30, 2008 San Diego Riverside Charter School incurred a liability of \$10,422 in employer contributions and \$5,211 in employee contributions to the Retiree Health Care Authority for wages paid during the fiscal year. An estimated \$27,919 in unpaid contributions were outstanding (due to RHCA) at June 30, 2008 for fiscal year ended June 30, 2006 and June 30, 2007. No payments were made to RHCA during the years ended June 30, 2006 and 2007.

Walatowa High Charter School contributions to the RHCA for the years ended June 30, 2008, 2007 and 2006 were \$5,621, \$2,927 and \$2,794, respectively, which equal the required contributions for each year.

9. DEFICIT FUND BALANCES

The District and its component units are supported by various Federal and State grant subsidies received under the authority of its various grant, and /or statute. Below stated is Fund information where the District and its component units had deficit fund balances as of June 30, 2008. Fund Deficit means that expenditures over the budget amounts were incurred.

San Diego Riverside Charter School

General Fund:

Funds 11000 & 14000	General	\$115,019
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Special Revenue Funds:

Fund 24129	Partnership in Charter Education	\$ 13,112
Fund 27150	Indian Education Act	\$ 11,433
Fund 28140	Coordinated Approach to Child Health	\$ 440
Fund 28178	Gear up	\$ 6,239

Walatowa High Charter School

General Fund:

Fund 21000	Food Services	\$ 4,681
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**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and others; and natural disasters. The District has joined other local districts in a multi-line pool and a worker's compensation pool. These public entity risk pools operate as a common risk management and insurance program for worker's compensation and property and casualty coverage.

These pools are funded entirely by member contributions and are administered by the New Mexico Public Schools Insurance Authority (NMPSIA). The pools are authorized by joint powers agreements entered into by each district as a separate and independent government and legal entity pursuant to the provisions of NMSA 1978 Sections 11-1-1. Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

1. Worker's Compensation;
2. Property and automobile liability and physical damage;
3. Liability and civil rights and personal injury;
4. Contract school bus coverage; and
5. Crime

The District has not filed any claims for which the settlement amount exceeded the insurance coverage during the past three years. However, should a claim be filed against the District that exceeds the insurance coverage described above and should that claim be allowable under New Mexico State Statutes, the District would be responsible for a loss in excess of the coverage amounts. As claims are filed, the New Mexico Public Schools Insurance Authority assesses and estimated the potential for loss.

To the best of management's knowledge and belief, all known and unknown claims will be covered by insurance. However, information regarding incurred by not reported claims is not available on a school district-by school district basis.

New Mexico Public Schools Insurance Authority has not provided information that would allow for a reconciliation of changes in the aggregate liabilities for claims for the current fiscal year and the prior fiscal year for a single school district within the pool.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS, continued
June 30, 2008**

11. CONTINGENT LIABILITIES

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

Arbitrage – Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense or expenditures prior to the disbursement of the proceeds must be rebated to the Internal Revenues Service (IRS). Management believes there is no significant tax arbitrage rebate liability at year-end.

12. EXPENDITURES IN EXCESS OF BUDGET

During the fiscal year ended June 30, 2008 the District and its component units made expenditures in excess of its budgetary authorization as follows:

<u>Entity</u>	<u>Fund</u>	<u>Function</u>	<u>Excess Expenditures</u>
WHCS	11000	Operating	\$ 509
WHCS	25147	Impact Aid – Indian Education	\$ 544
SDRCS	11000	General Operating	\$ 311,032
SDRCS	24106	IDEA-B Entitlement	\$ 23,904
SDRCS	25147	Impact Aid-Indian Ed	\$ 19,196
SDRCS	27121	Physical Education	\$ 16,049
SDRCS	23000	Non-Instr. Student Supply	\$ 1,193
SDRCS	25184	Indian Ed. Formula Grant	\$ 439
SDRCS	27138	Incentives for Sch. Improv.	\$ 7,700
SDRCS	28140	Coord. Appr. to Child Health	\$ 1,277
SDRCS	31200	Public Sch. Capital Outlay	\$ 66,000
SDRCS	31400	Special State Capital Outlay	\$ 2,882

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
COMBINING BALANCE SHEET
 JUNE 30, 2008

	General Fund				Total
	Fund 11000	Fund 12000	Fund 13000	Fund 14000	
	Operational	Teacherage	Pupil Transportation	Instructional Materials	
ASSETS					
Cash on deposit	\$ 666,497	51,154	8,747	45,897	772,295
Taxes receivable	4,895				4,895
Due from other funds	159,807				159,807
Total Assets	\$ 831,199	51,154	8,747	45,897	936,997
LIABILITIES					
Due to grantor	\$				
Accounts payable	10,857			15,277	26,134
Salaries and wages payable	36,656				36,656
Compensated absences	53,566				53,566
Deferred revenue	1,545				1,545
Total Liabilities	102,624			15,277	117,901
FUND BALANCES					
Fund balances:					
Unreserved	728,575	51,154	8,747	30,620	819,096
Total Fund Balances	728,575	51,154	8,747	30,620	819,096
Total Liabilities and Fund Balance	\$ 831,199	51,154	8,747	45,897	936,997

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BY ACTIVITY
 For the Year Ended June 30, 2008

	<u>Fund 11000</u>	<u>Fund 12000</u>	<u>Fund 13000</u>	<u>Fund 14000</u>	
	<u>Operational</u>	<u>Teacherage</u>	<u>Pupil Transportation</u>	<u>Instructional Materials</u>	<u>Total</u>
REVENUE					
Local sources:					
Property taxes	\$ 19,936				19,936
Rents and Leases	15,875	15,649			31,524
Charter school fees	32,127				32,127
Interest	13,122	1,322			14,444
Fees	2,179				2,179
Administration	8,429				8,429
Refunds - reimbursements	5,445				5,445
Sale of personal property	429				429
State sources					
State equalization	2,399,403				2,399,403
Transportation distribution			413,855		413,855
State flowthrough				3,301	3,301
Instructional materials				39,903	39,903
Grants	8,882				8,882
Federal sources					
Impact aid	1,275,396				1,275,396
Forest reserve	1,357				1,357
Federal indirect	2,000				2,000
E-Rate	13,695				13,695
Total Revenues	<u>3,798,275</u>	<u>16,971</u>	<u>413,855</u>	<u>43,204</u>	<u>4,272,305</u>
EXPENDITURES					
Current:					
Instruction	1,968,203			58,737	2,026,940
Support Services - Students	444,787				444,787
Support Services - Instruction	39,772				39,772
General Administration	206,483				206,483
School Administration	192,446				192,446
Central Services	138,093				138,093
Operation & Maintenance of Plant	700,552	10,001			710,553
Student Transportation			392,337		392,337
Food Service Operations	30,576				30,576
	<u>3,720,912</u>	<u>10,001</u>	<u>392,337</u>	<u>58,737</u>	<u>4,181,987</u>
Revenues over (under) expenditures	<u>77,363</u>	<u>6,970</u>	<u>21,518</u>	<u>(15,533)</u>	<u>90,318</u>
Net change in Fund Balances	<u>77,363</u>	<u>6,970</u>	<u>21,518</u>	<u>(15,533)</u>	<u>90,318</u>
Fund balance beginning of year	<u>651,212</u>	<u>44,184</u>	<u>(12,771)</u>	<u>46,153</u>	<u>728,778</u>
Fund balance, end of year	<u>\$ 728,575</u>	<u>51,154</u>	<u>8,747</u>	<u>30,620</u>	<u>819,096</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT A-2

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
OPERATIONAL
FUND 11000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Local sources:	\$				
Property taxes	20,140	20,140	20,413		273
Rents and Leases	15,118	15,118	15,875		757
Interest	32,000	32,000	13,122		(18,878)
Fees - users			2,179		2,179
Administration			8,429		8,429
Refund/Reimbursements			2,782		2,782
Sale of personal property			429		429
State sources:					
State equalization	2,447,487	2,447,487	2,399,403		(48,084)
Charter School Admin Reimbursement	31,804	31,804	32,127		323
Other Grants Indirect Costs			8,882		8,882
Federal sources:					
Impact aid	970,685	970,685	1,275,396		304,711
Forest reserve	1,376	1,376	1,357		(19)
Federal Flowthrough indirect			2,000		2,000
Access Board (E-Rate)	25,000	25,000	13,695		(11,305)
Total Revenue	<u>3,543,610</u>	<u>3,543,610</u>	<u>3,796,089</u>		<u>252,479</u>
Expenditures:					
Current:					
Instruction	2,229,770	2,231,531	1,968,838	(1,761)	262,693
Support services:					
Support Services - Students	392,928	534,667	426,444	(141,739)	108,223
Support Services - Instruction	53,149	61,981	39,607	(8,832)	22,374
General Administration	245,244	266,761	204,019	(21,517)	62,742
School Administration	205,062	205,635	192,446	(573)	13,189
Central Services	128,011	140,296	132,619	(12,285)	7,677
Operation & Maintenance of Plant	682,202	778,989	698,869	(96,787)	80,120
Transportation		9,600		(9,600)	9,600
Other Support	2,016	2,016			2,016
Food Service Operations	9,691	35,411	30,576	(25,720)	4,835
Noncurrent:					
Capital outlay	25,720			25,720	
Total Expenditures	<u>3,973,793</u>	<u>4,266,887</u>	<u>3,693,418</u>	<u>(293,094)</u>	<u>573,469</u>
Revenues over (under) expenditure	(430,183)	(723,277)	102,671	(293,094)	<u>825,948</u>
Budgetary Notation - Cash Appropriated for Current Year Expenditure:	<u>430,183</u>	<u>723,277</u>		<u>293,094</u>	
Reconciliation to GAAP Basis Statement					
Increase in taxes receivable			2,225		
Increase in accounts payable			(3,767)		
Increase in salaries and wages payable			(3,627)		
Increase in compensated absences			(20,094)		
Increase in deferred revenue			(45)		
			\$ <u>77,363</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
TEACHERAGE
FUND 12000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS,
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
Local sources:					
Rents and leases	\$ 12,000	12,000	15,649		3,649
Interest	300	300	1,322		1,022
Total Revenue	<u>12,300</u>	<u>12,300</u>	<u>16,971</u>		<u>4,671</u>
Expenditures:					
Current:					
Operation and maintenance of plant	49,995	56,484	10,001	(6,489)	46,483
Noncurrent:					
Capital outlay					
Total expenditures	<u>49,995</u>	<u>56,484</u>	<u>10,001</u>	<u>(6,489)</u>	<u>46,483</u>
Revenues over (under) expenditure	(37,695)	(44,184)	<u>6,970</u>	(6,489)	<u>51,154</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>37,695</u>	<u>44,184</u>		<u>6,489</u>	

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
PUPIL TRANSPORTATION
FUND 13000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS,
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive (Negative)</u>	
				<u>Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
State sources:					
Transportation distribution	\$ 388,564	388,564	413,855		25,291
Total Revenue	<u>388,564</u>	<u>388,564</u>	<u>413,855</u>		<u>25,291</u>
Expenditures:					
Current:					
Student Transportation	388,564	394,151	393,071	(5,587)	1,080
Total Expenditures	<u>388,564</u>	<u>394,151</u>	<u>393,071</u>	<u>(5,587)</u>	<u>1,080</u>
Revenues over (under) expenditure	<u> </u>	(5,587)	20,784	<u>(5,587)</u>	<u>26,371</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$	<u>5,587</u>			
Reconciliation to GAAP Basis Statement					
Decrease in accrued salaries and benefits			367		
Decrease in accrued compensated absences			<u>367</u>		
Net change in fund balance			\$ <u>21,518</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
GENERAL FUND
INSTRUCTIONAL MATERIALS
FUND 14000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS,
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive (Negative)</u>	
				<u>Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
State sources:					
State flow through grant	\$ 2,397	2,397	3,301		904
Instructional materials	27,206	27,206	39,904		12,698
Total Revenues	<u>29,603</u>	<u>29,603</u>	<u>43,205</u>		<u>13,602</u>
Expenditures:					
Current:					
Instruction	27,206	86,057	43,461	(58,851)	42,596
Support Services - Instruction	2,397	3,301		(904)	3,301
Total Expenditures	<u>29,603</u>	<u>89,358</u>	<u>43,461</u>	<u>(59,755)</u>	<u>45,897</u>
Revenues over (under) expenditure	\$ <u> </u>	(59,755)	(256)	(59,755)	<u>59,499</u>
Budgetary notation- cash appropriated from prior year for current years expenditures		\$ <u>59,755</u>		<u>59,755</u>	
Reconciliation to GAAP Basis Statement					
Increase in accounts payable			<u>(15,277)</u>		
Net change in fund balance			\$ <u><u>(15,533)</u></u>		

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
MAJOR CAPITAL PROJECTS FUND
BOND BUILDING FUND
FUND 31100
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Local sources:					
Interest	\$ 10,120	10,120	29,734		19,614
Total Revenues	<u>10,120</u>	<u>10,120</u>	<u>29,734</u>		<u>19,614</u>
Expenditures:					
Noncurrent:					
Capital outlay	<u>1,670,132</u>	<u>996,464</u>	<u>170,188</u>	<u>673,668</u>	<u>826,276</u>
Total Expenditures	<u>1,670,132</u>	<u>996,464</u>	<u>170,188</u>	<u>673,668</u>	<u>826,276</u>
Revenues over (under) expenditures	(1,660,012)	(986,344)	(140,454)	673,668	845,890
Other Financing Sources (Uses)					
Bond Proceeds	<u>1,600,000</u>	<u>1,600,000</u>			
Revenues and other financing sources over (under) expenditures and other financing uses	(60,012)	613,656	(140,454)	673,668	<u>845,890</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>1,660,012</u>	<u>718,994</u>		<u>718,994</u>	
Reconciliation to GAAP Basis Statement					
Decrease in account payable			<u>68,791</u>		
Net change in fund balance			\$ <u>(71,663)</u>		

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
MAJOR DEBT SERVICE FUND
DEBT SERVICE FUND
FUND 41000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive Original Budget To Final</u>	<u>(Negative) Actual to Final Budget</u>
Revenues:					
Local sources:	\$				
Property taxes	580,450	580,450	658,814		78,364
Interest	8,000	8,000	8,131		131
Total Revenues	<u>588,450</u>	<u>588,450</u>	<u>666,945</u>		<u>78,495</u>
Expenditures:					
Current:					
General Administration	8,000	8,000	6,588		1,412
Noncurrent:					
Principal payments	460,000	460,000	460,000		
Interest payments	120,450	120,450	120,450		
Total Expenditures	<u>588,450</u>	<u>588,450</u>	<u>587,038</u>		<u>1,412</u>
Revenues over (under) expenditures			79,907		<u>79,907</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$	<u> </u>			
Reconciliation to GAAP Basis Statement					
Decrease in taxes receivable			(6,060)		
Increase in deferred revenue			<u>(4,950)</u>		
Net change in fund balance			\$ <u>68,897</u>		

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NON MAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Food Services (21000) - To account for funding provided pursuant to the Code of Federal Regulations, Title VII, Subtitle B, Sections 210, 215, and 220 designated for a school breakfast, lunch and summer lunch programs(s).

Athletics (22000) - To account for revenues and expenditures associated with the District's Athletic programs. Funding authorized by NMAC 6.20.2 of the New Mexico Department of Education.

IDEA B Entitlement (24106) - The IDEA-B Entitlement program is to provide grants to states that flow through to schools to assist them in providing a free appropriate public education to all children with disabilities. Funding authorized by Individuals with Disabilities Education Act, Part B, Sections 611-617, and part D, Section 674, as amended, 20 U.S.C. 1411-1417 and 1420.

IDEA B Preschool (24109) - To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years and, at the State's discretion, to two year old children with disabilities who will reach age three during the school year. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 619, as amended.

GOALS 2000 (24127) - Goals 2000 State and Local Education Systematic Improvement fund is used to account for a program funded by a Federal grant to support the development and implementation of comprehensive reform plans at the state, local, and school levels to improve the teaching and learning of all children. To support top down and bottom up reform through competitive subgrants by State Education Agencies. In years two through five, 90 percent of these funds are subgranted to local education agencies (LEAs) and through LEAs to individual schools to support the establishment by States and localities of high standards in their core content areas. All aspects of the educational process are aligned including, but not limited to assessments, curriculum, professional development, and pre-service training. To provide discretionary grants to LEAs participating in the program to support the development and implementation of comprehensive local improvement plans directed at enabling all children to reach challenging academic standards as well as professional development and pre-service training. Funding authorized by Educate America Act, Title III, Public Law 103-227.

NON-MAJOR SPECIAL REVENUE FUNDS, continued

TLCT/EETT (24133) - To account for a Federal grant which provides funding to State Education Agencies (SEAs) on a formula basis to support the development and implementation of systemic technology plans at the State, local and school levels to improve the teaching and learning of all children. States are asked to address four goals: (1) all teachers will have the training and support they need to help all students learn through computers and through the information superhighway; (2) all teachers and students will have modern computers in their classrooms; (3) every classroom will be connected to the information superhighway; and (4) effective and engaging software and online resources will be an integral part of every school curriculum. To provide discretionary grants to LEAs in States that choose not to participate in the program. Funding is authorized by Elementary and Secondary Education Act, Title III, Part A, Subpart 2, Public Law 103-382.

Class Size Reduction (24137) – To account for monies received to help schools improve student achievement by reducing class size in grade one through three to a national average of 18 per class. Authority for this program is contained in Section 310 of the Department of Education Appropriations Act 2000, as enacted by Section 1000 (a) (4) of Division B of Public Law 106-113.

Title II D Competitive Grant (24149) – To account for a Federal grant used to: 1) improve student academic achievement through the use of technology in schools; 2) assist all students in becoming technologically literate by the end of the eight grade; and 3) encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. Funding is authorized by Elementary and Secondary Education Act of 1965, as amended, Executive Order Title II, Part D, Subparts 1 and 2.

Title V (A) Innovative Ed. Strategies (24150) – To account for Federal flow-through funds under the Elementary and Secondary Education Act, as amended by the No Child Left Behind Act of 2001, Title V Part A, designated for Innovative Education Program Strategies. Activities funded under this program include expansion and improvement of school-based mental health services, early identification of drug use and violence, and individual or group counseling services provided to students, parents, and school personnel.

English Language Acquisition (24153) – To account for a Federal grant which provides funds to support various activities relating to English language acquisition. Funding will be used to implement a District resource library of bilingual and English as-a-second language materials. Training regarding dual language, bilingual education, and indigenous language revitalization will be supported.

NON-MAJOR SPECIAL REVENUE FUNDS, continued

Title II A Teacher/Principal (24154) – To account for a program funded by a Federal grant to increase student academic achievement through strategies such as improving teacher and principal quality, increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and holding local educational agencies and schools accountable for improvements in student academic achievement. Funding is authorized under the Elementary and Secondary Education Act, as amended, Title II, Part A.

Title IV A Safe and Drug Free (24157) – To account for a Federal grant which provides funds to support programs to meet the National Education Goal that, by the year 2000, every school in the United States will free of drugs, violence, and the unauthorized presence of firearms and alcohol and to offer a disciplined environment conducive to learning.

Title I School Improvement – (24162) – A Federal grant that is to be used for allowable Title I purposes in order to assist with the implementation of approved school improvement or corrective action plans. Funding authorized by Elementary and Secondary Education Act of 1965, Title V, Part D, as amended.

Impact Aid Special Education (25145) - To account for a program funded by a Federal grant to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 8002, ESEA); where there are significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Sections 8003 and 8007, ESEA); where there is a sudden increase in school enrollment as the result of Federal activities (Section 8006, ESEA). To provide funding for certain federally connected children with disabilities to include disaster assistance for reduced or increased operating costs, for replacing or repairing damaged or destroyed support equipment and books, and for repairing minor damage to facilities. Funding is authorized by Elementary and Secondary Education Act, Title VIII, as amended.

Impact Aid Indian Education (25147) – Federal grant authorized by the Elementary and Secondary Education Act, Title VIII, as amended, allowing Federal assistance to be provided to local educational agencies adversely affected by Federal activities.

NON-MAJOR SPECIAL REVENUE FUNDS, continued

Medicaid Title XIX (25153) - To account for Federal funds which are provided to provide financial assistance to States for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women, and the aged who meet income and resource requirements, and other categorically-eligible groups. In certain States that elect to provide such coverage, medically-needy persons, who, except for income and resources, would be eligible for cash assistance, may be eligible for medical assistance payments under this program. Financial assistance is provided to States to pay for Medicare premiums, co-payments and deductibles of qualified Medicare beneficiaries meeting certain income requirements. More limited financial assistance is available for certain Medicare beneficiaries with higher incomes. Funding is authorized by Social Security Act, Title XIX, as amended; Public Laws 89-97, 90-248, and 91-56, 42 U.S.C. 1396 et seq., as amended; Public Laws 92-223, 92-603, 93-66, 93-233, 96-499, 97-35, 97-248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-239, 101-508, 101-517, 102-170, 102-394, 103-66, 103-112, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

Los Alamos National Lab Foundation (26113) - To account for a locally funded program for the professional development of school administrators. Funding authorized by a grant from the Los Alamos National Laboratory Foundation. Fund established in accordance with grant award.

Technology for Education (27117) - To account for state funding which is to be used for the development of classroom technology, including furnishing classrooms with computer hardware and software. Authorizing legislation is found in the Technology for Education Act [22-15A-1 to 22-15A-10, NMSA 1978, Compilation].

Computers in Schools (27131) – To account for a state grant for computers in schools.

Incentives for School Improvement (27138) - To account for the revenues and expenditures of District school location awards. The purpose is to improve results of the New Mexico Achievement Assessment or the New Mexico High School Competency Exam. The funds are provided in accordance with the Incentives for School Improvement Act (NMSA 22-13A-5).

Literacy Technology & Study (27144) – To account for funding used to provide professional development in literacy strategies for teachers. Funding is provided by 2005 Legislative Appropriations.

G. O. Bond C Library (27145) – To account for funding of public school and juvenile detention libraries statewide to acquire library books and equipment. Funding is provided by the Public Education Department based on per student unit value.

NON-MAJOR SPECIAL REVENUE FUNDS, continued

Pre-Kindergarten Initiative (27149) – To account for a program that provides early childhood education for 4 year olds in the district.

Beginning Teacher Mentoring (27154) – To account for funding authorized through the Joint Powers Agreement with the State Department of Public Education for a program to engage in activities to develop, implement, and evaluate a beginning teacher mentoring program to ensure that beginning teachers, especially those who seek educator licensure through alternative routes, have structured support from accomplished and experienced teachers to help them improve their skills and knowledge.

Breakfast in Schools (27155) - To account for funding to implement breakfast in the classroom as stipulated in the general appropriation act of 2005 at no cost to the students. Funding is provided by the State Student Nutrition Bureau.

Pre K Start-Up & Safety (27161) – To account for a grant that will be used for start-up and to provide developmentally age-appropriate equipment and necessary safety improvements for the Pre-K Initiative (fund 27149).

Outdoor Classroom (27165) – To account for funding provided by the State of New Mexico Supporting the Rural Revitalization Initiative managed by the New Mexico Public Education Rural Education Bureau.

Pre-K Special State (27169) – To account for state funding provided to support the start up costs associated with Pre-Kindergarten programs that provide services to meet the total developmental needs of eligible 4-year-old children. The NMPED provided the funding for these direct services through appropriation by the New Mexico Legislature.

Libraries SB301 G.O. Bonds (27170) – To account for 2006 General Obligation Bond SB 301 funding provided to support the improvement of libraries in the State of New Mexico.

School Based Health (28106) – To account for a state grant to provide services for behavioral mental health and primary care for students. Funding provided by the New Mexico Department of Health.

NM Gear Up (28178) – To account for the Gaining Early Awareness & Readiness for Undergraduate Program. The purpose of the program is to better prepare low-income high school graduates to succeed in college.

Private Grants (29102) – To account for local grants awarded to provide additional funding for specific projects.

School Based Health (29130) - To account for a state and local grant to provide services for behavioral mental health and primary care for students. Funding provided by the New Mexico Department of Health.

NON-MAJOR CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Public School Capital Outlay (31200) – To account for funding provided to the District by the State of New Mexico for capital improvement projects approved by the Public School Capital Outlay Council. Funding authorized by NMAC 6.20.2 of the New Mexico Department of Education.

Special Local - Capital Outlay (31300) – To account for District –wide school building improvement projects. Funding has been provided by recoveries on insurance policy claims.

Special Capital Outlay (31400) – To account for District – wide building improvement projects funded by the State. Funding authorized by NMAC 6.20.2 of the New Mexico Department of Education.

Special Capital Outlay - Federal (31500) – To account for funding provided by Federal sources designated for capital projects. Funding authorized by NMAC 6.20.2 of the New Mexico Department of Education.

Capital Improvement SB-9 (31700) - To account 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).

Public School Capital Outlay – 20% (32100) – To account for resources received from earmarking 20% of local cash balances (11000 Operational) for the purpose of building, remodeling and equipping classroom facilities.

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS						
	Fund 21000	Fund 22000	Fund 24106	Fund 24109	Fund 24127	Fund 24133	Fund 24137
	Food Services	Athletics	IDEA-B Entitlement	IDEA-B Preschool	Goals 2000	TLCT/ EETT	Class Size Reduction
<u>ASSETS</u>							
Assets:							
Cash and cash equivalents	\$ 34,148	58,329	968		13,255	235	3
Due from grantor				1,699			
Taxes receivable							
Due from other funds							
Total assets	\$ 34,148	58,329	968	1,699	13,255	235	3
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Due to grantor	\$						
Accounts payable						35	
Accrued salaries and benefits							
Due to other funds				1,699			
Compensated absences							
Deferred revenue			968		13,255	200	3
Total liabilities			968	1,699	13,255	235	3
Fund balances:							
Reserved for debt service							
Unreserved - undesignated	34,148	58,329					
Total fund balance	34,148	58,329					
Total liabilities and fund balance	\$ 34,148	58,329	968	1,699	13,255	235	3

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET, continued
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS						
	<u>Fund 24150</u>	<u>Fund 24153</u>	<u>Fund 24154</u>	<u>Fund 24157</u>	<u>Fund 24162</u>	<u>Fund 25145</u>	<u>Fund 25147</u>
	<u>Title V (A) Innovative Ed. Strategies</u>	<u>English Language Acquisition</u>	<u>Title II A Teacher/ Principal</u>	<u>Title IV A Safe & Drug Free</u>	<u>Title I School Improvement</u>	<u>Impact Aid Special Education</u>	<u>Impact Aid Indian Education</u>
<u>ASSETS</u>							
Assets:							
Cash and cash equivalents	\$					71,077	260,136
Due from grantor		1,527	45,746	2,562	172		
Taxes receivable							
Due from other funds							142,923
Total assets	\$	1,527	45,746	2,562	172	71,077	403,059
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Due to grantor	\$						
Accounts payable		1,527	37,118	2,476			
Accrued salaries and benefits							
Due to other funds			8,628	86	172		
Compensated absences							
Deferred revenue							
Total liabilities		1,527	45,746	2,562	172		
Fund balances:							
Reserved for debt service							
Unreserved - undesignated						71,077	403,059
Total fund balance						71,077	403,059
Total liabilities and fund balance	\$	1,527	45,746	2,562	172	71,077	403,059

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET, continued
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS						
	<u>Fund 25153</u>	<u>Fund 26113</u>	<u>Fund 27117</u>	<u>Fund 27131</u>	<u>Fund 27138</u>	<u>Fund 27144</u>	<u>Fund 27145</u>
	<u>Medicaid Title XIX</u>	<u>LANL Foundation</u>	<u>Technology for Education</u>	<u>Computers in Schools</u>	<u>Incentives for School Improvement</u>	<u>Literacy Technology & Study</u>	<u>G.O. Bond C Library</u>
<u>ASSETS</u>							
Assets:							
Cash and cash equivalents	\$ 76,870	197,806	1,262	1,350	14,227	5,217	
Due from grantor	11,181						
Taxes receivable							
Due from other funds			10,407			4,000	
Total assets	<u>\$ 88,051</u>	<u>197,806</u>	<u>11,669</u>	<u>1,350</u>	<u>14,227</u>	<u>9,217</u>	
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Due to grantor	\$						
Accounts payable		981	407				
Accrued salaries and benefits							
Due to other funds							
Compensated absences							
Deferred revenue				1,350	14,227	9,217	
Total liabilities		<u>981</u>	<u>407</u>	<u>1,350</u>	<u>14,227</u>	<u>9,217</u>	
Fund balances:							
Reserved for debt service							
Unreserved - undesignated	88,051	196,825	11,262				
Total fund balance	<u>88,051</u>	<u>196,825</u>	<u>11,262</u>				
Total liabilities and fund balance	<u>\$ 88,051</u>	<u>197,806</u>	<u>11,669</u>	<u>1,350</u>	<u>14,227</u>	<u>9,217</u>	

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET, continued
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS						
	<u>Fund 27149</u>	<u>Fund 27154</u>	<u>Fund 27155</u>	<u>Fund 27165</u>	<u>Fund 27169</u>	<u>Fund 27170</u>	<u>Fund 28106</u>
	<u>Pre Kindergarten Initiative</u>	<u>Beginning Teacher Mentoring</u>	<u>Breakfast in Schools</u>	<u>Outdoor Classroom</u>	<u>Pre-K Special State</u>	<u>Libraries SB301 G.O. Bonds</u>	<u>School Based Health</u>
<u>ASSETS</u>							
Assets:							
Cash and cash equivalents	\$	1,987	411				
Due from grantor	6,216			2,669	5,800	7,997	
Taxes receivable							
Due from other funds							
Total assets	\$ 6,216	1,987	411	2,669	5,800	7,997	
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Due to grantor	\$						
Accounts payable						2,683	
Accrued salaries and benefits							
Due to other funds	623			2,669	5,800	5,314	
Compensated absences							
Deferred revenue		1,987	411				
Total liabilities	623	1,987	411	2,669	5,800	7,997	
Fund balances:							
Reserved for debt service							
Unreserved - undesignated	5,593						
Total fund balance	5,593						
Total liabilities and fund balance	\$ 6,216	1,987	411	2,669	5,800	7,997	

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET, continued
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS			Total Non-major Special Revenue Funds	CAPITAL FUNDS PROJECTS		
	Fund 28178 NM Gear Up	Fund 29102 Private Grants	Fund 29130 School Based Health		Fund 31200 Public School Capital Outlay	Fund 31300 Special Local - Capital Outlay	Fund 31400 Special Capital Outlay
ASSETS							
Assets:							
Cash and cash equivalents	\$	1	45,412	782,694		137,387	
Due from grantor	10,594		1,563	97,726	159,807		
Taxes receivable							
Due from other funds			10,439	167,769			
Total assets	\$ 10,594	1	57,414	1,048,189	159,807	137,387	
LIABILITIES AND FUND BALANCE							
Liabilities:							
Due to grantor	\$						
Accounts payable	155			45,382			
Accrued salaries and benefits							
Due to other funds	10,439			35,430	159,807		
Compensated absences							
Deferred revenue			57,414	99,032			
Total liabilities	10,594		57,414	179,844	159,807		
Fund balances:							
Reserved for debt service							
Unreserved - undesignated		1		868,345		137,387	
Total fund balance		1		868,345		137,387	
Total liabilities and fund balance	\$ 10,594	1	57,414	1,048,189	159,807	137,387	

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STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET, continued
 JUNE 30, 2008

	CAPITAL FUNDS PROJECTS				
	Fund 31500	Fund 31700	Fund 32100	Total Non-major Capital Projects Funds	Total Other Governmental Funds
ASSETS	Special Capital Outlay - Federal	Capital Improvement SB-9	P/S Capital Outlay 20%		
Assets:					
Cash and cash equivalents	\$ 153,698	84,949	27,799	403,833	1,186,527
Due from grantor				159,807	257,533
Taxes receivable		72,358		72,358	72,358
Due from other funds					167,769
Total assets	\$ 153,698	157,307	27,799	635,998	1,684,187
LIABILITIES AND FUND BALANCE					
Liabilities:					
Due to grantor	\$				
Accounts payable		1,505	22,759	24,264	69,646
Accrued salaries and benefits					
Due to other funds				159,807	195,237
Compensated absences					
Deferred revenue		11,300		11,300	110,332
Total liabilities		12,805	22,759	195,371	375,215
Fund balances:					
Reserved for debt service					
Unreserved - undesignated	153,698	144,502	5,040	440,627	1,308,972
Total fund balance	153,698	144,502	5,040	440,627	1,308,972
Total liabilities and fund balance	\$ 153,698	157,307	27,799	635,998	1,684,187

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 21000	Fund 22000	Fund 24106	Fund 24109	Fund 24127
	Food Services	Athletics	IDEA-B Entitlement	IDEA-B Preschool	Goals 2000
Revenues:					
Local sources:					
Local grant	\$				
Property taxes					
Fees - adults	5,630				
Fees - students	21,228				
Fees - other	20				
Fees- activities		13,621			
Refunds - reimbursements	514				
Interest	2,339	23,334			
State Sources:					
State grant					
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant	154,626		99,526	1,885	
Special capital outlay					
Total revenues	<u>184,357</u>	<u>36,955</u>	<u>99,526</u>	<u>1,885</u>	
Expenditures:					
Current:					
Instruction		13,191	34,409	1,885	
Support Services - Students			62,800		
Support Services - Instruction					
General Administration			2,317		
School Administration					
Central Services					
Operation & Maintenance of Plant					
Student Transportation					
Other Support Services					
Food Service Operations	192,250				
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>192,250</u>	<u>13,191</u>	<u>99,526</u>	<u>1,885</u>	
Revenues over (under) expenditures	<u>(7,893)</u>	<u>23,764</u>			
Other financing sources (uses):					
Operating transfers in					
Operating transfers out					
Refund to grantor					
Net change in fund balances	(7,893)	23,764			
Fund balance, beginning of year	<u>42,041</u>	<u>34,565</u>			
Fund balance, end of year	<u>\$ 34,148</u>	<u>58,329</u>			

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 24133	Fund 24137	Fund 24150	Fund 24153	Fund 24154
	TLCT/ EETT	Class Size Reduction	Title V (A) Innovative Ed. Strategies	English Language Acquisition	Title II A Teacher/ Principal
Revenues:					
Local sources:					
Local grant	\$				
Property taxes					
Fees - adults					
Fees - students					
Fees - other					
Fees - activities					
Refunds - reimbursements					4,770
Interest					
State Sources:					
State grant					
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant	1,320		1,527		61,447
Special capital outlay					
Total revenues	<u>1,320</u>		<u>1,527</u>		<u>66,217</u>
Expenditures:					
Current:					
Instruction					38,146
Support Services - Students	20				28,071
Support Services - Instruction	1,300				
General Administration					
School Administration			1,527		
Central Services					
Operation & Maintenance of Plant					
Student Transportation					
Other Support Services					
Food Service Operations					
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>1,320</u>		<u>1,527</u>		<u>66,217</u>
Revenues over (under) expenditures					
Other financing sources (uses):					
Operating transfers in					
Operating transfers out					
Refund to grantor					
Net change in fund balances					
Fund balance, beginning of year					
Fund balance, end of year	\$				

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 24157	Fund 24162	Fund 25145	Fund 25147	Fund 25153
	Title IV A Safe & Drug Free	Title I School Improvement	Impact Aid Special Education	Impact Aid Indian Education	Medicaid Title XIX
Revenues:					
Local sources:					
Local grant	\$				
Property taxes					
Fees - adults					
Fees - students					
Fees - other					
Fees - activities					
Refunds - reimbursements				4	13,756
Interest					
State Sources:					
State grant					
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant	3,505	1,877	55,648	320,020	40,558
Special capital outlay					
Total revenues	<u>3,505</u>	<u>1,877</u>	<u>55,648</u>	<u>320,024</u>	<u>54,314</u>
Expenditures:					
Current:					
Instruction	1,090		44,106	242,964	
Support Services - Students	2,415		1,865	3,195	25,000
Support Services - Instruction			860	7,871	4,765
General Administration				17,022	
School Administration		1,877			
Central Services				18,789	
Operation & Maintenance of Plant					
Student Transportation					
Other Support Services					
Food Service Operations					
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>3,505</u>	<u>1,877</u>	<u>46,831</u>	<u>289,841</u>	<u>29,765</u>
Revenues over (under) expenditures			<u>8,817</u>	<u>30,183</u>	<u>24,549</u>
Other financing sources (uses):					
Operating transfers in			5,422		
Operating transfers out					(5,422)
Refund to grantor					
			<u>5,422</u>		<u>(5,422)</u>
Net change in fund balances			14,239	30,183	19,127
Fund balance, beginning of year			<u>56,838</u>	<u>372,876</u>	<u>68,924</u>
Fund balance, end of year	\$		<u>71,077</u>	<u>403,059</u>	<u>88,051</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 26113	Fund 27117	Fund 27131	Fund 27138	Fund 27144
	LANL Foundation	Technology For Education	Computers in Schools	Incentives for School Improvement	Literacy Technology & Study
Revenues:					
Local sources:					
Local grant	\$ 114,209				
Property taxes					
Fees - adults					
Fees - students					
Fees - other					
Fees - activities					
Refunds - reimbursements					
Interest	20				
State Sources:					
State grant		18,256		5,802	
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant					
Special capital outlay					
Total revenues	<u>114,229</u>	<u>18,256</u>		<u>5,802</u>	
Expenditures:					
Current:					
Instruction	601	68		4,802	
Support Services - Students	19,253	6,926			
Support Services - Instruction	53,706			1,000	
General Administration	2,852				
School Administration					
Central Services					
Operation & Maintenance of Plant					
Student Transportation					
Other Support Services					
Food Service Operations					
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>76,412</u>	<u>6,994</u>		<u>5,802</u>	
Revenues over (under) expenditures	<u>37,817</u>	<u>11,262</u>			
Other financing sources (uses):					
Operating transfers in					
Operating transfers out					
Refund to grantor					
Net change in fund balances	37,817	11,262			
Fund balance, beginning of year	<u>159,008</u>				
Fund balance, end of year	<u>\$ 196,825</u>	<u>11,262</u>			

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 27145	Fund 27149	Fund 27154	Fund 27155	Fund 27165
	G.O. Bond C Library	Pre Kindergarten Initiative	Beginning Teacher Mentoring	Breakfast in Schools	Outdoor Classroom
Revenues:					
Local sources:					
Local grant	\$				
Property taxes					
Fees - adults					
Fees - students					
Fees - other					
Fees - activities					
Refunds - reimbursements					
Interest					
State Sources:					
State grant	763	51,535	1,876	7,414	2,669
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant					
Special capital outlay					
Total revenues	<u>763</u>	<u>51,535</u>	<u>1,876</u>	<u>7,414</u>	<u>2,669</u>
Expenditures:					
Current:					
Instruction		45,942	1,876	7,414	2,669
Support Services - Students					
Support Services - Instruction	763				
General Administration					
School Administration					
Central Services					
Operation & Maintenance of Plant					
Student Transportation					
Other Support Services					
Food Service Operations					
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>763</u>	<u>45,942</u>	<u>1,876</u>	<u>7,414</u>	<u>2,669</u>
Revenues over (under) expenditures		<u>5,593</u>			
Other financing sources (uses):					
Operating transfers in					
Operating transfers out					
Refund to grantor					
Net change in fund balances		5,593			
Fund balance, beginning of year					
Fund balance, end of year	\$	<u>5,593</u>			

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Fund 27169	Fund 27170	Fund 28106	Fund 28178	Fund 29102
	Pre-K Special State	Libraries SB301 G.O. Bonds	School Based Health	NM Gear Up	Private Grants
Revenues:					
Local sources:					
Local grant	\$				
Property taxes					
Fees - adults					
Fees - students					
Fees - other					
Fees - activities					
Refunds - reimbursements					
Interest					
State Sources:					
State grant	25,654	7,997	35,182	10,594	
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant					
Special capital outlay					
Total revenues	<u>25,654</u>	<u>7,997</u>	<u>35,182</u>	<u>10,594</u>	
Expenditures:					
Current:					
Instruction	7,669			7,958	
Support Services - Students	8,585			2,636	
Support Services - Instruction		7,997			
General Administration					39
School Administration					
Central Services					
Operation & Maintenance of Plant					
Student Transportation	9,400				
Other Support Services					
Food Service Operations					
Noncurrent:					
Capital outlay					
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>25,654</u>	<u>7,997</u>		<u>10,594</u>	<u>39</u>
Revenues over (under) expenditures			<u>35,182</u>		<u>(39)</u>
Other financing sources (uses):					
Operating transfers in					
Operating transfers out			(35,182)		
Refund to grantor					
			<u>(35,182)</u>		
Net change in fund balances					(39)
Fund balance, beginning of year					40
Fund balance, end of year	\$				<u>1</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS		CAPITAL FUNDS PROJECTS		
	Fund 29130	Total Non-major Special Revenue Funds	Fund 31200	Fund 31300	Fund 31400
	School Based Health		Public School Capital Outlay	Special Local-Capital Outlay	Special Capital Outlay
Revenues:					
Local sources:					
Local grant	\$	114,209			
Property taxes					
Fees - adults		5,630			
Fees - students		21,228			
Fees - other		20			
Fees - activities		13,621			
Refunds - reimbursements		19,044			
Interest		25,693		8,902	
State Sources:					
State grant	49,409	217,151	160,999		
Special capital outlay					
SB-9 Flowthrough					
Federal Sources:					
Federal grant		741,939			
Special capital outlay					
Total revenues	<u>49,409</u>	<u>1,158,535</u>	<u>160,999</u>	<u>8,902</u>	<u></u>
Expenditures:					
Current:					
Instruction		454,790			
Support Services - Students	84,591	245,357			
Support Services - Instruction		78,262			
General Administration		22,230			
School Administration		3,404			
Central Services		18,789			
Operation & Maintenance of Plant					
Student Transportation		9,400			
Other Support Services					
Food Service Operations		192,250			
Noncurrent:					
Capital outlay			159,872		2,216
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>84,591</u>	<u>1,024,482</u>	<u>159,872</u>	<u></u>	<u>2,216</u>
Revenues over (under) expenditures	<u>(35,182)</u>	<u>134,053</u>	<u>1,127</u>	<u>8,902</u>	<u>(2,216)</u>
Other financing sources (uses):					
Operating transfers in	35,182	40,604			
Operating transfers out		(40,604)			
Refund to grantor					
	<u>35,182</u>	<u></u>	<u></u>	<u></u>	<u></u>
Net change in fund balances		134,053	1,127	8,902	(2,216)
Fund balance, beginning of year		734,292	(1,127)	128,485	2,216
Fund balance, end of year	\$	<u>868,345</u>	<u></u>	<u>137,387</u>	<u></u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT 2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE, continued
 For the Year Ended June 30, 2008

	CAPITAL FUNDS PROJECTS				
	Fund 31500	Fund 31700	Fund 32100	Total Non-major Capital Projects Funds	Total Other Governmental Funds
	Special Capital Outlay - Federal	Capital Improvement SB-9	P/S Capital Outlay 20%		
Revenues:					
Local sources:					
Local grant	\$				114,209
Property taxes		139,862		139,862	139,862
Fees - adults					5,630
Fees - students					21,228
Fees - other					20
Fees - activities					13,621
Refunds - reimbursements					19,044
Interest		5,883		14,785	40,478
State Sources:					
State grant				160,999	378,150
Special capital outlay					
SB-9 Flowthrough		57,155		57,155	57,155
Federal Sources:					
Federal grant					741,939
Special capital outlay	35,496			35,496	35,496
Total revenues	<u>35,496</u>	<u>202,900</u>	<u></u>	<u>408,297</u>	<u>1,566,832</u>
Expenditures:					
Current:					
Instruction					454,790
Support Services - Students					245,357
Support Services - Instruction					78,262
General Administration		1,461		1,461	23,691
School Administration					3,404
Central Services					18,789
Operation & Maintenance of Plant					
Student Transportation					9,400
Other Support Services					
Food Service Operations					192,250
Noncurrent:					
Capital outlay	35,864	221,423	52,377	471,752	471,752
Principal payments					
Interest and fiscal charges					
Total expenditures	<u>35,864</u>	<u>222,884</u>	<u>52,377</u>	<u>473,213</u>	<u>1,497,695</u>
Revenues over (under) expenditures	<u>(368)</u>	<u>(19,984)</u>	<u>(52,377)</u>	<u>(64,916)</u>	<u>69,137</u>
Other financing sources (uses):					
Operating transfers in					40,604
Operating transfers out					(40,604)
Refund to grantor					
Net change in fund balances	(368)	(19,984)	(52,377)	(64,916)	69,137
Fund balance, beginning of year	154,066	164,486	57,417	505,543	1,239,835
Fund balance, end of year	<u>\$ 153,698</u>	<u>144,502</u>	<u>5,040</u>	<u>440,627</u>	<u>1,308,972</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
FOOD SERVICES
FUND 21000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original</u>	<u>Revised</u>		<u>Positive (Negative)</u>	
	<u>Budget</u>	<u>Budget</u>		<u>Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
Local sources:					
Fees - Adults	\$ 3,600	3,600	5,630		2,030
Fees - Students	15,000	15,000	21,228		6,228
Fees - Users	2,000	2,000	20		(1,980)
Refunds - Reimbursements			514		514
Interest	9,000	9,000	2,339		(6,661)
Federal sources:					
Federal grant	122,000	122,000	154,626		32,626
Total Revenues	<u>151,600</u>	<u>151,600</u>	<u>184,357</u>		<u>32,757</u>
Expenditures:					
Current:					
Food Service Operations	<u>153,710</u>	<u>193,640</u>	<u>192,250</u>	<u>(39,930)</u>	<u>1,390</u>
Total Expenditures	<u>153,710</u>	<u>193,640</u>	<u>192,250</u>	<u>(39,930)</u>	<u>1,390</u>
Revenues over (under) expenditures	(2,110)	(42,040)	<u>(7,893)</u>	(39,930)	<u>34,147</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>2,110</u>	<u>42,040</u>		<u>39,930</u>	

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
ATHLETICS
FUND 22000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive (Negative) Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
Local sources:					
Fees - Activities	\$ 12,000	12,000	13,621		1,621
Prior Year checks Voided					
Interest	3,000	3,000	23,334		20,334
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>36,955</u>		<u>21,955</u>
Expenditures:					
Current:					
Instruction	18,958	49,565	13,191	(30,607)	36,374
Total Expenditures	<u>18,958</u>	<u>49,565</u>	<u>13,191</u>	<u>(30,607)</u>	<u>36,374</u>
Revenues over (under) expenditures	\$ (3,958)	(34,565)	<u>23,764</u>	(30,607)	<u>58,329</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>3,958</u>	<u>34,565</u>		<u>30,607</u>	

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
IDEA B ENTITLEMENT
FUND 24106
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$	110,531	96,925	110,531	(13,606)
Total Revenue		110,531	96,925	110,531	(13,606)
Expenditures:					
Current:					
Instruction		35,280	34,409	(35,280)	871
Support Services - Students		67,098	62,800	(67,098)	4,298
General Administration		8,153	8,149	(8,153)	4
Total Expenditures		110,531	105,358	(110,531)	5,173
Revenues over (under) expenditures			(8,433)		(8,433)
Reconciliation to GAAP Financial Statement					
Decrease in accrued salaries & benefits			3,317		
Decrease in compensated absences			2,515		
Decrease in deferred revenue			2,601		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
IDEA B PRESCHOOL
FUND 24109
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$	3,507		3,507	(3,507)
Total Revenues		3,507		3,507	(3,507)
Expenditures:					
Current:					
Instruction		2,077	1,885	(2,077)	192
Support Services - Students		1,430		(1,430)	1,430
Total Expenditures		3,507	1,885	(3,507)	1,622
Revenues over (under) expenditures	\$		(1,885)		(1,885)
Reconciliation to GAAP Financial Statement					
Increase in due from grantor			1,699		
Decrease in deferred revenue			186		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TLCT/EETT
FUND 24133
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$	4,206		4,206	(4,206)
Total Revenues		4,206		4,206	(4,206)
Expenditures:					
Current:					
Instruction					
Support Services - Students		25	20	(25)	5
Support Services - Instruction		4,181	1,265	(4,181)	2,916
Total Expenditures		4,206	1,285	(4,206)	2,921
Revenues over (under) expenditures	\$		(1,285)		(1,285)
Reconciliation to GAAP Basis Statement					
Decrease in deferred revenue			1,320		
Increase in accounts payable			(35)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE II-D COMPETITIVE GRANT
FUND 24149
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Positive (Negative)	
				Original Budget To Final	Actual to Final Budget
Revenues:					
Federal sources:					
Federal grant	\$ _____	_____	6,184	_____	6,184
Total Revenues	_____	_____	6,184	_____	6,184
Expenditures:					
Current:					
Total Expenditures	_____	_____	_____	_____	_____
Revenues over (under) expenditures	\$ _____	_____	6,184	_____	6,184
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(6,184)		
Net change in fund balance			\$ _____		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE V (A) INNOVATIVE ED. PROG. STRATEGIES
FUND 24150

STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)

For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
Federal sources					
Federal grant	\$ 3,584	3,584			(3,584)
Total Revenues	<u>3,584</u>	<u>3,584</u>			<u>(3,584)</u>
Expenditures:					
Current:					
Support Services- Instruction		105		(105)	105
School Administration	3,584	3,584			3,584
Total Expenditures	<u>3,584</u>	<u>3,689</u>		<u>(105)</u>	<u>3,689</u>
Revenues over (under) expenditures	\$ <u> </u>	(105)		(105)	<u>105</u>
Budgetary notation - cash appropriated from last year for current year expenditures		<u>105</u>		<u>105</u>	
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			1,527		
Increase in accounts payable			<u>(1,527)</u>		
Net change in fund balance			\$ <u> </u>		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
ENGLISH LANGUAGE ACQUISITION
FUND 24153
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive (Negative) Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
Federal sources					
Federal grant	\$ _____	72,946	_____	72,946	(72,946)
Total Revenues	_____	72,946	_____	72,946	(72,946)
Expenditures:					
Current:					
Instruction	_____	38,698	_____	(38,698)	38,698
Total Expenditures	_____	38,698	_____	(38,698)	38,698
Revenues over (under) expenditures	\$ _____	34,248	_____	34,248	(34,248)

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE II A TEACHER/PRINCIPAL
FUND 24154
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
Local sources					
Refund of prior year expenditures	\$		4,770		4,770
Federal sources					
Federal grant			20,199		20,199
Total Revenues			24,969		24,969
Expenditures:					
Current:					
Instruction	19,849	38,698	9,534	(18,849)	29,164
Support Services - Students	53,097	70,269	24,335	(17,172)	45,934
Total Expenditures	72,946	108,967	33,869	(36,021)	75,098
Revenues over (under) expenditures	(72,946)	(108,967)	(8,900)	(36,021)	100,067
Budgetary notation - cash appropriated from last year for current year expenditures	\$ 72,946	108,967			
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			41,248		
Increase in accounts payable			(32,348)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE IV A SAFE AND DRUG FREE
FUND 24157
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$	4,032	5,109	4,032	1,077
Total Revenues		4,032	5,109	4,032	1,077
Expenditures:					
Current:					
Instruction	4,032	1,740	999	2,292	741
Support Services		2,300	30	(2,300)	2,270
Total Expenditures	4,032	4,040	1,029	(8)	3,011
Revenues over (under) expenditures	(4,032)	(8)	4,080	4,024	4,088
Budgetary Notation - Cash Appropriated for Current Year Expenditures	\$ 4,032	8			
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(1,605)		
Increase in accounts payable			(2,475)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TITLE I SCHOOL IMPROVEMENT
FUND 24162
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$		6,593		6,593
Total Revenues			6,593		6,593
Expenditures:					
Current:					
Instruction		4,888	4,888	(4,888)	
School Administration		1,877	1,877	(1,877)	
Total Expenditures		6,765	6,765	(6,765)	
Revenues over (under) expenditures	\$	(6,765)	(172)	(6,765)	6,593
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(9,209)		
Decrease in accounts payable			5,922		
Decrease in salaries and wages payable			1,744		
Decrease in compensated absences			1,715		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
IMPACT AID - SPECIAL EDUCATION
FUND 25145
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Federal sources					
Federal grant	\$	39,600	55,648	39,600	16,048
Total Revenues		<u>39,600</u>	<u>55,648</u>	<u>39,600</u>	<u>16,048</u>
Expenditures:					
Current:					
Instruction	7,992	67,112	44,106	(59,120)	23,006
Support Services - Students		25,956	1,865	(25,956)	24,091
Support Services - Instruction		3,370	860	(3,370)	2,510
Total Expenditures	<u>7,992</u>	<u>96,438</u>	<u>46,831</u>	<u>(88,446)</u>	<u>49,607</u>
Revenues over (under) expenditures	<u>(7,992)</u>	<u>(56,838)</u>	<u>8,817</u>	<u>(48,846)</u>	<u>65,655</u>
Other financing sources (uses)					
Operating transfers in			<u>5,422</u>		<u>5,422</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>(7,992)</u>	<u>(56,838)</u>	<u>14,239</u>	<u>(48,846)</u>	<u>71,077</u>
Budgetary Notation - Cash Appropriated for Current Year Expenditures	\$ <u>7,992</u>	<u>56,838</u>			

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
IMPACT AID INDIAN EDUCATION
FUND 25147
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
Local sources					
Prior year checks voided			4		4
Federal sources					
Federal grant	\$	295,438	320,020	295,438	24,582
Total Revenues		<u>295,438</u>	<u>320,024</u>	<u>295,438</u>	<u>24,586</u>
Expenditures:					
Current:					
Instruction	167,673	497,936	242,964	(330,263)	254,972
Support Services - Students	38,404	56,943	3,195	(18,539)	53,748
Support Services - Instruction	47,765	55,265	7,871	(7,500)	47,394
General Administration	35,427	36,602	19,259	(1,175)	17,343
Central Services	24,980	25,980	20,964	(1,000)	5,016
Total Expenditures	<u>314,249</u>	<u>672,726</u>	<u>294,253</u>	<u>(358,477)</u>	<u>378,473</u>
Revenues over (under) expenditures	<u>(314,249)</u>	<u>(377,288)</u>	25,771	<u>(63,039)</u>	<u>403,059</u>
Budgetary Notation - Cash Appropriated for Current Year Expenditures	\$	<u>314,249</u>	<u>377,288</u>	<u>63,039</u>	
Reconciliation to GAAP Basis Statement					
Decrease in salaries & wages payable			2,024		
Decrease in compensated absences			<u>2,388</u>		
Net change in fund balance			\$	<u><u>30,183</u></u>	

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
MEDICAID - TITLE XIX
FUND 25153
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
Local sources					
Refunds/Reimbursements			13,756		13,756
Federal sources					
Federal grant	\$		29,377		29,377
Total Revenues			43,133		43,133
Expenditures:					
Current:					
Support Services - Students		25,056	25,000	(25,056)	56
Support Services - Instruction	44,946	43,868	4,765	1,078	39,103
Total Expenditures	44,946	68,924	29,765	(23,978)	39,159
Revenues over (under) expenditures	(44,946)	(68,924)	13,368	(23,978)	82,292
Other financing sources (uses)					
Operating transfers out			(5,422)		(5,422)
Revenues and other financing sources over (under) expenditures and other financing uses	(44,946)	(68,924)	7,946	(23,978)	76,870
Budgetary Notation - Cash Appropriated for Current Year Expenditures	\$ 44,946	68,924			
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			11,181		
Net change in fund balance			\$ 19,127		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
LOS ALAMOS NATIONAL LAB FOUNDATION
FUND 26113
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Local Source:					
Local Grant	\$	114,210	114,229	114,210	19
Total Revenues		114,210	114,229	114,210	19
Expenditures:					
Current:					
Instruction	10,000	35,409	605	(25,409)	34,804
Support Services - Students		82,294	18,538	(82,294)	63,756
Support Services - Instruction	107,825	152,928	53,706	(45,103)	99,222
General Administration		3,036	3,034	(3,036)	2
School Administration	27,016	643	641	26,373	2
Total Expenditures	144,841	274,310	76,524	(129,469)	197,786
Revenues over (under) expenditures	(144,841)	(160,100)	37,705	(15,259)	197,805
Budgetary Notation - Cash Appropriated for Current Year Expenditures	\$ 144,841	160,100			
Reconciliation to GAAP Basis Statement					
Increase in accounts payable			(711)		
Decrease in salaries and wages payable			415		
Decrease in compensated absences			408		
Net change in fund balance			\$ 37,817		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
TECHNOLOGY FOR EDUCATION
FUND 27117
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
State Sources					
State Grant	\$	25,779	23,821	(25,779)	(1,958)
Total Revenues		<u>25,779</u>	<u>23,821</u>	<u>(25,779)</u>	<u>(1,958)</u>
Expenditures:					
Current:					
Instruction		15,177	2,482	(15,177)	12,695
Support Services - Students		<u>10,602</u>	<u>6,520</u>	<u>(10,602)</u>	<u>4,082</u>
Total Expenditures		<u>25,779</u>	<u>9,002</u>	<u>(25,779)</u>	<u>16,777</u>
Revenues over (under) expenditures	\$		14,819	<u>(51,558)</u>	<u>14,819</u>
Reconciliation to GAAP Basic Statement					
Decrease in due from grantor			(5,565)		
Decrease in accounts payable			<u>2,008</u>		
Net change in fund balance			\$ <u>11,262</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
INCENTIVES FOR SCHOOL IMPROVEMENT
FUND 27138
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State sources					
State Grant	\$	5,802	14,227	5,802	8,425
Total Revenues		5,802	14,227	5,802	8,425
Expenditures:					
Current:					
Instruction		4,802	4,802	(4,802)	
Support Services - Instruction		1,000	1,000	(1,000)	
Total Expenditures		5,802	5,802	(5,802)	
Revenues over (under) expenditures	\$		8,425		8,425
Reconciliation to GAAP Basis Statement					
Increase in deferred revenue			(8,425)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
LITERACY, TECHNOLOGY AND STUDY
FUND 27144
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original	Revised		Positive (Negative)	
	Budget	Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Local Sources:					
Prior year checks voided	\$		4,763		4,763
Total Revenues			4,763		4,763
Expenditures:					
Current:					
Total Expenditures					
Revenues over (under) expenditures	\$		4,763		4,763
Reconciliation to GAAP Basis Statement					
Increase in deferred revenue			(4,763)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
G. O. BOND C - LIBRARY
FUND 27145
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State Sources:					
State grant	\$ _____	_____	_____	_____	_____
Total Revenues	_____	_____	_____	_____	_____
Expenditures:					
Current:					
Support Services - Instruction	_____	763	763	(763)	_____
Total Expenditures	_____	763	763	(763)	_____
Revenues over (under) expenditures	\$ _____	(763)	(763)	(763)	_____
Reconciliation to GAAP Basis Statement					
Decrease in deferred revenue			763		
Net change in fund balance			\$ _____		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRE KINDERGARTEN INITIATIVE
FUND 27149
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State Sources:					
State grant	\$	47,974	55,148	47,974	7,174
Total Revenues		47,974	55,148	47,974	7,174
Expenditures:					
Current:					
Instruction		47,974	45,943	(47,974)	2,031
Total Expenditures		47,974	45,943	(47,974)	2,031
Revenues over (under) expenditures	\$		9,205		9,205
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(3,613)		
Rounding			1		
Net change in fund balance			\$ 5,593		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
BEGINNING TEACHER MENTORING
FUND 27154
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State Sources:					
State grant	\$	3,716	3,716	3,716	
Total Revenues		3,716	3,716	3,716	
Expenditures:					
Current:					
Instruction		3,716	1,876	(3,716)	1,840
Total Expenditures		3,716	1,876	(3,716)	1,840
Revenues over (under) expenditures	\$		1,840		1,840
Reconciliation to GAAP Basis Statement					
Increase in deferred revenue			(1,840)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
BREAKFAST IN SCHOOLS
FUND 27155
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
State Sources:					
State grant	\$ 7,821	7,821	7,821		
Total Revenues	<u>7,821</u>	<u>7,821</u>	<u>7,821</u>		
Expenditures:					
Current:					
Instruction	7,821	7,821	7,414		407
Total Expenditures	<u>7,821</u>	<u>7,821</u>	<u>7,414</u>		<u>407</u>
Revenues over (under) expenditures	\$ <u> </u>	<u> </u>	407	<u> </u>	<u>407</u>
Reconciliation to GAAP Basis Statement					
Increase in deferred revenue			<u>(407)</u>		
Net change in fund balance			\$ <u> </u>		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRE KINDERGARTEN START UP AND SAFETY
FUND 27161
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
State Sources					
State grant	\$ _____	1,721	13,279	1,721	11,558
Total Revenues	_____	1,721	13,279	1,721	11,558
Expenditures:					
Current:					
Support Services - Students	_____	1,721	_____	(1,721)	1,721
Total Expenditures	_____	1,721	_____	(1,721)	1,721
Revenues over (under) expenditures	\$ _____	_____	13,279	_____	13,279
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(13,279)		
Net change in fund balance			\$ _____		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
OUTDOOR CLASSROOM
FUND 27165
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State Sources					
State grant	\$	3,000		3,000	(3,000)
Total Revenues		3,000		3,000	(3,000)
Expenditures:					
Current:					
Instruction		3,000	2,669	(3,000)	331
Total Expenditures		3,000	2,669	(3,000)	331
Revenues over (under) expenditures	\$		(2,669)		(2,669)
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			2,669		
Net change in fund balance			\$		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRE K SPECIAL STATE
FUND 27169
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
State Sources					
State grant	\$	26,620	19,854	26,620	(6,766)
Total Revenues		26,620	19,854	26,620	(6,766)
Expenditures:					
Current:					
Instruction		7,670	7,669	(7,670)	1
Support Services - Students		8,950	8,585	(8,950)	365
Transportation		10,000	9,400	(10,000)	600
Total Expenditures		26,620	25,654	(26,620)	966
Revenues over (under) expenditures	\$		(5,800)		(5,800)
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			5,800		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
LIBRARIES SB301 G.O. BONDS
FUND 27170
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
State Sources					
State grant	\$	9,584		9,584	(9,584)
Total Revenues		9,584		9,584	(9,584)
Expenditures:					
Current:					
Support Services - Instruction		9,584	5,314	(9,584)	4,270
Total Expenditures		9,584	5,314	(9,584)	4,270
Revenues over (under) expenditures	\$		(5,314)		(5,314)
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			7,997		
Increase in accounts payable			(2,683)		
Net change in fund balance			\$		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
SCHOOL BASED HEALTH
FUND 28106
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Positive (Negative)	
				Original Budget To Final	Actual to Final Budget
Revenues:					
State sources					
State grant	\$				
Total Revenues					
Expenditures:					
Current:					
Support Services - Students					
Support Services - Instruction					
Total Expenditures					
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers out			(35,182)		(35,182)
Revenues and other financing sources over (under) expenditures and other financing uses	\$		(35,182)		(35,182)
Reconciliation to GAAP Basis Statement					
Decrease in deferred revenue			35,182		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
NM GEAR UP
FUND 28178
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Original Budget To Final</u>	<u>Positive (Negative) Actual to Final Budget</u>
Revenues:					
State Source:					
State Grant	\$	21,450	20,900	21,450	(550)
Total Revenues		<u>21,450</u>	<u>20,900</u>	<u>21,450</u>	<u>(550)</u>
Expenditures:					
Current:					
Instruction		13,950	7,958	(13,950)	5,992
Support Services - Students		<u>7,500</u>	<u>2,481</u>	<u>(7,500)</u>	<u>5,019</u>
Total Expenditures		<u>21,450</u>	<u>10,439</u>	<u>(21,450)</u>	<u>11,011</u>
Revenues over (under) expenditures	\$	<u> </u>	<u>10,461</u>	<u> </u>	<u>10,461</u>
Reconciliation to GAAP Basis Statement					
Decrease in due from grantor			(10,306)		
Increase in accounts payable			<u>(155)</u>		
Net change in fund balance			\$ <u> </u>		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRIVATE GRANTS
FUND 29102
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original</u>	<u>Revised</u>		<u>Positive (Negative)</u>	
	<u>Budget</u>	<u>Budget</u>		<u>Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
State Source:					
State Grant	\$ _____	_____	_____	_____	_____
Total Revenues	_____	_____	_____	_____	_____
Expenditures:					
Current:					
General Administration	_____	39	39	(39)	_____
Total Expenditures	_____	39	39	(39)	_____
Revenues over (under) expenditures	\$ _____	(39)	(39)	(39)	_____

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SPECIAL REVENUE FUND
SCHOOL BASED HEALTH
FUND 29130
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State Source:					
State Grant	\$	142,699	66,650	142,699	(76,049)
Total Revenues		142,699	66,650	142,699	(76,049)
Expenditures:					
Current:					
Instruction					
Support Services - Students		142,699	84,592	(142,699)	58,107
Total Expenditures		142,699	84,592	(142,699)	58,107
Revenues over (under) expenditures	\$		(17,942)		(17,942)
Other financing sources (uses)					
Operating transfers in			35,182		35,182
Revenues and other financing sources over (under) expenditures and other financing uses	\$		17,240		17,240
Reconciliation to GAAP Basis Statement					
Increase in due from grantor			1,563		
Increase in deferred revenue			(18,803)		
Net change in fund balance			\$		

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
PUBLIC SCHOOL CAPITAL OUTLAY
FUND 31200
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State sources:					
Public school capital outlay committee	\$ _____	<u>287,681</u>	<u>1,192</u>	<u>287,681</u>	<u>(286,489)</u>
		<u>287,681</u>	<u>1,192</u>	<u>287,681</u>	<u>(286,489)</u>
Expenditures:					
Noncurrent:					
Capital outlay	<u>71,016</u>	<u>287,681</u>	<u>160,999</u>	<u>(216,665)</u>	<u>126,682</u>
	<u>71,016</u>	<u>287,681</u>	<u>160,999</u>	<u>(216,665)</u>	<u>126,682</u>
Revenues over (under) expenditures	(71,016)	_____	(159,807)	<u>71,016</u>	<u>(159,807)</u>
Budgetary Notation - Cash appropriated from prior year for current year expenditures	\$ <u>71,016</u>				
Reconciliation to GAAP Basis Statement					
Decrease in accounts payable			1,127		
Increase in due from grantor			<u>159,807</u>		
			\$ <u>1,127</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SPECIAL LOCAL CAPITAL OUTLAY
FUND 31300
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	<u>Budgeted Amount</u>		<u>Actual (Budgetary Basis)</u>	<u>Variances</u>	
	<u>Original Budget</u>	<u>Revised Budget</u>		<u>Positive (Negative) Original Budget To Final</u>	<u>Actual to Final Budget</u>
Revenues:					
Local sources:					
Interest	3,000	3,000	8,902		5,902
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>8,902</u>		<u>5,902</u>
Expenditures:					
Noncurrent:					
Capital outlay	10,573	131,485		(120,912)	131,485
Total Expenditures	<u>10,573</u>	<u>131,485</u>		<u>(120,912)</u>	<u>131,485</u>
Revenues over (under) expenditures	(7,573)	(128,485)	<u>8,902</u>	<u>(120,912)</u>	<u>137,387</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>7,573</u>	<u>128,485</u>			

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SPECIAL CAPITAL OUTLAY
FUND 31400
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Local sources:					
Interest					
Total revenues					
Expenditures:					
Noncurrent:					
Capital outlay	2,216	2,216	2,216		
Total Expenditures	2,216	2,216	2,216		
Revenues over (under) expenditures	(2,216)	(2,216)	(2,216)		
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ 2,216	2,216			

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT C-4

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SPECIAL CAPITAL OUTLAY - FEDERAL
FUND 31500
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Positive (Negative)	
				Original Budget To Final	Actual to Final Budget
Revenues:					
Local sources:					
Investment Income	\$	3,000		3,000	(3,000)
Federal sources:					
Special capital outlay		29,691	35,496	29,691	5,805
Total Revenues		<u>32,691</u>	<u>35,496</u>	<u>32,691</u>	<u>2,805</u>
Expenditures:					
Noncurrent:					
Capital outlay		54,097	35,864	(132,594)	150,827
Total Expenditures		<u>54,097</u>	<u>35,864</u>	<u>(132,594)</u>	<u>150,827</u>
Revenues over (under) expenditures	(54,097)	(154,000)	<u>(368)</u>	(99,903)	<u>153,632</u>
Budget Notation - cash appropriated from prior year for current year expenditure	\$	<u>54,097</u>	<u>154,000</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
CAPITAL IMPROVEMENT - SB-9
FUND 31700
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Local sources:	\$				
Property taxes	127,603	127,603	142,134		14,531
Interest	2,000	2,000	5,883		3,883
State sources:					
SB-9 Grant Funds			40		40
Total Revenues	<u>129,603</u>	<u>129,603</u>	<u>148,057</u>		<u>18,454</u>
Expenditures:					
Current:					
General Administration	1,300	1,422	1,421	(122)	1
Noncurrent:					
Capital outlay	<u>129,759</u>	<u>328,327</u>	<u>219,918</u>	<u>(198,568)</u>	<u>108,409</u>
Total Expenditures	<u>131,059</u>	<u>329,749</u>	<u>221,339</u>	<u>(198,690)</u>	<u>108,410</u>
Revenues over (under) expenditures	(1,456)	(200,146)	(73,282)	(198,690)	<u>126,864</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>1,456</u>	<u>200,146</u>		<u>(198,690)</u>	
Reconciliation to GAAP Basis Statement					
Increase in taxes receivable			56,103		
Increase in accounts payable			(1,505)		
Increase in deferred revenue			<u>(1,300)</u>		
Net change in fund balance			\$ <u>(19,984)</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
PUBLIC SCHOOL CAPITAL OUTLAY - 20%
FUND 32100
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Positive (Negative) Actual to Final Budget
Revenues:					
Local sources:					
Interest	1,000	1,000			(1,000)
Total revenues	<u>1,000</u>	<u>1,000</u>			<u>(1,000)</u>
Expenditures:					
Noncurrent:					
Capital outlay	32,624	356,773	327,974	(324,149)	28,799
Total Expenditures	<u>32,624</u>	<u>356,773</u>	<u>327,974</u>	<u>(324,149)</u>	<u>28,799</u>
Revenues over (under) expenditures	(31,624)	(355,773)	(327,974)	<u>(324,149)</u>	<u>27,799</u>
Budgetary notation- cash appropriated from prior year for current years expenditures	\$ <u>31,624</u>	<u>355,773</u>			
Reconciliation to GAAP Basis Statement					
Decrease in accounts payable			<u>275,597</u>		
Net change in fund balance			\$ <u>(52,377)</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS-STUDENT ACTIVITY
 For the Year Ended June 30, 2008

	<u>Balances</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances</u> <u>June 30, 2007</u>
ASSETS				
Cash or cash equivalents:				
JVPS funds	\$ 6,184	13,227	(10,076)	9,335
Elementary school funds	6,567	10,382	(10,112)	6,837
Middle school funds	10,816	6,625	(4,875)	12,566
High school funds	19,721	21,871	(31,112)	10,480
Total cash or cash equivalents	<u>43,288</u>	<u>52,105</u>	<u>(56,175)</u>	<u>39,218</u>
Total Assets	<u>\$ 43,288</u>	<u>52,105</u>	<u>(56,175)</u>	<u>39,218</u>
LIABILITIES				
Accounts payable	\$ 191		(191)	
Deposits held in trust for student activities				
JVPS funds	6,073	13,227	(9,965)	9,335
Elementary school funds	6,487	10,382	(10,032)	6,837
Middle school funds	10,816	6,625	(4,875)	12,566
High school funds	19,721	21,871	(31,112)	10,480
Total deposits held in trust for student activities	<u>\$ 43,097</u>	<u>52,105</u>	<u>(55,984)</u>	<u>39,218</u>
Total Liabilities	<u>\$ 43,288</u>	<u>52,105</u>	<u>(56,175)</u>	<u>39,218</u>

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOLS
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2008

	<u>Funds 11000 & 14000 General</u>	<u>Fund 24106 IDEA B Entitlement</u>	<u>Fund 25147 Impact Aid Indian Education</u>	<u>Fund 27121 Physical Education</u>	<u>Other Governmental Funds</u>	<u>TOTALS</u>
ASSETS						
Cash on Deposit	\$ 81,274		775		64,175	146,224
Due from grantor		21,389		44,430	35,314	101,133
Due from other funds	22,904		94,000		36,000	152,904
Total Assets	<u>\$ 104,178</u>	<u>21,389</u>	<u>94,775</u>	<u>44,430</u>	<u>135,489</u>	<u>400,261</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts payable	17,935				5,992	23,927
Accrued payroll	51,091				2,888	53,979
Accrued and withheld payroll taxes and benefits	150,171				2,452	152,623
Due to other funds		45,293		42,805	64,806	152,904
Deferred revenue					150	150
Total Liabilities	<u>219,197</u>	<u>45,293</u>	<u></u>	<u>42,805</u>	<u>76,288</u>	<u>383,583</u>
FUND BALANCES:						
Unreserved	(115,019)	(23,904)	94,775	1,625	59,201	16,678
Total Fund Balances	<u>(115,019)</u>	<u>(23,904)</u>	<u>94,775</u>	<u>1,625</u>	<u>59,201</u>	<u>16,678</u>
Total Liabilities and Fund Balances	<u>\$ 104,178</u>	<u>21,389</u>	<u>94,775</u>	<u>44,430</u>	<u>135,489</u>	<u>400,261</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-1, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
 SHEET WITH THE STATEMENT OF NET ASSETS**
 June 30, 2008

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

Total fund balances - Balance sheet governmental funds:	\$	16,678
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Cost of capital assets	\$	689,819	
Accumulated depreciation		<u>(241,882)</u>	447,937

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term at year end consisted of:

Compensated absences

Rounding

Total net assets		<u>\$</u>	<u>464,615</u>
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STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOLS
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	<u>Funds 11000 & 14000 General</u>	<u>Fund 24106 IDEA B Entitlement</u>	<u>Fund 25147 Impact Aid Indian Education</u>	<u>Fund 27121 Physical Education</u>	<u>Other Governmental Funds</u>	<u>TOTALS</u>
REVENUES						
Federal sources:						
Federal grants	\$ 10,425		100,594		145,365	256,384
State sources:						
State Equalization Guarantee	950,526					950,526
State Emergency Funding	195,000					195,000
Instructional materials						
Other state sources/grants	76,704				75,548	152,252
Local sources:						
Fees - adults					2,831	2,831
Donations - instructional support	74					74
Other miscellaneous	14,169			1,625		15,794
Interest	388					388
Total revenue	<u>1,247,286</u>		<u>100,594</u>	<u>1,625</u>	<u>223,744</u>	<u>1,573,249</u>
EXPENDITURES						
Current:						
Instruction	723,052	23,904	3,256		60,998	811,210
Support Services Students	13,004				9,200	22,204
General Administration	92,901				150	93,051
School Administration	105,350				960	106,310
Central Services	124,832					124,832
Operation and maintenance of plant	73,357					73,357
Food services	1,326				53,961	55,287
Non-Current:						
Capital Outlay					72,242	72,242
Total expenditures	<u>1,133,822</u>	<u>23,904</u>	<u>3,256</u>		<u>197,511</u>	<u>1,358,493</u>
Revenues over (under) expenditures	<u>113,464</u>	<u>(23,904)</u>	<u>97,338</u>	<u>1,625</u>	<u>26,233</u>	<u>214,756</u>
Net change in fund balances	113,464	(23,904)	97,338	1,625	26,233	214,756
Fund balance at beginning of year	<u>(228,483)</u>		<u>(2,563)</u>		<u>32,968</u>	<u>(198,078)</u>
Fund balances, end of year	<u>\$ (115,019)</u>	<u>(23,904)</u>	<u>94,775</u>	<u>1,625</u>	<u>59,201</u>	<u>16,678</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-2, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES WITH THE STATEMENT OF ACTIVITIES**
 For the Year Ended June 30, 2008

Amounts reported in the Statement of Activities are different because:

Total net change in fund balances - governmental funds	\$ 214,756
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those assets are shown in the Statement of Net Assets and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. The following is the net changes to the capital asset balance.</p>	
Depreciation expense	(34,759)
<p>Repayment of long term liabilities is an expenditure in governmental funds but it reduces long-term liabilities in the Statement of Net Assets and does not affect the Statement of Activities.</p>	
(Increase) decrease in compensated absence liability	31,369
Rounding	<u>(1)</u>
Change in net assets - statement of activities	<u>\$ 211,365</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-2

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING BALANCE SHEET
JUNE 30, 2008

	SPECIAL REVENUE FUNDS							
	<u>Fund 21000</u>	<u>Fund 23000</u>	<u>Fund 24101</u>	<u>Fund 24129</u>	<u>Fund 24153</u>	<u>Fund 24154</u>	<u>Fund 24155</u>	<u>Fund 25145</u>
	<u>Food Services</u>	<u>Non- Instructional</u>	<u>ESEA Title I</u>	<u>Partnership in Charter Education</u>	<u>English Language Acquisition</u>	<u>Teacher/Principal Training & Recruiting</u>	<u>Indian Education Title VII</u>	<u>Impact Aid Special Education</u>
ASSETS								
Assets:								
Cash on deposit	\$ 14,842	1,138			4,860	5,918	19,910	527
Due from other funds								36,000
Due from grantor			27,947	5,051				
Total assets	<u>\$ 14,842</u>	<u>1,138</u>	<u>27,947</u>	<u>5,051</u>	<u>4,860</u>	<u>5,918</u>	<u>19,910</u>	<u>36,527</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Bank overdraft	\$							
Accounts payable	9			2,592				
Due to other funds			27,947	15,499				
Accrued and withheld taxes and benefits	2,380			72				
Accrued payroll	2,888							
Deferred revenue								
Due from student activities								
Total liabilities	<u>5,277</u>		<u>27,947</u>	<u>18,163</u>				
Fund balances:								
Unreserved	<u>9,565</u>	<u>1,138</u>		<u>(13,112)</u>	<u>4,860</u>	<u>5,918</u>	<u>19,910</u>	<u>36,527</u>
	<u>9,565</u>	<u>1,138</u>		<u>(13,112)</u>	<u>4,860</u>	<u>5,918</u>	<u>19,910</u>	<u>36,527</u>
Total liabilities and fund balance	<u>\$ 14,842</u>	<u>1,138</u>	<u>27,947</u>	<u>5,051</u>	<u>4,860</u>	<u>5,918</u>	<u>19,910</u>	<u>36,527</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-3, continued

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING BALANCE SHEET, Continued
JUNE 30, 2008

	SPECIAL REVENUE FUNDS							
	<u>Fund 25153</u>	<u>Fund 25171</u>	<u>Fund 25184</u>	<u>Fund 26113</u>	<u>Fund 27138</u>	<u>Fund 27150</u>	<u>Fund 28140</u>	<u>Fund 28178</u>
	<u>Title XIX Medicaid</u>	<u>Child & Adult Food</u>	<u>Title VII Indian Ed Formula</u>	<u>Los Alamos National Lab. Foundation</u>	<u>Incentives for School Improvement</u>	<u>Indian Education Act</u>	<u>Coordinated Approach to Child Health</u>	<u>Gear Up</u>
ASSETS								
Assets:								
Cash on deposit	\$ 2,646	4,127	6,958	1,228	888			
Due from other funds								
Due from grantor						2,316		
Total assets	<u>\$ 2,646</u>	<u>4,127</u>	<u>6,958</u>	<u>1,228</u>	<u>888</u>	<u>2,316</u>		
LIABILITIES AND FUND BALANCE								
Liabilities:								
Bank overdraft	\$							
Accounts payable						31		
Due to other funds						13,718	440	6,239
Accrued and withheld taxes and benefits								
Accrued payroll								
Deferred revenue								
Due from student activities								
Total liabilities						<u>13,749</u>	<u>440</u>	<u>6,239</u>
Fund balances:								
Unreserved	<u>2,646</u>	<u>4,127</u>	<u>6,958</u>	<u>1,228</u>	<u>888</u>	<u>(11,433)</u>	<u>(440)</u>	<u>(6,239)</u>
Total fund balances	<u>2,646</u>	<u>4,127</u>	<u>6,958</u>	<u>1,228</u>	<u>888</u>	<u>(11,433)</u>	<u>(440)</u>	<u>(6,239)</u>
Total liabilities and fund balance	<u>\$ 2,646</u>	<u>4,127</u>	<u>6,958</u>	<u>1,228</u>	<u>888</u>	<u>2,316</u>		

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-3, continued

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING BALANCE SHEET, Continued
JUNE 30, 2008

	<u>SPECIAL REVENUE FUNDS</u>			<u>CAPITAL PROJECTS FUNDS</u>		<u>Total Non-major Capital Projects Funds</u>	<u>Total Other Governmental Funds</u>
	<u>Fund 29102</u>	<u>Fund 29110</u>	<u>Total Non-major Special Revenue Funds</u>	<u>Fund 31200</u>	<u>Fund 31400</u>		
	<u>Private Grants</u>	<u>Math, Engr. Science & Ach.</u>		<u>Public School Capital Outlay</u>	<u>Public School Capital Outlay</u>		
<u>ASSETS</u>							
Assets:							
Cash on deposit	\$ 983	150	64,175				64,175
Due from other funds			36,000				36,000
Due from grantor			35,314				35,314
Total assets	<u>\$ 983</u>	<u>150</u>	<u>135,489</u>	<u></u>	<u></u>	<u></u>	<u>135,489</u>
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Bank overdraft	\$						
Accounts payable			2,632		3,360	3,360	5,992
Due to other funds			63,843	877	86	963	64,806
Accrued and withheld taxes and benefits			2,452				2,452
Accrued payroll			2,888				2,888
Deferred revenue		150	150				150
Due from student activities							
Total liabilities	<u></u>	<u>150</u>	<u>71,965</u>	<u>877</u>	<u>3,446</u>	<u>4,323</u>	<u>76,288</u>
Fund balances:							
Unreserved	983		63,524	(877)	(3,446)	(4,323)	59,201
Total fund balances	<u>983</u>	<u></u>	<u>63,524</u>	<u>(877)</u>	<u>(3,446)</u>	<u>(4,323)</u>	<u>59,201</u>
Total liabilities and fund balance	<u>\$ 983</u>	<u>150</u>	<u>135,489</u>	<u></u>	<u></u>	<u></u>	<u>135,489</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT F-3

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2008

	<u>Fund 21000</u>	<u>Fund 23000</u>	<u>Fund 24101</u>	<u>Fund 24129</u>	<u>Fund 24153</u>	<u>Fund 24154</u>	<u>Fund 24155</u>	<u>Fund 25145</u>
	<u>Food Services</u>	<u>Non- Instructional</u>	<u>ESEA Title I</u>	<u>Partnership in Charter Education</u>	<u>English Language Acquisition</u>	<u>Teacher/Principal Training & Recruiting</u>	<u>Indian Education Title VII</u>	<u>Impact Aid Special Education</u>
Revenues:								
Local Sources:								
Fees - Adults	\$	2,831						
Local grant								
State Sources:								
State grants								
Federal sources								
Federal grants	71,876		21,589				19,910	18,239
Total revenues	<u>71,876</u>	<u>2,831</u>	<u>21,589</u>				<u>19,910</u>	<u>18,239</u>
Expenditures:								
Current:								
Instruction		1,193	21,589	13,112				
Support Services Students								
General Administration								
School Administration								
Food Services	53,961							
Non-Current:								
Capital Outlay								
Total expenditures	<u>53,961</u>	<u>1,193</u>	<u>21,589</u>	<u>13,112</u>				
Revenues over (under) Expenditures	17,915	1,638		(13,112)			19,910	18,239
Other Financing Sources (Uses):								
Operating Transfers Out								
Net change in fund balances	17,915	1,638		(13,112)			19,910	18,239
Fund balance at beginning of year	(8,350)	(500)			4,860	5,918		18,288
Fund balance, end of year	<u>\$ 9,565</u>	<u>1,138</u>		<u>(13,112)</u>	<u>4,860</u>	<u>5,918</u>	<u>19,910</u>	<u>36,527</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES, Continued
For the Year Ended June 30, 2008

	<u>Fund 25153</u>	<u>Fund 25171</u>	<u>Fund 25184</u>	<u>Fund 26113</u>	<u>Fund 27138</u>	<u>Fund 27150</u>	<u>Fund 28140</u>	<u>Fund 28178</u>
	<u>Title XIX Medicaid</u>	<u>Child & Adult Food</u>	<u>Title VII Indian Ed Formula</u>	<u>Los Alamos National Lab. Foundation</u>	<u>Incentives For School Improvement</u>	<u>Indian Education Act</u>	<u>Coordinated Approach to Child Health</u>	<u>Gear Up</u>
Revenues:								
Local sources								
Fees - Adults	\$							
Local grant								
State sources								
State grant							837	1,792
Federal sources								
Federal grant	2,646				11,105			
Total revenues	<u>2,646</u>				<u>11,105</u>		<u>837</u>	<u>1,792</u>
Expenditures:								
Current:								
Instruction			439		2,517	11,433	1,277	5,421
Support Services Students					7,700			1,500
General Administration								150
School Administration								960
Food Services								
Non-Current:								
Capital Outlay								
Total expenditures			<u>439</u>		<u>10,217</u>	<u>11,433</u>	<u>1,277</u>	<u>8,031</u>
Revenues over (under) Expenditures	2,646		(439)		888	(11,433)	(440)	(6,239)
Other Financing Sources (Uses):								
Operating Transfers Out								
Net change in fund balances	2,646		(439)		888	(11,433)	(440)	(6,239)
Fund balance at beginning of year		4,127	7,397	1,228				
Fund balance, end of year	\$ <u>2,646</u>	<u>4,127</u>	<u>6,958</u>	<u>1,228</u>	<u>888</u>	<u>(11,433)</u>	<u>(440)</u>	<u>(6,239)</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)

**NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES, Continued**

For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUNDS		Total Non-major Capital Projects Funds	Total Other Governmental Funds
	Fund 29102	Fund 29110	Total Non-major Special Revenue Funds	Fund 31200	Fund 31400		
	Private Grants	Math, Engr. Science & Ach.		Public School Capital Outlay	Public School Capital Outlay		
Revenues:							
Local sources							
Fees - Adults	\$		2,831				2,831
Local grant							
State sources							
State grant	5,000		7,629	65,123	2,796	67,919	75,548
Federal sources							
Federal grant			145,365				145,365
Total revenues	<u>5,000</u>	<u></u>	<u>155,825</u>	<u>65,123</u>	<u>2,796</u>	<u>67,919</u>	<u>223,744</u>
Expenditures:							
Current:							
Instruction	4,017		60,998				60,998
Support Services Students			9,200				9,200
General Administration			150				150
School Administration			960				960
Food Services			53,961				53,961
Non-Current:							
Capital Outlay				66,000	6,242	72,242	72,242
Total expenditures	<u>4,017</u>	<u></u>	<u>125,269</u>	<u>66,000</u>	<u>6,242</u>	<u>72,242</u>	<u>197,511</u>
Revenues over (under) Expenditures	983		30,556	(877)	(3,446)	(4,323)	26,233
Other Financing Sources (Uses):							
Operating Transfers Out							
Net change in fund balances	983		30,556	(877)	(3,446)	(4,323)	26,233
Fund balance at beginning of year			32,968				32,968
Fund balance, end of year	\$ <u>983</u>	<u></u>	<u>63,524</u>	<u>(877)</u>	<u>(3,446)</u>	<u>(4,323)</u>	<u>59,201</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
GENERAL FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

GENERAL FUND - FUNDS 11000 & 14000

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal Sources:					
Impact Aid, Public Law 103-382	\$		10,425		10,425
State Sources:					
State equalization	944,487	941,911	950,526	(2,576)	8,615
State emergency funding			195,000		195,000
Instructional materials	10,099	10,099	21,570		11,471
Other	890	890	55,134		54,244
Local sources					
Interest			388		388
Donations - private sources			75		75
Refunds - reimbursements					
Other			14,169		14,169
Total Revenue	<u>955,476</u>	<u>952,900</u>	<u>1,247,287</u>	<u>(2,576)</u>	<u>294,387</u>
EXPENDITURES					
Current:					
Instruction	576,346	600,408	825,615	(24,062)	(225,207)
Support Services:					
Support Services Students			13,004		(13,004)
Support Services Instruction	890	890			890
General Administration	87,554	87,554	87,118		436
School Administration	100,380	100,380	105,346		(4,966)
Central Services	100,196	100,196	166,968		(66,772)
Operation and maintenance of plant	90,110	90,110	61,639		28,471
Food Services			1,083		(1,083)
Total Expenditures	<u>955,476</u>	<u>979,538</u>	<u>1,260,773</u>	<u>(24,062)</u>	<u>(281,235)</u>
Revenues over (under) expenditures		(26,638)	(13,486)	(26,638)	13,152
OTHER FINANCING SOURCES (USES):					
Operating transfers In		26,638			(26,638)
Revenues and other financing sources over (under) expenditures and other financing uses		(26,638)	(13,486)	<u>(26,638)</u>	<u>(13,486)</u>
Budgetary Notation - Cash appropriated for current year expenditures	\$	<u>26,638</u>			
Reconciliation to GAAP Basis Statement					
Increase in accrued payroll			(22,852)		
Decrease in accrued and withheld payroll taxes and benefit			167,737		
Increase in accounts payable			(17,935)		
					\$ <u>113,464</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE - IDEA-B ENTITLEMENT - FUND 24106
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$ 23,904	23,904			(23,904)
Total Revenue	<u>23,904</u>	<u>23,904</u>			<u>(23,904)</u>
Expenditures:					
Current:					
Instruction			23,904		(23,904)
Support Services Students	23,904	23,904			23,904
Total expenditures	<u>23,904</u>	<u>23,904</u>	<u>23,904</u>		
Revenues over (under) expenditures	\$		<u>(23,904)</u>		<u>(23,904)</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE - IMPACT AID INDIAN EDUCATION - FUND 25147
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$		100,594		100,594
Total Revenues			100,594		100,594
Expenditures:					
Current:					
Instruction			19,196		(19,196)
Total Expenditures			19,196		(19,196)
Revenues over (under) expenditures:	\$		81,398		81,398
Reconciliation to GAAP Basis Statement			3,906		
Decrease in accrued payroll			12,034		
Decrease in accrued and withheld payroll taxes and benefit:					
			\$		97,338

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE - PHYSICAL EDUCATION - FUND 27121
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State Sources	\$ _____	_____	_____	_____	_____
Total Revenues	_____	_____	_____	_____	_____
Expenditures:					
Current:					
Instruction	_____	_____	16,049	_____	(16,049)
Total Expenditures	_____	_____	16,049	_____	(16,049)
Revenues over (under) expenditures:	\$ _____	_____	(16,049)	_____	(16,049)
Reconciliation to GAAP Basis Statement					
Decrease in accrued payroll			2,349		
Decrease in accrued and withheld payroll taxes and benefit:			15,325		
			\$ 1,625		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - FOOD SERVICES - FUND 21000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$ 75,994	75,994	71,876		(4,118)
Total Revenue	<u>75,994</u>	<u>75,994</u>	<u>71,876</u>		<u>(4,118)</u>
Expenditures:					
Current:					
Food services	75,994	75,994	54,173		21,821
Total Expenditures	<u>75,994</u>	<u>75,994</u>	<u>54,173</u>		<u>21,821</u>
Revenues over (under) expenditures:	\$ _____	_____	17,703	_____	<u>17,703</u>
Reconciliation to GAAP Basis Statement					
Increase in accrued payroll			(1,383)		
Decrease in accrued and withheld payroll taxes and benefit			1,182		
Decrease in other payables			413		
			\$ <u>17,915</u>		

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - NON-INSTRUCTIONAL - FUND 23000
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Local Sources	\$		2,831		2,831
Total Revenues			2,831		2,831
Expenditures:					
Current:					
Instruction			1,193		(1,193)
Total Expenditures			1,193		(1,193)
Revenues over (under) expenditures:	\$		1,638		1,638

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - ESEA TITLE 1 - FUND 24101
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal grant	\$ 22,500	21,589	21,589	(911)	
Total Revenue	<u>22,500</u>	<u>21,589</u>	<u>21,589</u>	<u>(911)</u>	
Expenditures:					
Current:					
Instruction	22,500	21,589	21,589	911	
Total Expenditures	<u>22,500</u>	<u>21,589</u>	<u>21,589</u>	<u>911</u>	
Revenues over (under) expenditures:	\$ _____	_____	_____	_____	_____

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - PARTNERSHIP IN CHARTER EDUCATION - FUND 24129
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal sources	\$	12,500		12,500	(12,500)
Total Revenues		12,500		12,500	(12,500)
Expenditures:					
Current:					
Instruction		12,500	10,520	(12,500)	1,980
Total Expenditures		12,500	10,520	(12,500)	1,980
Revenues over (under) expenditures:	\$		(10,520)		(10,520)
Reconciliation to GAAP Basis Statement:					
Increase in accounts payable			(2,592)		
			\$	(13,112)	

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - INDIAN EDUCATION TITLE VII - FUND 24155
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$ _____	_____	19,910	_____	19,910
Total Revenues	_____	_____	19,910	_____	19,910
Expenditures:					
Current:	_____	_____	_____	_____	_____
Total Expenditures	_____	_____	_____	_____	_____
Revenues over (under) expenditures:	\$ _____	_____	19,910	_____	19,910

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - IMPACT AID SPECIAL EDUCATION - FUND 25145
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$ _____	_____	18,239	_____	18,239
Total Revenues	_____	_____	18,239	_____	18,239
Expenditures:					
Current:	_____	_____	_____	_____	_____
Total Expenditures	_____	_____	_____	_____	_____
Revenues over (under) expenditures:	\$ _____	_____	18,239	_____	18,239

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - TITLE XIX MEDICAID - FUND 25153
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$ _____	_____	2,646	_____	2,646
Total Revenues	_____	_____	2,646	_____	2,646
Expenditures:					
Current:	_____	_____	_____	_____	_____
Total Expenditures	_____	_____	_____	_____	_____
Revenues over (under) expenditures:	\$ _____	_____	2,646	_____	2,646

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - TITLE VII INDIAN ED. FORMULA - FUND 25184
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal grant	\$ _____	_____	_____	_____	_____
Total Revenues	_____	_____	_____	_____	_____
Expenditures:					
Current:					
Instruction	_____	_____	439	_____	(439)
Total Expenditures	_____	_____	439	_____	(439)
Revenues over (under) expenditures:	\$ _____	_____	(439)	_____	(439)

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - INCENTIVES FOR SCHOOL IMPROVEMENT - FUND 27138
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Federal Sources	\$		11,105		11,105
State Sources		11,105		11,105	(11,105)
Total Revenues		<u>11,105</u>	<u>11,105</u>	<u>11,105</u>	<u></u>
Expenditures:					
Current:					
Instruction		11,105	2,517	(11,105)	8,588
Support Services Students			7,700		(7,700)
Total Expenditures		<u>11,105</u>	<u>10,217</u>	<u>(11,105)</u>	<u>888</u>
Revenues over (under) expenditures:	\$		<u>888</u>		<u>888</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - INDIAN EDUCATION ACT - FUND 27150
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State Sources	\$	18,000		18,000	(18,000)
Total Revenues		18,000		18,000	(18,000)
Expenditures:					
Current:					
Instruction		17,387	11,402	(17,387)	5,985
General Administrator		613		(613)	613
Total Expenditures		18,000	11,402	(18,000)	6,598
Revenues over (under) expenditures:	\$		(11,402)		(11,402)
Reconciliation to GAAP Basis Statement					
Increase in accounts payable			(31)		
			\$	(11,433)	

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - COORDINATED APPROACH TO CHILD HEALTH - FUND 28140
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State Sources	\$ _____	_____	837	_____	837
Total Revenues	_____	_____	837	_____	837
Expenditures:					
Current:					
Instruction	_____	_____	1,277	_____	(1,277)
Total Expenditures	_____	_____	1,277	_____	(1,277)
Revenues over (under) expenditures:	\$ _____	_____	(440)	_____	(440)

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - GEAR UP - FUND 28178
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State Sources	\$	11,000	1,792	11,000	(9,208)
Total Revenues		11,000	1,792	11,000	(9,208)
Expenditures:					
Current:					
Instruction		8,000	5,421	(8,000)	2,579
Support Services Students		1,500	1,500	(1,500)	
General Administration		500	150	(500)	350
School Administration		1,000	960	(1,000)	40
Total Expenditures		11,000	8,031	(11,000)	2,969
Revenues over (under) expenditures:	\$		(6,239)		(6,239)

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE - PRIVATE GRANTS - FUND 29102
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
Local Sources	\$	5,000	5,000	5,000	
Total Revenues		5,000	5,000	5,000	
Expenditures:					
Current:					
Instruction		5,000	4,017	(5,000)	983
Total Expenditures		5,000	4,017	(5,000)	983
Revenues over (under) expenditures:	\$		983		983

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
CAPITAL PROJECT - PUBLIC SCHOOL CAPITAL OUTLAY - FUND 31200
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State sources	\$		65,123		65,123
Total Revenues			65,123		65,123
Expenditures:					
Non-Current:					
Capital Outlay			66,000		(66,000)
Total Expenditures			66,000		(66,000)
Revenues over (under) expenditures:	\$		(877)		(877)

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
CAPITAL PROJECT - PUBLIC SCHOOL CAPITAL OUTLAY - FUND 31400
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended June 30, 2008

	Budgeted Amount		Actual (Budgetary Basis)	Variances	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
Revenues:					
State sources	\$		2,796		2,796
Total Revenues			2,796		2,796
Expenditures:					
Non-Current:					
Capital Outlay			2,882		(2,882)
Total Expenditures			2,882		(2,882)
Revenues over (under) expenditures:	\$		(86)		(86)
Reconciliation to GAAP Basis Statement					
Increase in accounts payable			(3,360)		
			\$		(3,446)

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statement:

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2008

	<u>Funds 11000 & 14000 General</u>	<u>Fund 21000 Food Services</u>	<u>Fund 25147 Impact Aid Indian Education</u>	<u>Fund 26181 Center for Native Education</u>	<u>Fund 27150 Indian Education Act Appropriation</u>	<u>Other Governmental Funds</u>	<u>TOTALS</u>
ASSETS							
Cash and cash equivalents	\$ 77,547		19,351	55,136		21,837	173,871
Due from grantor					32,002		32,002
Due from other funds	4,681		31,676				36,357
Total Assets	<u>\$ 82,228</u>		<u>51,027</u>	<u>55,136</u>	<u>32,002</u>	<u>21,837</u>	<u>242,230</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	2,507		350	3,994	36		6,887
Due to other funds		4,681			31,676		36,357
Accrued and withheld payroll taxes and benefits	3,745			4	290		4,039
Total Liabilities	<u>6,252</u>	<u>4,681</u>	<u>350</u>	<u>3,998</u>	<u>32,002</u>		<u>47,283</u>
Fund Balance							
Unreserved	75,976	(4,681)	50,677	51,138		21,837	194,947
Total Fund Balances	<u>75,976</u>	<u>(4,681)</u>	<u>50,677</u>	<u>51,138</u>		<u>21,837</u>	<u>194,947</u>
Total Liabilities and Fund Balances	<u>\$ 82,228</u>		<u>51,027</u>	<u>55,136</u>	<u>32,002</u>	<u>21,837</u>	<u>242,230</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-1, continued

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 WALATOWA HIGH CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOL)
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
 SHEET WITH THE STATEMENT OF NET ASSETS**
 June 30, 2008

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

Total fund balances - Balance sheet governmental funds:	\$	194,947
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Cost of capital assets	161,361
Accumulated depreciation on capital assets	<u>(112,126)</u>

Total net assets	\$	<u>244,182</u>
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SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2008

	<u>Funds 11000 & 14000 General</u>	<u>Fund 21000 Food Services</u>	<u>Fund 25147 Impact Aid Indian Education</u>	<u>Fund 26181 Center for Native Education</u>	<u>Fund 27150 Indian Education Act Appropriator</u>	<u>Other Governmental Funds</u>	<u>TOTALS</u>
REVENUES							
Federal sources:							
Federal grants	\$ 7,255	17,940	56,896			16,750	98,841
State Sources:							
State equalization	623,813						623,813
Instructional materials support	20,017						20,017
State flowthrough	2,650				32,002	33,774	68,426
Local Sources:							
Local grants						25,739	25,739
Interest	704						704
Other				97,166			97,166
Total revenue	<u>654,439</u>	<u>17,940</u>	<u>56,896</u>	<u>97,166</u>	<u>32,002</u>	<u>76,263</u>	<u>934,706</u>
EXPENDITURES							
Current:							
Instruction	326,660		25,876	24,114	32,002	54,164	462,816
Support Services - Instruction	41,830			20,860		5,692	68,382
Support Services - School			616				616
General Administration	4,362			6,397			10,759
School Administration	130,385						130,385
Central Services	78,034		100				78,134
Operation and maintenance of plant	35,340		1,044				36,384
Food service operations		21,823					21,823
Noncurrent:							
Capital outlay						32,845	32,845
Total expenditures	<u>616,611</u>	<u>21,823</u>	<u>27,636</u>	<u>51,371</u>	<u>32,002</u>	<u>92,701</u>	<u>842,144</u>
Revenues over (under) expenditures	<u>37,828</u>	<u>(3,883)</u>	<u>29,260</u>	<u>45,795</u>		<u>(16,438)</u>	<u>92,562</u>
Other financing sources (uses):							
Operating transfers in	16,051	11,404		5,343		26,479	59,277
Operating transfers out	<u>(13,825)</u>		<u>(29,401)</u>			<u>(16,051)</u>	<u>(59,277)</u>
	<u>2,226</u>	<u>11,404</u>	<u>(29,401)</u>	<u>5,343</u>		<u>10,428</u>	
Net Change in fund balance	40,054	7,521	(141)	51,138		(6,010)	92,562
Fund balance, beginning of year	<u>35,922</u>	<u>(12,202)</u>	<u>50,818</u>			<u>27,847</u>	<u>102,385</u>
Fund balances, end of year	<u>\$ 75,976</u>	<u>(4,681)</u>	<u>50,677</u>	<u>51,138</u>		<u>21,837</u>	<u>194,947</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 WALATOWA HIGH CHARTER SCHOOL
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES WITH THE STATEMENT OF ACTIVITIES**
 For the Year Ended June 30, 2008

Amounts reported in the Statement of Activities are different because:

Total net change in fund balances - governmental funds	\$	92,562
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those assets are shown in the Statement of Net Assets and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. The following is the net changes to the capital asset balance.

Depreciation expense during year	_____	(10,080)
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Change in net assets - statement of activities	\$ _____	82,482
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STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING BALANCE SHEET
JUNE 30, 2008

	SPECIAL REVENUE FUNDS					
	Fund 22000	Fund 24106	Fund 25145	Fund 25155	Fund 26141	Fund 26170
	Athletics	IDEA-B Entitlement	Impact Aid Special Education	Walton Family Foundation	Daniels Fund	Microsoft NM Class
<u>ASSETS</u>						
Assets:						
Cash on deposit	\$ 4,918	855	10,656			
Due from grantor						
Due from other funds						
Total assets	<u>\$ 4,918</u>	<u>855</u>	<u>10,656</u>			
<u>LIABILITIES AND FUND BALANCE</u>						
Liabilities:						
Accounts payable						
Due to other funds						
Accrued and withheld payroll taxes and benefits						
Total liabilities						
Fund balances:						
Unreserved:	4,918	855	10,656			
Total fund balance	<u>4,918</u>	<u>855</u>	<u>10,656</u>			
Total liabilities and fund balance	<u>\$ 4,918</u>	<u>855</u>	<u>10,656</u>			

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 WALATOWA HIGH CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)

NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
COMBINING BALANCE SHEET, Continued
 JUNE 30, 2008

	SPECIAL REVENUE FUNDS		Total Special Revenue	CAPITAL FUNDS	Total Non-Major Funds
	Fund 27154	Fund 29102		Fund 31200	
	Beginning Teacher Mentoring	Private Grants		Public School Capital Outlay	
<u>ASSETS</u>					
Assets:					
Cash on deposit	\$	5,408	21,837		21,837
Due from grantor					
Due from other funds					
Total assets	\$	5,408	21,837		21,837
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Accounts payable	\$				
Due to other funds					
Accrued and withheld payroll taxes and benefits					
Total liabilities					
Fund balances:					
Unreserved:		5,408	21,837		21,837
Total fund balance		5,408	21,837		21,837
Total liabilities and fund balance	\$	5,408	21,837		21,837

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
For the Year Ended June 30, 2001

	SPECIAL REVENUE FUNDS					
	Fund 22000	Fund 24106	Fund 25145	Fund 25155	Fund 26141	Fund 26170
	Athletics	IDEA-B Entitlement	Impact Aid Special Education	Walton Family Foundation	Daniels Fund	Microsoft NM Class
REVENUES						
Federal grants	\$		6,614	10,136		
State grants						
Local grants	<u>5,000</u>					<u>20,739</u>
Total revenue	<u>5,000</u>		<u>6,614</u>	<u>10,136</u>		<u>20,739</u>
EXPENDITURES						
Current:						
Instruction	659	1,566	1,485	10,136		20,739
Support Services- Instruction					5,692	
General Administration						
Student Administration						
Central Services						
Operation and maintenance of plant						
Athletics						
Noncurrent:						
Capital outlay						
Total expenditures	<u>659</u>	<u>1,566</u>	<u>1,485</u>	<u>10,136</u>	<u>5,692</u>	<u>20,739</u>
Revenues over (under) expenditures	4,341	(1,566)	5,129		(5,692)	
Other financing sources (uses):						
Operating transfers in		2,421				
Operating transfers out		<u>2,421</u>				
Net Change in fund balance	4,341	855	5,129		(5,692)	
Fund balance of beginning of year	<u>577</u>		<u>5,527</u>		<u>5,692</u>	
Fund balances, end of year	<u>\$ 4,918</u>	<u>855</u>	<u>10,656</u>			

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)

**NON-MAJOR GOVERNMENTAL FUNDS OF COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES, Continued**

For the Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS		Total Special Revenue	CAPITAL FUND	Total Non-Major Funds
	Fund 27154	Fund 29102		Fund 31200	
	Beginning Teacher Mentoring	Private Grants		Public School Capital Outlay	
REVENUES					
Federal grants	\$		16,750		16,750
State grants		929	929	32,845	33,774
Local grants			25,739		25,739
Total revenue		929	43,418	32,845	76,263
EXPENDITURES					
Current:					
Instruction		929	18,650		54,164
Support Services- Instruction			5,692		5,692
General Administration					
Student Administration					
Central Services					
Operation and maintenance of plant					
Athletics					
Noncurrent:					
Capital outlay				32,845	32,845
Total expenditures		929	18,650	32,845	92,701
Revenues over (under) expenditures			(18,650)		(16,438)
Other financing sources (uses):					
Operating transfers in			24,058		26,479
Operating transfers out				(16,051)	(16,051)
			24,058	(16,051)	10,428
Net Change in fund balance			5,408	(16,051)	(6,010)
Fund balance of beginning of year			11,796	16,051	27,847
Fund balances, end of year	\$		5,408		21,837

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)

GENERAL FUNDS

STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)

For the Year Ended June 30, 2008

GENERAL FUND - FUNDS 11000 & 14000

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
State equalization	\$ 618,976	618,976	623,813		4,837
Federal Impact Aid			7,255		7,255
Instructional materials support	5,224	22,250	20,017	17,026	(2,233)
State flow through grants	460	2,599	2,650	2,139	51
Interest	500	500	704		204
Total Revenue	625,160	644,325	654,439	19,165	10,114
EXPENDITURES					
Instruction	325,014	340,520	333,970	(15,506)	6,550
Support Services Instruction	62,539	64,678	41,788	(2,139)	22,890
General Administration	12,030	12,230	4,362	(200)	7,868
School Administration	133,177	129,735	130,244	3,442	(509)
Central Services	84,075	79,275	76,886	4,800	2,389
Operation and maintenance of plant	36,279	35,299	34,686	980	613
Total Expenditures	653,114	661,737	621,936	(8,623)	39,801
Revenues over (under) expenditures	<u>(27,954)</u>	<u>(17,412)</u>	<u>32,503</u>	<u>10,542</u>	<u>49,915</u>
Other financing sources (uses):					
Operating transfers in			16,051		16,051
Operating transfers out			(13,825)		(13,825)
			<u>2,226</u>		<u>2,226</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$ <u>(27,954)</u>	<u>(17,412)</u>	<u>34,729</u>	<u>10,542</u>	<u>52,141</u>
Budgetary notation- cash appropriate from prior year for current years expenditures	\$ <u>27,954</u>	<u>17,412</u>		<u>(10,542)</u>	
Reconciliation to GAAP Basis Statement:					
Increase in accounts payable			(2,507)		
Decrease in salaries and benefits			7,647		
Decrease in accrued and withheld payroll taxes and benefits			<u>185</u>		
			\$ <u>40,054</u>		

SEE INDEPENDENT AUDITORS' REPORTS

The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE - FOOD SERVICES - FUND 21000
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal grant	\$ 11,600	31,522	17,940	19,922	(13,582)
Total Revenue	<u>11,600</u>	<u>31,522</u>	<u>17,940</u>	<u>19,922</u>	<u>(13,582)</u>
EXPENDITURES					
Current:					
Food Service Operations	11,600	31,522	29,400	(19,922)	2,122
Total Expenditures	<u>11,600</u>	<u>31,522</u>	<u>29,400</u>	<u>(19,922)</u>	<u>2,122</u>
Revenues over (under) expenditures			(11,460)		(11,460)
Other financing sources (uses):					
Operating transfers in			11,404		11,404
Revenues and other financing sources over (under) expenditures and other financing uses	\$		(56)		(56)
Reconciliation to GAAP Basis Statement:					
Decrease in accrued salaries and benefits			<u>7,577</u>		
GAAP basis Net change in fund balance (Fund Basis)			\$ <u>7,521</u>		

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-6

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE-IMPACT AID INDIAN EDUCATION-FUND 25147
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal Grant	\$	58,960	56,896	58,960	(2,064)
Total Revenue		<u>58,960</u>	<u>56,896</u>	<u>58,960</u>	<u>(2,064)</u>
EXPENDITURES					
Current:					
Instruction		49,860	25,526	(49,860)	24,334
Support Services-Instruction		500		(500)	500
Support Services-School		3,600	616	(3,600)	2,984
Central Services		4,500	100	(4,500)	4,400
Operation & Maintenance of Plant		500	1,044	(500)	(544)
Total Expenditures		<u>58,960</u>	<u>27,286</u>	<u>(58,960)</u>	<u>31,674</u>
Revenues over (under) expenditures			<u>29,610</u>		<u>29,610</u>
Other financing sources (uses):					
Operating transfers out			<u>(29,401)</u>		<u>(29,401)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>209</u>		<u>209</u>
Reconciliation to GAAP Basis Statement:					
Increase in accounts payable			<u>(350)</u>		
GAAP basis Net change in fund balance (Fund Basis)	\$		<u>(141)</u>		

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-7

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE-CENTER FOR NATIVE EDUCATION-FUND 26181
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local Sources:	\$				
Instructional		97,166	97,166	97,166	
Total Revenue		<u>97,166</u>	<u>97,166</u>	<u>97,166</u>	
EXPENDITURES					
Current:					
Instruction		26,951	23,730	(26,951)	3,221
Support Services-Instruction		67,407	20,836	(67,407)	46,571
General Administration		2,808	2,808	(2,808)	
Total Expenditures		<u>97,166</u>	<u>47,374</u>	<u>(97,166)</u>	<u>49,792</u>
Revenues over (under) expenditures			<u>49,792</u>		<u>49,792</u>
Other financing sources (uses):					
Operating transfers in			<u>5,343</u>		<u>5,343</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>55,135</u>		<u>55,135</u>
Reconciliation to GAAP Basis Statement:					
Increase in accounts payable			(3,993)		
Increase in accrued and withheld payroll taxes			<u>(4)</u>		
GAAP basis Net change in fund balance (Fund Basis)			\$ <u>51,138</u>		

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-8

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
MAJOR SPECIAL REVENUE-BEGINNING TEACHER MENTORING-FUND 27150
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
State Grant	\$	32,000		32,000	(32,000)
Total Revenue		<u>32,000</u>		<u>32,000</u>	<u>(32,000)</u>
EXPENDITURES					
Current:					
Instruction		32,000	31,676	(32,000)	324
Total Expenditures		<u>32,000</u>	<u>31,676</u>	<u>(32,000)</u>	<u>324</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$		(31,676)		<u>(31,676)</u>
Reconciliation to GAAP Basis Statement:					
Increase in due from grantor			32,002		
Increase in accounts payable			(36)		
Increase in accrued and withheld payroll taxes			<u>(290)</u>		
GAAP basis Net change in fund balance (Fund Basis)	\$				<u></u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-9

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-ATHLETICS-FUND 22000
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local Sources:	\$				
Contributions & Donations		5,578	5,000	5,578	(578)
Total Revenue		<u>5,578</u>	<u>5,000</u>	<u>5,578</u>	<u>(578)</u>
EXPENDITURES					
Current:					
Instruction		5,578	659	(5,578)	4,919
Total Expenditures		<u>5,578</u>	<u>659</u>	<u>(5,578)</u>	<u>4,919</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>4,341</u>		<u>4,341</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-IDEA B ENTITLEMENT-24106
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal Grant	\$	4,203		4,203	(4,203)
Total Revenue		4,203		4,203	(4,203)
EXPENDITURES					
Current:					
Instruction		4,203	1,566	(4,203)	2,637
Total Expenditures		4,203	1,566	(4,203)	2,637
Revenues over (under) expenditures			(1,566)		(1,566)
Other financing sources (uses):					
Operating transfers in			2,421		2,421
Revenues and other financing sources over (under) expenditures and other financing uses	\$		855		855

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-11

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-INDIAN EDUCATION TITLE VII-FUND 24155
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal grant	\$	4,105		4,105	(4,105)
Total Revenue		4,105		4,105	(4,105)
EXPENDITURES					
Current:					
Instruction		4,105		(4,105)	4,105
Total Expenditures		4,105		(4,105)	4,105
Revenues and other financing sources over (under) expenditures and other financing uses	\$				

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATEMENT G-12

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-IMPACT AID SPECIAL EDUCATION-FUND 25145
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal grant	\$	10,965	6,614	10,965	(4,351)
Total Revenue		<u>10,965</u>	<u>6,614</u>	<u>10,965</u>	<u>(4,351)</u>
EXPENDITURES					
Current:					
Instruction		10,965	1,485	(10,965)	9,480
Total Expenditures		<u>10,965</u>	<u>1,485</u>	<u>(10,965)</u>	<u>9,480</u>
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>5,129</u>		<u>5,129</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-WALTON FAMILY FOUNDATION-FUND 25155
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Federal grant	\$	10,136	10,136	10,136	
Total Revenue		10,136	10,136	10,136	
EXPENDITURES					
Current:					
Instruction		10,136	10,136	(10,136)	
Total Expenditures		10,136	10,136	(10,136)	
Revenues and other financing sources over (under) expenditures and other financing uses	\$				

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-DANIELS FUND-FUND 26141
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local Sources:	\$				
Administration		5,692		5,692	(5,692)
Total Revenue		<u>5,692</u>		<u>5,692</u>	<u>(5,692)</u>
EXPENDITURES					
Current:					
Support Services - Instruction		5,692	5,692	(5,692)	
Total Expenditures		<u>5,692</u>	<u>5,692</u>	<u>(5,692)</u>	
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>(5,692)</u>		<u>(5,692)</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-MICROSOFT NM CLASS-FUND 26170
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local Sources:	\$				
Instructional		20,739	20,739	20,739	
Total Revenue		<u>20,739</u>	<u>20,739</u>	<u>20,739</u>	
EXPENDITURES					
Current:					
Instruction		20,739	20,739	(20,739)	
Total Expenditures		<u>20,739</u>	<u>20,739</u>	<u>(20,739)</u>	
Revenues and other financing sources over (under) expenditures and other financing uses	\$				

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-BEGINNING TEACHER MENTORING-FUND 27154
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
State Grant	\$	929	929	929	
Total Revenue		929	929	929	
EXPENDITURES					
Current:					
Instruction		929	929	(929)	
Total Expenditures		929	929	(929)	
Revenues and other financing sources over (under) expenditures and other financing uses	\$				

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
SPECIAL REVENUE-PRIVATE GRANTS 29102
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
Local Sources:	\$				
Instructional		24,058		24,058	(24,058)
Total Revenue		<u>24,058</u>		<u>24,058</u>	<u>(24,058)</u>
EXPENDITURES					
Current:					
Instruction		24,058	18,650	(24,058)	5,408
Total Expenditures		<u>24,058</u>	<u>18,650</u>	<u>(24,058)</u>	<u>5,408</u>
Revenues over (under) expenditures			(18,650)		(18,650)
Other financing sources (uses):					
Operating transfers in			24,058		24,058
Revenues and other financing sources over (under) expenditures and other financing uses	\$		<u>5,408</u>		<u>5,408</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
CAPITAL PROJECTS-PUBLIC SCHOOL CAPITAL OUTLAY-FUND 31200
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original Budget	Revised Budget		Original Budget To Final	Actual to Final Budget
REVENUES					
State grant	\$	32,845	32,845	32,845	
Total Revenue		32,845	32,845	32,845	
EXPENDITURES					
Noncurrent:					
Capital outlay		32,845	32,845	(32,845)	
Total Expenditures		32,845	32,845	(32,845)	
Revenues over (under) expenditures					
Other financing sources (uses):					
Operating transfers out			(16,051)		(16,051)
Revenues and other financing sources over (under) expenditures and other financing uses	\$		(16,051)		(16,051)

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

OTHER SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 (INCLUDING COMPONENT UNITS)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2008

Federal Grantor/Pass through Grantor/Program or Cluster Title	Federal CFDA Number	Identifying # Assigned by PED	Primary Government Federal Expenditures	Component Units		Total Federal Expenditures	Major Program
				San Diego Riverside Charter School	Walatowa High Charter School		
Direct Grants:							
U.S. Department of Education:							
Title VII Indian Education	84.060	24155	\$				No
Indian Education Formula Grant	84.060A	25184		439		439	No
Title VIII General Impact Aid	84.041	11000	1,275,396	10,425	7,255	1,293,076	Yes
Title VIII Special Education Impact Aid	84.041	25145	46,831		1,485	48,316	Yes
Title VIII Indian Education Impact Aid	84.041	25147	289,841	3,256	27,636	320,733	Yes
Title VIII Capital Outlay Impact Aid	84.041	31500	35,864			35,864	Yes
Public School Capital Outlay -20%	84.041	32100	52,377			52,377	Yes
Total direct grants from DOE			<u>1,700,309</u>	<u>14,120</u>	<u>36,376</u>	<u>1,750,805</u>	
U.S. Department of Health and Human Services:							
Medicaid Title XIX	93.778	25153	29,765			29,765	No
Total direct grants from HHS			<u>29,765</u>			<u>29,765</u>	
U.S. Department of Education:							
(Passed through the NM Public Education Department)							
Title 1 Cluster:							
Title 1 IASA	84.010	24101	252,574	21,589		274,163	No
Title IV A Safe and Drug Free Schools and Communities	84.186A	24157	3,505			3,505	No
Title 1 School Improvements	84.218A	24162	1,877			1,877	No
IDEA Cluster:							
IDEA-B Entitlement	84.027	24106	99,526	23,904	1,566	124,996	No
Partners in Charter Education	84.215V	24129		13,112		13,112	No
Enhanced Education Through Technology	84.318X	24133	1,320			1,320	No
IDEA -B Preschool	84.173	24109	1,885			1,885	
Title IID Competitive (Enhanced Education Through Technology)	84.318X	24149					No
ESEA Title V-A Innovation Strategies	84.298	24150	1,527			1,527	No
Title II English Language Acquisition	84.365A	24153					No
Title II ATeacher/Principal Trainings & Recruiting	84.367A	24154	66,217			66,217	No
Total indirect grants from DOE			<u>428,431</u>	<u>58,605</u>	<u>1,566</u>	<u>488,602</u>	
Federal Communication Commission:							
(Passed through USAC)							
Schools and Library Program (E-Rate)	32.XXX	11000	13,695			13,695	No
Total Federal Communication Commission			<u>13,695</u>			<u>13,695</u>	
U.S. Department of Agriculture:							
(Passed through NM Public Education Department)							
School Breakfast and Lunch Programs	10.553/10.555	21000	154,626	53,961	21,823	230,410	No
			<u>154,626</u>	<u>53,961</u>	<u>21,823</u>	<u>230,410</u>	
Total Expenditures of Federal Awards			\$ <u>2,326,826</u>	<u>126,686</u>	<u>59,765</u>	<u>2,513,277</u>	

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

SCHEDULE 1, continued

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, continued
For the Year Ended June 30, 2008

Notes to Schedule of Expenditures of Federal Awards

1 Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Jemez Valley Public Schools and its component units for the fiscal year ended June 30, 2008 and is presented on the modified accrual basis of accounting.

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.

2 Non-cash Assistance

The District did not receive any federal awards in the form of non-cash assistance

3 Federal Insurance

None

4 Sub-Recipients

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

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

SCHEDULE 1

STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
CASH RECONCILIATION
For The Year Ended June 30, 2008

	<u>Fund 11000</u>	<u>Fund 12000</u>	<u>Fund 13000</u>	<u>Fund 14000</u>	<u>Fund 21000</u>	<u>Fund 22000</u>	<u>Fund 23000</u>	<u>Funds 24000's</u>
	<u>Operating</u>	<u>Teacherage</u>	<u>Trans- portation</u>	<u>Instruct. Materials</u>	<u>Food Services</u>	<u>Athletics</u>	<u>Non- Instructional</u>	<u>Federal Flowthrough Grants</u>
Audited Cash and Investments, June 30, 2007	\$ 711,594	44,184		46,153	42,041	34,566	387,578	42,187
Add:								
2007-2008 Revenues	3,796,089	16,971	413,855	43,205	184,357	36,955	398,146	268,533
Bond proceeds								109,078
Increase in due to other funds								
Decrease in due from other funds								
Operating Transfer In								
Rounding	<u>2</u>							<u>1</u>
Total Cash and Investments Available	<u>4,507,685</u>	<u>61,155</u>	<u>413,855</u>	<u>89,358</u>	<u>226,398</u>	<u>71,521</u>	<u>785,724</u>	<u>419,799</u>
Less:								
2007-2008 Expenditures	3,693,418	10,001	393,071	43,461	192,250	13,191	2,908	405,338
Repayment to grantor								
Decrease in due to other funds			12,037					
Increase in due from other funds	147,770							
Operating Transfer Out								
Rounding						<u>1</u>		
Cash and Investments, June 30, 2008	<u>\$ 666,497</u>	<u>51,154</u>	<u>8,747</u>	<u>45,897</u>	<u>34,148</u>	<u>58,329</u>	<u>782,816</u>	<u>14,461</u>

SEE INDEPENDENT AUDITOR'S REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CASH RECONCILIATION, continued
 For The Year Ended June 30, 2008

	<u>Funds 25000's</u>	<u>Funds 26000's</u>	<u>Funds 27000's</u>	<u>Funds 28000's</u>	<u>Funds 29000's</u>
	<u>Federal Direct Grants</u>	<u>Local Grants</u>	<u>State Flowthrough Grants</u>	<u>State Direct Grants</u>	<u>Combined Local/ State</u>
Audited Cash and Investments, June 30, 2006	\$ 422,049	160,101	12,522	35,182	38,651
Add:					
2007-2008 Revenues	418,805	114,229	142,629	20,900	66,650
Bond proceeds					
Increase in due to other funds					
Decrease in due from other funds					
Operating Transfer In	5,422				35,182
Rounding					
Total Cash and Investments Available	<u>846,276</u>	<u>274,330</u>	<u>155,151</u>	<u>56,082</u>	<u>140,483</u>
Less:					
2007-2008 Expenditures	370,849	76,524	104,437	10,439	84,631
Repayment to grantor					
Decrease in due to other funds			11,850		
Increase in due from other funds	61,921		14,407	10,461	10,439
Operating Transfer Out	5,422			35,182	
Rounding	<u>1</u>		<u>3</u>		
Cash and Investments, June 30, 2008	<u>\$ 408,083</u>	<u>197,806</u>	<u>24,454</u>	<u>0</u>	<u>45,413</u>

SEE INDEPENDENT AUDITOR'S REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
CASH RECONCILIATION, continued
 For The Year Ended June 30, 2008

	<u>Fund 31100</u>	<u>Fund 31200</u>	<u>Fund 31300</u>	<u>Fund 31400</u>	<u>Fund 31500</u>	<u>Fund 31700</u>	<u>Fund 32100</u>	<u>Fund 41000</u>
	<u>Bond Building</u>	<u>PSCO State</u>	<u>SCO Local</u>	<u>SCO State</u>	<u>SCO Federal</u>	<u>Cap. Impr. SB-9</u>	<u>PSCO Federal</u>	<u>Debt Service</u>
Audited Cash and Investments, June 30, 2007	\$ 986,344		128,485	2,216	154,066	158,231	355,773	567,574
Add:								
2007-2008 Revenues	29,734	1,192	8,902		35,496	148,057		666,945
Bond proceeds								
Increase in due to other funds		159,807						
Decrease in due from other funds								
Operating Transfer In								
Rounding								
Total Cash and Investments Available	<u>1,016,078</u>	<u>160,999</u>	<u>137,387</u>	<u>2,216</u>	<u>189,562</u>	<u>306,288</u>	<u>355,773</u>	<u>1,234,519</u>
Less:								
2007-2008 Expenditures	170,188	160,999		2,216	35,864	221,339	327,974	587,038
Repayment to grantor								
Decrease in due to other funds								
Increase in due from other funds								
Operating Transfer Out								
Rounding								
Cash and Investments, June 30, 2008	<u>\$ 845,890</u>	<u>0</u>	<u>137,387</u>	<u>0</u>	<u>153,698</u>	<u>84,949</u>	<u>27,799</u>	<u>647,481</u>

SEE INDEPENDENT AUDITOR'S REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
CASH RECONCILIATION
JUNE 30, 2008

	<u>Fund 11000</u>	<u>Fund 14000</u>	<u>Fund 21000</u>	<u>Fund 23000</u>	<u>Fund 24000'S</u>	<u>Fund 25000's</u>	<u>Fund 26000's</u>	<u>Fund 27000's</u>	<u>Fund 28000's</u>
	<u>Operating</u>	<u>Instructional Materials</u>	<u>Food Services</u>	<u>Non-Instruct. Student Support</u>	<u>Federal Flowthrough Grants</u>	<u>Federal Direct Grants</u>	<u>Local Grants</u>	<u>State Flowthrough Grants</u>	<u>State Direct Grants</u>
Cash and Investments, June 30, 2007	\$ 30,771	144			10,778	43,340	1,228		
Add:									
2007-2008 Revenues	1,225,717	21,570	71,876	2,831	41,499	121,479		11,105	2,629
Increase in Due to Other Funds					34,424			27,450	6,680
Decrease in due from other funds	63,843								
Renumbered Fund									
Rounding								1	
Total Cash and Investments Available	<u>1,320,331</u>	<u>21,714</u>	<u>71,876</u>	<u>2,831</u>	<u>86,701</u>	<u>164,819</u>	<u>1,228</u>	<u>38,556</u>	<u>9,309</u>
Less:									
2007-2008 Expenditures	1,244,358	16,413	54,173	1,193	56,013	19,635		37,668	9,308
Increase (Decrease) in Due from Other Fund:						130,000			
Decrease in Due to other funds			2,860	500		150			
Renumbered Fund									
Rounding	(1)	1	1			1			1
Cash and Investments, June 30, 2008	<u>\$ 75,974</u>	<u>5,300</u>	<u>14,842</u>	<u>1,138</u>	<u>30,688</u>	<u>15,033</u>	<u>1,228</u>	<u>888</u>	<u>0</u>

SEE INDEPENDENT AUDITOR'S REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
CASH RECONCILIATION, continued
 JUNE 30, 2008

	<u>Fund 29000's</u>	<u>Fund 31200</u>	<u>Fund 31400</u>
	<u>Private Source Grants</u>	<u>Public School Capital Outlay</u>	<u>Public School Capital Outlay</u>
Cash and Investments, June 30, 2007	\$		
Add:			
2007-2008 Revenues	5,000	65,123	2,796
Increase in Due to Other Funds		877	86
Decrease in due from other funds			
Renumbered Fund	150		
Rounding			
	<u>5,150</u>	<u>66,000</u>	<u>2,882</u>
Total Cash and Investments Available			
Less:			
2007-2008 Expenditures	4,017	66,000	2,882
Increase (Decrease) in Due from Other Fund:			
Decrease in Due to other funds			
Renumbered Fund			
Rounding			
	<u>1,133</u>	<u>0</u>	<u>0</u>
Cash and Investments, June 30, 2008	\$		

SEE INDEPENDENT AUDITOR'S REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
CASH RECONCILIATION
For the Year Ended June 30, 2008

	<u>Fund 11000</u>	<u>Fund 14000</u>	<u>Fund 21000</u>	<u>Fund 22000</u>	<u>Fund 24000's Federal Flowthrough Grants</u>	<u>Fund 25000's Federal Direct Grants</u>
	<u>General Operating</u>	<u>Instructional Materials</u>	<u>Food Services</u>	<u>Athletics</u>		
Audited Cash and Investments, June 30, 2007	\$ 30,846	12,030		577		56,345
Add:						
2007-2008 Revenues	631,772	22,667	17,940	5,000		73,646
Increase in due to other funds			57			
Decrease in due from other funds			11,404		2,421	
Transfers in	16,051					
Rounding						
Total Cash and Investments Available	<u>678,669</u>	<u>34,697</u>	<u>29,401</u>	<u>5,577</u>	<u>2,421</u>	<u>129,991</u>
Less:						
2007-2008 Expenditures	611,007	10,930	29,400	659	1,566	38,907
Equity transfers						31,676
Increase in due from other funds	57					
Decrease in due to other funds						29,401
Operating Transfer Out	13,825					
Rounding			1			
Cash and Investments, June 30, 2008	<u>\$ 53,780</u>	<u>23,767</u>	<u>1</u>	<u>4,918</u>	<u>855</u>	<u>30,007</u>

SEE INDEPENDENT AUDITOR'S REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
CASH RECONCILIATION, continued
For the Year Ended June 30, 2008

	<u>Fund 26000's</u>	<u>Fund 27000's</u>	<u>Fund 29000's</u>	<u>Fund 31200</u>
	<u>Local Grants</u>	<u>State Flowthrough Grants</u>	<u>Combined Local/State Grants</u>	<u>Public School Capital Outlay</u>
Audited Cash and Investments, June 30, 2007	5,692			16,051
Add:				
2007-2008 Revenues	117,905	929		32,845
Increase in due to other funds		31,676		
Decrease in due from other funds				
Transfer in	5,343		24,058	
Rounding	1			
Total Cash and Investments Available	<u>128,941</u>	<u>32,605</u>	<u>24,058</u>	<u>48,896</u>
Less:				
2007-2008 Expenditures	73,805	32,605	18,650	32,845
Equity transfers				
Increase in due from other funds				
Decrease in due to other funds				
Operating Transfer Out				16,051
Rounding				
Cash and Investments, June 30, 2008	<u><u>55,136</u></u>	<u><u> </u></u>	<u><u>5,408</u></u>	<u><u> </u></u>

SEE INDEPENDENT AUDITOR'S REPORTS
The Accompanying Notes Are An Integral Part Of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
BANK DEPOSITORIES
 June 30, 2008

<u>Bank Name</u>	<u>Acc. Type</u>	<u>Bank Balance at June 30, 2008</u>	<u>Deposits in Transit</u>	<u>Outstanding Checks</u>	<u>Adjustments Pending</u>	<u>Book Balance at June 30, 2008</u>
Wells Fargo Bank	1	\$ 1,200				1,200
Wells Fargo Bank	3	1,547,955				1,547,955
Wells Fargo Bank	1	691,218				691,218
Wells Fargo Bank	3	228,822		(224,573)	4	4,253
Wells Fargo Bank	3	52,524		(48,269)	(492)	3,763
Wells Fargo Bank	3	39,164			54	39,218
Wells Fargo Bank	2	1,986,620				1,986,620
		\$ <u>4,547,503</u>		<u>(272,842)</u>	<u>(434)</u>	<u>4,274,227</u>

Cash and cash equivalents

As shown on Exhibit A	\$ 4,235,009
As shown on Exhibit H	<u>39,218</u>
	\$ <u><u>4,274,227</u></u>

- 1 Checking Account
- 2 Savings Account
- 3 Sweep Account

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Note Are An Integral Part of These Financial Statements

STATE OF NEW MEXICO
 SAN DIEGO RIVERSIDE CHARTER SCHOOL
 (A COMPONENT UNIT OF JEMEZ
 VALLEY PUBLIC SCHOOLS)
BANK DEPOSITORIES
 June 30, 2008

<u>Bank Name</u>	<u>Acc. Type</u>	<u>Bank Balance at June 30, 2008</u>	<u>Deposits in Transit</u>	<u>Rounding & Outstanding Checks</u>	<u>Book Balance at June 30, 2008</u>
First State Bank	1	\$ <u>157,238</u>	<u> </u>	<u>(11,015)</u>	<u>146,223</u>
Shown on Exhibit A as:					
Cash and cash equivalents					\$ <u>146,223</u>

SEE INDEPENDENT AUDITORS' REPORTS
 The Accompanying Note Are An Integral Part of These Financial Statements

STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
(A COMPONENT UNIT OF JEMEZ
VALLEY PUBLIC SCHOOLS)
BANK DEPOSITORIES
June 30, 2008

<u>Bank Name</u>	<u>Acc. Type</u>	<u>Bank Balance at June 30, 2008</u>	<u>Deposits in Transit</u>	<u>Outstanding Checks</u>	<u>Book Balance at June 30, 2008</u>
First State Bank	1	\$ <u>188,474</u>	<u> </u>	<u>(14,703)</u>	173,771
Cash on hand					<u>100</u>
Total					\$ <u>173,871</u>
Shown on Exhibit A as:					
Cash and cash equivalents					\$ <u>173,871</u>

SEE INDEPENDENT AUDITORS' REPORTS
The Accompanying Note Are An Integral Part of These Financial Statements

STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF PLEDGED COLLATERAL
 June 30, 2008

JEMEZ VALLEY PUBLIC SCHOOL

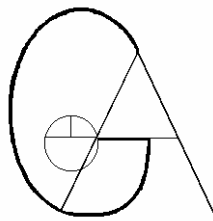
<u>Security Description</u>	<u>Security Number</u>	<u>CUSIP Number</u>	<u>Market Value</u>	<u>Maturity Date</u>
FNCL	867437	31409CV69	1,153,994	5/1/2036
FNCL	867437	31409CV69	42,455	5/1/2036
FNCL	884348	31410BP99	156,202	5/1/2036
			<u>\$ 1,352,651</u>	

The above securities are held by Wells Fargo Bank in the name of the bank for the account of District in a bank vault in San Francisco, California

SEE INDEPENDENT AUDITOR'S REPORTS
 The Accompanying Notes Are An Integral Part Of These Financial Statements

SCHEDULE 8

COMPLIANCE SECTION



Gary E. Gaylord, C.P.A.

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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
Mr. Dennis Smith, Board President
Members of the Board of Education
Jemez Valley Public Schools
Jemez, New Mexico

I have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and related budgetary comparisons presented as supplemental information of Jemez Valley Public Schools (“District”) as of and for the year ended June 30, 2008, and have issued my report thereon dated November 8, 2010, which disclaimed an opinion on San Diego Riverside Charter School, a discretely presented component unit of the District, because the entity did not maintain adequate accounting records for transactions related to its financial statements. I also audited the financial statements of each of the District’s non-major governmental funds and the respective budgetary comparison statements of the major capital projects funds, major debt service fund, and non-major special revenue and capital projects funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, and have issued my report thereon dated November 8, 2010, which disclaimed an opinion on the financial statements of San Diego Riverside Charter School, a discretely presented component unit of Jemez Valley Public School, because the entity did not maintain adequate accounting records for transactions related to its financial statements. Except as discussed in the previous sentence, I conducted my 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 my audit, I considered the District’s and its discretely presented component units’ internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the agency’s internal control over financial reporting.

**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, *Continued***

Accordingly, I do not express an opinion on the effectiveness of Jemez Valley Public School or its discretely presented component unit's internal control over financial reporting.

My consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies or material weaknesses in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified.

However, as discussed below, I identified certain deficiencies in internal control over financial reporting and its operation that I consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies in internal control that is less severe than material weakness yet important enough to merit attention by those charged with governance, 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 District's financial statements that is more than inconsequential will be prevented or detected by the District or its component unit's internal control. I consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting as:

01-05	Late Audit Report – All
00-10	Expenditures in Excess of Budget Authority – SDRCS & Walatowa
03-03	Bank Statements and Fund Balances Not Reconciled - SDRCS
05-01	Unpaid Employee Withholding and Benefits - SDRCS
05-02	Improperly Prepared Reports – SDRCS
08-01	Accounting Postings to Books - SDRCS
08-02	Records Misplaced – SDRCS
08-01	Improper Payment of Purchases - Walatowa
08-02	Improper Use of Electronic Signature – Walatowa

A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented or detected and corrected on a timely basis, by the District's or its component unit's internal control.

**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, *Continued***

My 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, I consider the following to be material weaknesses:

Jemez Valley Public Schools:

01-05 Late Audit Report

San Diego Riverside Charter School:

00-10 Expenditures in Excess of Budget Authority

01-05 Late Audit Report

03-03 Bank Statements and Fund Balances Not Reconciled

05-01 Unpaid Employee Withholding and Benefits

05-02 Improperly Prepared Reports

08-01 Accounting Postings to Books

08-02 Records Misplaced

Walatowa High Charter School:

00-10 Expenditures in Excess of Budget Authority

01-05 Late Audit Report

08-01 Improper Payment of Purchases

08-02 Improper Use of Electronic Signature

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's and its discretely presented component units' financial statements are free of material misstatements, I 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings and questioned costs as items:

**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, *Continued***

***Jemez Valley Public Schools, San Diego Riverside Charter School and Walatowa High
Charter School:***

01-05 Late Audit Report

Jemez Valley Public Schools:

05-02 Timeliness of Filing Single Audit Report to the Clearinghouse

San Diego Riverside Charter School:

05-01 Unpaid Employee Withholding and Benefits

05-02 Improperly Prepared Reports

08-01 Accounting Postings to Books

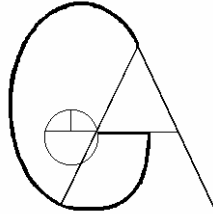
08-02 Records Misplaced

The District's and its discretely presented component units' responses to the findings identified in my audit are described in the accompanying schedule of findings and questioned costs. I did not audit the District's and its discretely presented component units' responses and, accordingly, I express no opinion on them.

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



Gary E. Gaylord, Ltd.
November 8, 2010



Gary E. Gaylord, C.P.A.

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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
Mr. Dennis Smith, Board President
Members of the Board of Education
Jemez Valley Public Schools
Jemez, New Mexico

Compliance

I have audited the compliance of Jemez Valley Public Schools, Jemez, New Mexico, (the "District") and its discretely presented component units 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 its major federal program for the year ended June 30, 2008. The District's and its discretely presented component units' major federal program is 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 its major federal programs is the responsibility of the District's management and its discretely presented component units' management. My responsibility is to express an opinion on the District's and its component units' compliance based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's and its discretely presented component units' compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the District's and its discretely presented component units' compliance with those requirements.

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

In my opinion, Jemez Valley Public Schools and its component units 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.

Internal Control Over Compliance

The management of the District and its discretely presented component units 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 my audit, I considered the District's and its discretely presented component units' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Jemez Valley Public School's internal control over compliance.

My 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 internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, I identified deficiencies in internal control over compliance that I considered to be significant deficiencies and others that I consider to be material weaknesses.

A *control deficiency* in Jemez Valley Public School'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 a combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement or a federal program that is more than inconsequential will not be prevented or detected by the District's internal control. I consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items:

San Diego Riverside Charter School:

03-03	Bank Statements and Fund Balances Not Reconciled
05-01	Unpaid Employee Withholding and Benefits
08-02	Records Misplaced

Jemez Valley Public Schools:

05-02	Timeliness of Filing Single Audit Report to the Clearinghouse
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to be significant deficiencies.

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

A material weakness is a significant deficiency, or a 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 the District's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, I consider item 06-01 – Records Misplaced to be a material weakness.

The District's and its component unit's responses to the findings identified in my audit are described in the accompanying schedule of findings and questioned costs. I did not audit the responses and, accordingly, express no opinion on them.

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

A handwritten signature in black ink, appearing to read "Gary E. Gaylord, Ltd.", written over a horizontal line.

Gary E. Gaylord, Ltd.
November 8, 2010

FINDINGS AND QUESTIONED COSTS

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2008**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements:

1. Type of auditors' report issued	Disclaimer on San Diego Riverside Charter School Unqualified on all other opinion units
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Internal control over financial reporting:

1. Material weaknesses identified?	Yes
2. Reportable condition (s) identified that are not considered to be material weaknesses?	Yes
3. Noncompliance material to financial statements noted?	Yes

Federal Awards:

Internal control over major programs:

1. Material weakness(es) identified?	Yes
2. Reportable condition(s) identified that are 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
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Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.041	Impact Aid Title VIII

Dollar threshold used to distinguish between Type A and Type B programs	\$ 300,000
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Auditee qualified as low-risk auditee	No
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**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For The Year Ended June 30, 2008**

SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS

PRIOR YEAR FINDINGS **STATUS**

FINANCIAL REPORT – INTERNAL CONTROL

Jemez Valley Public Schools

01-05 Late Audit Report Repeated

San Diego Riverside Charter School

00-10 Expenditures in Excess of Budget Authority Repeated
 01-05 Late Audit Report Repeated
 03-03 Bank Statements and Fund Balances Not Reconciled Repeated
 05-01 Unpaid Employee Withholding and Benefits Repeated
 05-02 Improperly Prepared Reports Repeated
 05-03 Aetna ING and ERA Retirement Plan Resolved
 05-04 Vacation and Sick Leave Policy Resolved
 06-01 Records Destroyed and/or Misplaced Updated
 07-01 Draw Requests Not Repeated

Walatowa High Charter School

01-05 Late Audit Report Repeated
 00-10 Expenditures in Excess of Budget Authority Repeated

FINANCIAL REPORT – COMPLIANCE

Jemez Valley Public Schools

01-05 Late Audit Report Repeated
 05-02 Timeliness of Filing Single Audit Report to the Clearinghouse Repeated

San Diego Riverside Charter School

01-05 Late Audit Report Repeated
 00-10 Expenditures in Excess of Budget Authority Repeated
 05-01 Unreported and Unpaid Employee Withholding and Benefits Repeated
 05-02 Improperly Prepared Reports Repeated
 05-03 Aetna ING and ERA Retirement Plan Resolved
 05-04 Vacation and Sick Leave Policy Resolved
 06-01 Records Destroyed and/or Misplaced Updated
 06-02 Funds Received for Rent Resolved
 07-01 Draw Request Not Repeated

**STATE OF NEW MEXICO
 JEMEZ VALLEY PUBLIC SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
 For The Year Ended June 30, 2008**

SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS

PRIOR YEAR FINDINGS, continued

STATUS

FINANCIAL REPORT – COMPLIANCE, continued

Walatowa High Charter School

01-05 Late Audit Report	Repeated
05-01 Expenditures in Excess of Budget	Repeated

FEDERAL AWARDS – COMPLIANCE

San Diego Riverside Charter School

05-01 Unreported and unpaid Employee Withholding and Benefits	Repeated
06-01 Records Destroyed and/or Misplaced	Updated

Jemez Valley Public Schools

05-02 Timeliness of Filing Single Audit Report to the Clearinghouse	Repeated
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FEDERAL AWARDS – INTERNAL CONTROL

San Diego Riverside Charter School

05-01 Unreported and Unpaid Employee Withholding and Benefits	Repeated
06-01 Records Destroyed and/or Misplaced	Updated

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
For The Year Ended June 30, 2008**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS
CURRENT YEAR FINDINGS**

FINANCIAL REPORT – INTERNAL CONTROL

Jemez Valley Public Schools

01-05 Late Audit Report

San Diego Riverside Charter School

00-10 Expenditures in Excess of Budget Authority

01-05 Late Audit Report

03-03 Bank Statements and Fund Balances Not Reconciled

05-01 Unpaid Employee Withholding and Benefits

05-02 Improperly Prepared Reports

08-01 Accounting Postings to Books

08-02 Records Misplaced

Walatowa High Charter School

00-10 Expenditures in Excess of Budget Authority

01-05 Late Audit Report

08-01 Improper Payment of Purchase

08-02 Improper Use of Electronic Signature

FINANCIAL REPORT – COMPLIANCE

Jemez Valley Public Schools

01-05 Late Audit Report

05-02 Timeliness of Filing Single Audit Report to the Clearinghouse

San Diego Riverside Charter School

05-01 Unpaid Employee Withholding and Benefits

05-02 Improperly Prepared Reports

08-01 Accounting Postings to Books

08-02 Records Misplaced

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
For The Year Ended June 30, 2008**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS
CURRENT YEAR FINDINGS, continued**

FINANCIAL REPORT – COMPLIANCE, continued

Walatowa High Charter School

00-10 Expenditures in Excess of Budget Authority
01-05 Late Audit Report

FEDERAL AWARDS – COMPLIANCE

San Diego Riverside Charter School

03-03 Bank Statements and Fund Balances Not Reconciled
05-01 Unpaid Employee Withholding and Benefits
08-02 Records Misplaced

Jemez Valley Public Schools

05-02 Timeliness of Filing Single Audit Report to the Clearinghouse

FEDERAL AWARDS – INTERNAL CONTROL

San Diego Riverside Charter School

03-03 Bank Statements and Fund Balances Not Reconciled
05-01 Unreported and Unpaid Employee Withholding and Benefits
08-02 Records Misplaced

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SAN DIEGO RIVERSIDE CHARTER SCHOOL
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

01-05 Late Audit Report

Statement of Condition:

The audit report for the fiscal year ended June 30, 2008 was not submitted to the State Auditor timely.

Criteria:

The School District's audit report was required to be submitted to the State Auditor's office by August 31, 2010 per the contract that was signed on April 26, 2010.

Cause:

The contract to perform the School District's audits for the years ended June 30, 2008 and 2009 was not awarded until April 26, 2010. The audit report for the fiscal year ended June 30, 2007 was dated December 30, 2009 and was released February 26, 2010. The audit fieldwork for the FYE 06-30-08 and 06-30-09 audit was begun on May 4, 2010. Because of the condition of the records available for audit, significant additional effort and time was required to attempt auditing the records for the year ended June 30, 2008 for San Diego Riverside Charter School. San Diego Riverside Charter School (SDRCS) is a component unit of the District. Numerous misstatements were noted in the postings of the accounting records and the scope of audits was increased.

Effect:

The audit for this fiscal year (FYE 06-30-08), plus the audits for FYE 06-30-09 and 06-30-10, will be delayed beyond the required due date.

Recommendation:

Significant effort should be expended to verify the accuracy and/or improve the accounting records of the Charter School. The records for FYE 06-30-09 and 06-30-10 should be reviewed by a third party contractor with authority to make recommendations for adjustment prior to the records being submitted for audit.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SAN DIEGO RIVERSIDE CHARTER SCHOOL
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

01-05 Late Audit Report, continued

Response:

Jemez Valley Public Schools

Contracting for audit services was delayed due to prior late audit reports and problems with the Charter School records.

Response:

San Diego Riverside Charter School

The school is working to provide information on a timely basis. However, the audit must be coordinated between the district and the charters. The independent external auditor should establish dates when he will work with the business managers both at the school sites and business manager offices. The school wants to meet all regulatory deadlines.

Response:

Walatowa High Charter School

Walatowa High Charter School will ascertain in the future that the business manager and the principal will be more cognizant of timelines regarding when audit reports are due as per PED statutes and regulations.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

05-02 Timeliness of Filing Single Audit Report to the Clearinghouse

Statement of Condition:

The Data Collection Form and Reporting Package were not submitted to the Federal Clearinghouse and Federal agencies within 9 months after fiscal year end.

Criteria:

OMB Circular A-133.320 requires the Data Collection Form and Reporting Package be submitted to the Federal Clearinghouse and Federal agencies within 9 months after fiscal year end.

Effect:

The District was not in compliance with OMB Circular A-133.320.

Cause:

The audit report and information necessary to complete the Data Collection Form and Reporting Package were not available within 9 months after the fiscal year end.

Recommendation:

The District should promptly submit the Data Collection Form and Reporting Package upon receipt of the audit report.

Response:

As explained in finding 01-05 Late Audit Report, the District experienced difficulties in getting the audit report completed for the 2008 fiscal year for multiple reasons. However, the District will promptly submit the Data Collection Form and Reporting Package upon receipt of the audit report.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

00-10 Expenditures in Excess of Budget Authority

Statement of Condition:

The San Diego Riverside Charter School (SDRCS) continues to expend funds without proper budget authority. During the audit for the year ended June 30, 2008 the Charter School could not produce documentation of budget authority for expenditures for Funds 25147, 27121, 23000, 25184, 27138, 27150, 28140, 28178, 29107, 31200, 31400. Expenditures in excess of authorizations (as noted below), were made in the following funds/functions:

Fund 11000	General Operating	\$ 225,207	Instruction
Fund 11000	General Operating	\$ 13,004	Support Student Services
Fund 11000	General Operating	\$ 4,966	School Administration
Fund 11000	General Operating	\$ 66,772	Central Services
Fund 11000	General Operating	\$ 1,083	Food Services
Fund 24106	IDEA-B Entitlement	\$ 23,904	Instruction
Fund 25147	Impact Aid – Indian Ed.	\$ 19,196	Instruction
Fund 27121	Physical Education	\$ 16,049	Instruction
Fund 23000	Non-Instr. Student Supply	\$ 1,193	Instruction
Fund 25184	Indian Ed. Formula Grant	\$ 439	Instruction
Fund 27138	Incentives for Sch. Improv.	\$ 7,700	Support Student Services
Fund 28140	Coord. Approach to Child Hlth	\$ 1,277	Instruction
Fund 31200	Public Sch. Capital Outlay	\$ 66,000	Capital Outlay
Fund 31400	Special State Capital Outlay	\$ 2,882	Capital Outlay

The Walatowa High Charter School over expended its budget authority in the following funds/functions:

Fund 11000	General Operating	\$ 509	School Administration
Fund 25147	Impact Aid - Indian Ed	\$ 544	Operation & Maintenance of Plant

Criteria:

Per Chapter 22-8-11 NMSA 1978 “No school board or officer or employee of a school district shall make any expenditure or incur any obligation for the expenditure of public funds unless that expenditure or obligation is made in accordance with an operating budget approved by the department (*Public Education Department*)” By rule, an expenditure that exceeds a functional cost center authority is considered to be a violation of the District’s budget authority.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

00-10 Expenditures in Excess of Budget Authority, continued

Cause:

It appears that SDRCS did not follow-up with its request for budget authority for several funds. There did not appear to be any written documentation to indicate that budget monitoring took place during the FYE June 30, 2008. (Other than reports that were submitted to PED that were usually prepared incorrectly). Budgetary reports that may have been presented to the Board were not available for review and the Board Minutes did not indicate that budget to actual presentations were presented and approved.

It appears that Walatowa High Charter School did not monitor their use of Funds.

Effect:

Jemez Valley Public Schools component units of the District have made what appear to be unauthorized expenditures. If allowed to continue its present practices, the SDRCS may be in danger of losing its charter. San Diego Riverside Charter School may not be able to continue as a going concern without significant additional State or local funding.

Recommendation:

The Board should closely monitor the financial operations of SDRCS and should not allow expenditures that exceed its operating budget. Management at the District should monitor the activities at SDRCS to ensure that management at SDRCS is held accountable for the proper fiscal management of SDRCS. Assistance should be requested by SDRCS of the District and/or the NMPED when problems or concerns are noted by the business manager, principal or board.

The Board should closely monitor the financial operations of Walatowa High Charter School to make sure that expenditures do not exceed its operating budget.

Response:

San Diego Riverside Charter School

The school began the year with a new business manager. The records taken over were incomplete and beginning balances were incorrect. The business manager worked with the PED to work to obtain correct balances, awards and budget authority. Because of the many problems the PED was involved throughout the activity. Once the funds have been fully audited new beginning balances can be entered and activity properly tracked. BARs were entered into the state OBMS system early in the year but no explanation is available as to why they were voided at year end by the PED. The PED's 30 day rule should have automatically approved the BARs.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

00-11 Expenditures in Excess of Budget Authority, continued

Response:

Walatowa High Charter School

It appears that WHCS made purchases in the amount of \$1,053.00.

The governing board reviews all expenditure at its regular monthly meetings. Questions are asked by governing board members relative to expenses being made. It appears that this was an oversight on the part of the business manager, principal and governing board members hence, the budgetary error was made.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

03-03 Bank Statements and Fund Balances Not Reconciled

Statement of Condition:

The Business Manager of SDRCS was not preparing and/or retaining proper bank reconciliations during the year ended June 30, 2008. Numerous errors and omissions were noted on the reconciliations that were retained and numerous errors were noted in the accounting records because of the failure to prepare accurate reconciliations.

Errors noted included the following:

- 1) Wire transfer payments made from the bank account that were either not recorded or recorded in amounts different than the actual amount paid.
- 2) Bank charges not recorded or recorded with other items to the "other charges" account.
- 3) Cash receipt on 7-2-07 of \$5,886.00 was not recorded.
- 4) Cash receipts that were recorded twice.
- 5) The report submitted to NMPED for the year ended June 30, 2008, reported inaccurate cash balances.
- 6) Gross wages of Payroll with net wages to employees for July 18, 2008 was not recorded as a FY 2008 activity.
- 7) Numerous postings to the "other charges" accounts labeled as "Adjustments per bank statement" and/or "Items not posted to Apta" that were not explained nor properly documented.
- 8) Checks written during July 2007 were \$48,485.90; only \$6,547.46 was posted to fund 11000. We were informed that the missing postings were to be found in postings made in the 2005 & 2006 fiscal year.
- 9) Check written to U.S. Dept. of Education in the amount of \$550.08 was not recorded as FY 2008 activity
- 10) Check written to NMRHCA on 9-14-07 for \$1,605.84 not recorded as a FY 2008 activity.

In addition, the accounting records that were available for presentation to the auditors for the FYE 06-30-08 audit were not reflected properly due to incorrect reversal of book balances and then input of Audit 2007 balances, without making any determination of the effects that the adjusted figure would have on the recorded transactions during FYE 6-30-08.

Criteria:

The accounting records of SDRCS should reflect all cash basis (budgetary basis) financial activities. Reports submitted to the SDRCS Board, Jemez Valley Public School and NMPED should reflect the true financial activities of the organization.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

03-03 Bank Statements and Fund Balances Not Reconciled, continued

Criteria, continued:

A key to ensuring that the books and records of the entity are complete and accurate (at least on a cash basis of accounting) is to prepare complete and accurate bank reconciliations at the end of each month. Errors and/or omissions should be corrected by journal entry or other valid methods prior to submitting any financial reports.

Cause:

It appears that the Business Manager did not prepare and/or review the bank statement in a timely fashion thus not making the necessary and required changes to the books and records of SDRCS.

Effect:

Significant errors were noted in the books and records of SDRCS.

Recommendation:

SDRCS should ensure that properly qualified employees are responsible for the accounting records of the entity. Additional training of current and any future employees is encouraged and/or contract services should be considered.

Response:

The bank statement is reconciled monthly. However, the school had difficulty establishing a beginning balance from the prior fiscal year as those records had not been maintained. The reconciliation did show reveal errors as a new system was implemented using both staff at the school and off-site. The financial system booking of summer payrolls, payrolls earned in FY08 but paid in FY09, requires reconciliation between fiscal years. Work with the financial system provider has been completed to change the process to better account for the issues encountered.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

05-01 Unpaid Employee Withholding and Benefits

Statement of Condition:

SDRCS was delinquent in its payment for various employee withholding and employer matching payments. The estimated amounts delinquent before penalty and interest at June 30, 2008 were:

Retiree Health Care Act owed from 6-30-07	\$ 27,919
NM Taxation and Revenue owed from 6-30-07	\$ 65,697

Plus see 03-03 Bank Statement and Fund Balances not Reconciled, in regard to payroll posting errors and 08-01 Accounting Postings to Books, for payroll double entry, posting and reversal of posting entries for payroll.

Criteria:

Payroll withholdings and employer matching costs must be made in a timely manner. Each of the various taxing authorities or benefit payees has deadlines for filing reports and for making payments. When deadlines are not met, penalties and interest are assessed by the payee.

Fines and Penalties assessed are unallowable costs under OMB Circular A-21, J. 8 *Cost Principles for Educational Institutions*.

Cause:

Inadequate funding to make necessary payments possibly due to inadequate budgeting practices, possible inadequate training in proper procedures or inability to meet deadlines because of staffing problems.

Effect:

Since the Charter School prepares its budgetary comparison reports to the New Mexico Public Education Department on the cash basis, the financial condition of the Charter School was not being reflected properly.

Recommendation:

SDRCS should monitor budget and meet required deadlines for proper disbursement of benefit liabilities. Assistance should be requested from the State for meeting the financial needs of SDRCS.

Response:

The school recognized that payroll liabilities had not been paid for a number of years prior to this fiscal year. Contact was made with all entities. With help from the PED an emergency supplemental allocation was made to help payment. All entities were paid except NM Taxation and Revenue which was awaiting an audit of the school.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

05-02 Improperly Prepared Reports

Statement of Condition:

A review of various reports that were filed or should have been filed with specific agencies of record produced the following result:

Cash Report: Inaccurately reported that all accounts were overdrawn, when in actuality the end fund group, overall cash balance was positive (please see 03-03, (5)). This report was sent to the Public Education Department.

Criteria:

Reports required by the various entities must be prepared timely and must accurately reflect the amounts due and payable.

Cause:

The root cause may be a lack of adequate training and experience on the part of the preparer and an absence of review by knowledgeable individuals at SDRCS.

Effect:

Public Education Department and possible other agencies have incorrect financial and budgetary information which does not reflect proper representation of SDRCS.

Recommendation:

A comprehensive review should be made of all reports.

Response:

The school's business manager notified the PED that the reports previously submitted were incorrect. Because the reports flow from period to period the incorrect data continued. The PED was aware of the issues encountered and asked that the reports be filed as completed.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

08-01 Accounting Postings to Books

Statement of Condition:

During my review of available records it became obvious that the accounting records of the School had double entries, unposted transactions, payroll postings made then reversed, postings of wrong amounts, charges to the “other charges” account were noted as “Adjustments per bank statement” (please see Finding 03-03 (7)), and net payroll was recorded as a reduction to cash, but was not expensed nor shown in the accrual accounts to accrue payroll matching costs.

Criteria:

Allowable expenditures of the grant should be posted to the proper fund when incurred/paid or adjusted to the proper grant fund when errors in original postings have occurred. Double entries, reverse entries, adjustments per bank statement and use of “other charges” account should not occur per proper accounting rules and guidelines.

Cause:

These postings show a lack of understanding or time to acquire proper posting information. The financial records of the school are not accurate and this is a possible reason for improper payroll benefit payments and postings even with verifications from school bookkeeper and principal.

Effect:

The schools accounts were not in proper accord for financial purposes.

Recommendation:

Business manager and bookkeeper should work together to assure proper postings to books and to maintain accurate records.

Response:

The coordination between the school bookkeeper and business manager is an area where work continues. We agree that this needs to improve.

**STATE OF NEW MEXICO
SAN DIEGO RIVERSIDE CHARTER SCHOOL
SCHEDULE OF FINDING AND QUESTIONED COSTS, continued
June 30, 2008**

08-02 Records Misplaced

Statement of Condition:

The records produced by SDRCS included check copies, vendor invoices, payroll records and some budgetary information. During the audit process numerous items were not located, which did not allow for a complete review. Missing items consisted of: checks, PO's, requisitions, proper approvals, missing receipt information (by fund or resource information in regard to Draw Requests not having proper funds received information) and bank statement information.

Criteria:

State Statute 14-3.13 NMSA 1978 provides under Protection of records: "The administrator and every other custodian of public records shall carefully protect and preserve such records from deterioration, mutilation, loss or destruction." As the records were needed for audit purposes it was essential that the records not be destroyed or lost.

Cause:

Record retention and retrieval policies were not formalized and were not a high priority with management.

Effect:

Without copies of above noted documents validity of payments/disbursements could not be verified. It became necessary to piece together existing records and to spend significant additional time on the audit in an attempt to determine whether the financial reports were materially correct. Additional time was also spent attempting to gather needed information.

Recommendation:

SDRCS should formalize its records retention policies and should create a method for monitoring this activity to prevent this from happening in the future. Supporting documents should be reviewed for accuracy and completeness.

Response:

The business manager will work with the bookkeeper to determine the best methods for retaining the required records.

**STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

08-01 Improper Payment of Purchase

Statement of Condition:

During my review of disbursement records it became obvious that Walatowa High employees were allowed to make school general supply and school related travel purchases on personal credit cards then submit receipts for reimbursement of said school related costs, instead of using request slips and purchase orders. Check number 2329 was found to have possible reimbursement issues due to a credit on exchanged purchase items that were paid with a personal credit card, but I was unable to locate any credit to the school and was unable to locate proper payment to employee for purchase.

Criteria:

Although Jemez Valley Public School District with component units does not currently have a policy for personal credit card usage, these purchases on employee personal credit cards are a violation of New Mexico State Law, Article 9, Section 14, the Anti Donation Clause and not proper procedure. All check copies are to have attached request slips and purchase orders.

Cause:

Lack of documentation allowing for possible over payment for school related purchases and improper use of grant funds per guidelines.

Effect:

The school does not have proper documentation for purchases, nor did proper documentation get submitted, stating what occurred for check number 2329, such as who received credit for returned items and was employee properly reimbursed for items purchased and not returned.

Recommendation:

All purchases should follow proper school procedures and New Mexico State Law for purchases of all types and all employees must abide.

Response:

WHCS does not use personal credit cards for purchasing any services. The business manager has quality control measures by ensuring all purchases require a requisition followed by a purchase for all budgetary transactions. The principal will be formulating policies for board approval to ensure controls are in place to avoid any fraudulent activities.

**STATE OF NEW MEXICO
WALATOWA HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, continued
June 30, 2008**

08-02 Improper Use of Electronic Signature

Statement of Condition:

During my assessment of proper procedures of internal control, I was advised that signatures on checks are printed at time of issuance and then approved at the following monthly board meeting.

Criteria:

Signatures on checks are authorizing the expenditure. An electronic signature before authorization is improper. All checks must have prior authorization.

Cause:

Board members unavailability to review then sign checks and the lack of understanding the restrictions placed upon them by state statutes.

Effect:

The school does not have proper authorization prior to payments being made. This can allow for funds to be used fraudulently.

Recommendation:

All checks should be authorized before printing of check with electronic signature.

Response:

WHCS does not have an electronic signature. The governing board reviews all expenditures at its regular monthly meeting. Every requisition, purchase order, and invoice is reviewed by the Principal. Additionally, the principal reviews every check that is produced and matched with each invoice. WHCS has employed a part-time clerk to assist the business manager guarantee all documentation is complete, neat, and correct before checks are signed. All documentation is on file and available for review.

**STATE OF NEW MEXICO
JEMEZ VALLEY PUBLIC SCHOOLS
EXIT CONFERENCE
For the Year Ended June 30, 2008**

EXIT CONFERENCE

Preparation of Financial Statements:

Jemez Valley Public Schools and its component units are responsible for the form and content of the accompanying financial statements which have been prepared by Gary E. Gaylord, Ltd.

On November 8, 2010 an exit conference was held at the office of Jemez Valley Public Schools. In attendance were the following:

Representing Jemez Valley Public Schools:

Dennis Smith	President
E. David Atencio	Superintendent
Larry A. DeWess	Principal-Jemez Valley High School
Frieda Solano	Business Manager

Representing San Diego Riverside Charter School:

Mary Lou Gooris	Board Member
Arlene Loretto	Principal
Michael Vigil	Business Manager

Representing Walatowa High Charter School:

Mary Ellen Toya	Board Member
Tony Archuleta	Principal
Katherine Toya	Business Manager

Representing Gary E. Gaylord, Ltd:

Gary E. Gaylord CPA	Auditor-in-Charge
Sunraina Carrillo	Staff Auditor