

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ANNUAL FINANCIAL REPORT
JUNE 30, 2008

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INTRODUCTORY SECTION

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ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2008
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**OFFICIAL ROSTER
JUNE 30, 2008**

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Dr. Bonnie Votaw		President
Dr. Connie Phillips		Vice President
Chuck Davis		Secretary
Leonel F. Briseno		Member
Eugene (Gene) Grant		Member
	<u>School Officials</u>	
Stan Rounds		Superintendent
Karen Robles		Executive Assistant to Superintendent
Terry Dean		Executive Director of Finance
Dorothy Martinez		Business Manager

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Las Cruces Public School District No. 2
Las Cruces, New Mexico

We have audited the accompanying basic financial statements consisting of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information consisting of the aggregate nonmajor governmental fund column and the budgetary comparisons of the general and major special revenue funds of Las Cruces Public School District No. 2, New Mexico, as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's major capital project funds, the debt service fund, nonmajor governmental and fiduciary funds and budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. These financial statements are the responsibility of Las Cruces Public School District No. 2, New Mexico's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Las Cruces Public School District No. 2, New Mexico, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary funds of Las Cruces Public School District No. 2, New Mexico, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons of major capital project funds, the debt service fund and each nonmajor governmental fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2008 on our consideration of Las Cruces Public School District No. 2, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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The *Management's Discussion and Analysis* on page v is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the Las Cruces Public School District No. 2 basic financial statements and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governmental and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as "Supporting Schedules" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Grigo Professional Services, LLC

Albuquerque, New Mexico
November 8, 2008

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LAS CRUCES PUBLIC SCHOOLS MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2008



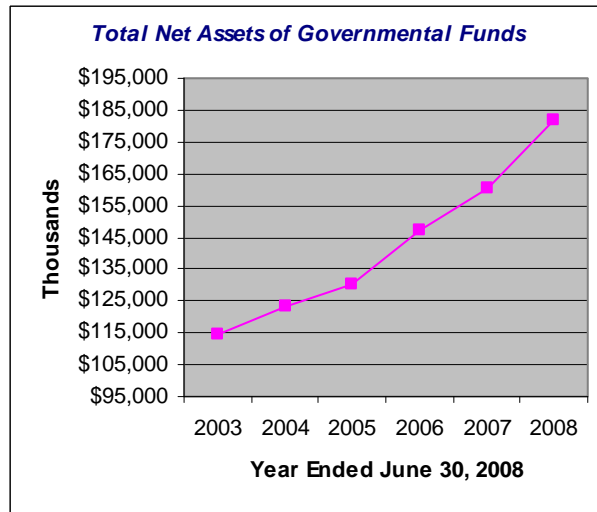
Introduction

The discussion and analysis of Las Cruces Public School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2008. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

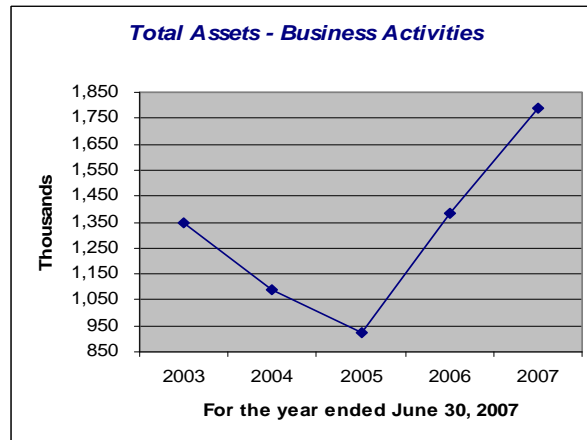
Financial Highlights

Key financial highlights for fiscal year 2008 are as follows:

- ❖ The total assets of the governmental funds continued to increase. For the fiscal year ended June 30, 2008, total assets of the governmental funds increased \$21 million or 13.3%. This change is due to an increase in the receivable balance and cash and cash equivalents. The increase in the receivable balance is, for the most part, an increase in the reimbursements due from the State of New Mexico for grant expenditures. The chart to the right plots the change in total assets in the governmental funds from June 30, 2003.



- ❖ Total liabilities of governmental fund activities increased by \$60 thousand or .06%.
- ❖ Total assets of the proprietary fund increased \$134 thousand or 7.5% from the ending balances of 2007. The chart to the right plots the change in total assets in the proprietary fund since June 30, 2003. See the discussion of business type activities for in-depth analysis.



- ❖ The district had \$206 million in expenses related to governmental activities; \$39.5 million of these expenses were offset by program specific charges for services and sales, grants, and contributions. General revenues primarily (state equalization guarantee, property taxes, and grants and entitlements) of \$187 million were adequate to provide for these programs.

**LAS CRUCES PUBLIC SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**



Using the Basic Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Las Cruces Public School District as a financial whole, or as an entire operating entity.

The statement of net assets and statement of activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in a single column. For Las Cruces Public School District, the General Fund is the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and Statements of Activities

While this report contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2008?" The statement of net assets and the statement of activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting system used by most private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash was received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it identifies whether the financial position of the School District has improved or diminished for the School District as a whole. The cause of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's property tax base, facility conditions, required educational programs, and other factors.

In the statement of net assets and the statement of activities, the School District is divided into two distinct kinds of activities:

Governmental Activities - Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

Business-Type Activity - This service is provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds.

LAS CRUCES PUBLIC SCHOOLS MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2008



Governmental Funds

Most of the School District's activities are reported in governmental funds, which focus on how monies flow into and out of those funds and the balances left at fiscal year end for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or differences, between governmental activities reported in the statement of net assets and the statement of activities and the governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities. The financial statements presented for the district's enterprise fund are consistent with those presented by commercial entities.

Governmental Activities

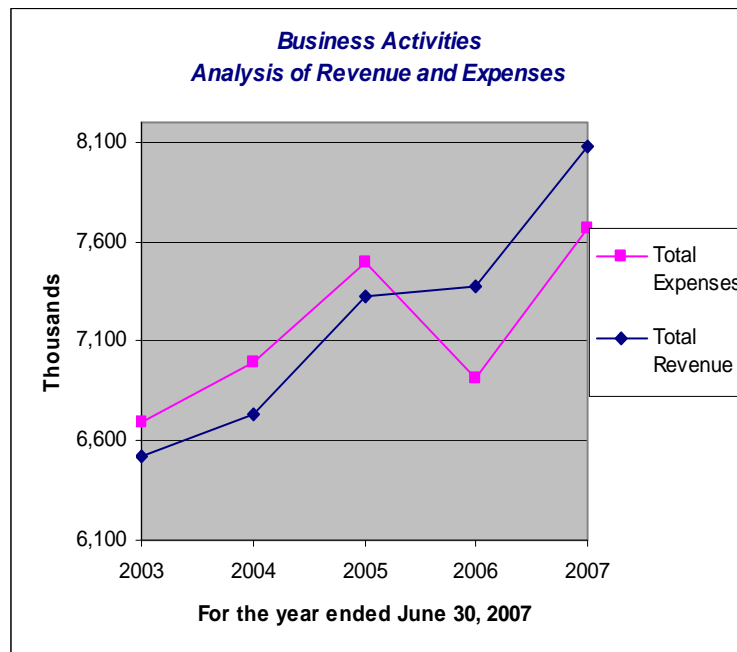
The statement of activities reflects the cost of program services and the charges for services and sales, grants, and contributions offsetting those services. The Statement of Activities (shown as Exhibit A-2), for government activities, indicates the total cost of services and the net cost of services. It identifies the cost of these services supported by revenues from state entitlements.

The dependence upon revenues from the State of New Mexico for governmental activities is apparent. Eighty-four (84%) percent of Direct Instruction activities are supported through general revenues.

Business-Type Activity

The only business-type activity of the School District is the Food Service operation. This program had revenues and transfers of \$8.3 million and expenses of \$8.1 million for fiscal year 2008.

Total resources increased 2.3% or \$186 thousand. The Food Service operation receives money from two primary sources; USDA reimbursement for meals provided to those students qualifying for free or reduced price meals and revenue from the sale of meals to students that do not qualify for free or reduced prices. Approximately sixty percent (60%) of the total enrollment qualify for free or reduced meals. The revenue from the



**LAS CRUCES PUBLIC SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**



sale of meals increased 11.9% from the previous year. This change is primarily attributable to a \$0.10 increase in the price of a student meal in July 2007. Funding from the USDA decreased by 1% for the year ended June 30 2008. The reimbursement from USDA constitutes 72% of the total food service revenue.

The Food Services operation ended the fiscal year with a net income and increase in net assets of \$134,137. The chart above graphically presents the results of operations since June 30, 2003. The Food Services operation posted net operating losses for the fiscal years 2003 through 2005. This trend was corrected with a reduction in operating expenses. The District's Food Services' personnel continuously monitor food cost and meal quality. For the year ended June 30, 2008, total operating cost was \$8,126,515 with corresponding revenues of \$8,260,652.

The Food Services operation continues to operate without significant assistance from the General Fund. The business activity receives no direct support from tax revenues.

The School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. Total governmental funds had revenues and other financing sources of \$227 million and expenditures and other financing uses of \$215 million. The net change in fund balance for the year was an increase of \$12 million.

General Fund Budgeting Highlights

The School District's budget is prepared according to New Mexico law and Public Education Department Regulations and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

During the course of the 2008 fiscal year, the School District amended its General Fund budget as necessary. The School District utilizes a site-based budgeting technique. The budgeting systems are designed to tightly control total site budgets, and to provide flexibility for site management.

For the General Fund, final budgeted revenues and other financing sources are equal to budget expenditures of \$168 million.

Expenditures and other financing uses were budgeted at \$168 million while actual expenditures were \$161 million. The difference between budget and actual expenditures was due to budgetary savings through out the budget.

Actual revenues for the general fund were \$163 million and revenues from state sources constitute 98% of the total. Actual revenue exceeded expenditures by \$2,165,109.

Significant Variations Between Original And Final Budgets

General Fund				
	Original	Final	Change	% Change
Revenue	\$ 159,795,950	\$ 160,944,995	\$ 1,149,045	0.72%
Expenditures	165,152,407	168,234,617	3,082,210	1.87%

The variations between the original and final budgets were not significant during fiscal year 2008. Budgeted revenue increased \$3.3 million or 2.1% from the original to final budget. The

LAS CRUCES PUBLIC SCHOOLS MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2008



expenditure budget increased \$3.9 million or 2.4%. The District is required by state law to have a balanced budget. The increase in the budgeted expenditures is attributable to the increase in revenue and increase in anticipated cash balance.

Significant Changes in Fund Balance

There were no significant changes of fund balance in non-major funds.

Capital Assets and Debt Administration

Capital Assets

During fiscal year 2008, the District had additions of \$13.8 million. The total additions consisted of the capitalization of \$32 thousand from equipment acquisitions and \$16 million in new construction completed during the fiscal year. The District disposed of \$1.4 million in equipment and furniture due to obsolescence and damage. At the end of fiscal 2008, the District had \$254 million invested in capitalized assets with associated accumulated depreciation of \$85 million (see note #6).

Debt

At June 30, 2008, the District had outstanding bonds payable of \$86 million.

The District is bonded to 52.4% of the legal limit of \$164 million. In February 2006, the voters approved the issuance of \$60 million in bonds. The bonds will be sold in blocks over a three-year period. See table for issuance schedule.

<u>Date of Sale</u>	<u>Amount Sold or to be sold</u>
April 2006	\$31.50 million
December 2007	\$ 9.75 million
March 2009	\$ 9.50 million
November 2009	\$ 9.25 million

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to reflect the School District's accountability for the monies it receives. To learn more about the District's strategic plan, goals and program results, please visit our web site at www.lcps.k12.nm.us. Questions about this report or additional financial information needs should be directed to:

Stan Rounds
Superintendent
Las Cruces Public Schools
505 South Main, Suite 249
Las Cruces, NM 88001
srounds@lcps.k12.nm.us
(505) 527-5807

Terry Dean, CPA
Executive Director of Finance
Las Cruces Public Schools
505 South Main, Suite 249
Las Cruces, NM 88001
tdean@lcps.k12.nm.us
(505) 527-5830

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Las Cruces Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008

	Governmental Activities						Business-Type Assets						Total School District						% Change 2007
	2003	2004	2005	2006	2007	2008	2003	2004	2005	2006	2007	2008	2003	2004	2005	2006	2007	2008	
Current and other assets	\$ 57,889	59,026	59,372	88,717	86,813	98,773	\$ 1,359	1,119	957	1,429	2,201	2,345	\$ 59,248	60,145	60,329	90,146	89,014	101,118	13.6%
Net capital assets	140,152	148,227	159,039	168,992	173,864	178,987							140,152	148,227	159,039	168,992	173,864	178,987	2.9%
Total Assets	198,041	207,253	218,411	257,709	260,677	277,760	1,359	1,119	957	1,429	2,201	2,345	199,400	208,372	219,368	259,138	262,878	280,105	6.6%
Long-term debt outstanding	65,856	65,611	67,855	87,306	77,323	69,921							65,856	65,611	67,855	87,306	77,323	69,921	-9.6%
Other liabilities	18,873	19,159	21,213	24,731	24,489	31,516	13	28	31	44	413	422	18,886	19,187	21,244	24,775	24,902	31,938	28.3%
Total liabilities	84,729	84,770	89,068	112,037	101,812	101,437	13	28	31	44	413	422	84,742	84,798	89,099	112,081	102,225	101,859	-0.4%
Net Assets	\$ 113,312	122,483	129,343	145,672	158,865	176,323	\$ 1,346	1,091	926	1,385	1,788	1,923	\$ 114,658	123,574	130,269	147,057	160,653	178,246	11.0%
Invested in capital assets net of related debt	140,150	72,682	83,353	69,992	87,784	101,387							140,150	72,682	83,353	69,992	87,784	101,387	15.5%
Restricted	(22,004)	29,988	27,580	68,403	63,923	73,237							(22,004)	29,988	27,580	68,403	63,923	73,237	14.6%
Unrestricted	(4,834)	19,813	18,410	7,277	7,158	1,699	1,346	1,091	926	1,385	1,788	1,923	(3,488)	20,904	19,336	8,662	8,946	3,622	-59.5%
Total Net Assets	\$ 113,312	122,483	129,343	145,672	158,865	176,323	\$ 1,346	1,091	926	1,385	1,788	1,923	\$ 114,658	123,574	130,269	147,057	160,653	178,246	11.0%

Changes in Net Assets from Operating Results (in thousands of dollars)

Revenues:																					
Program revenues																					
Charges for services	\$ 2,243	2,151	2,432	2,934	2,511	2,137	\$ 1,928	1,941	2,231	2,174	2,065	2,310	\$ 4,171	4,092	4,663	5,108	4,576	4,447		-2.8%	
Operating grants	8,403	7,782	9,229	8,314	9,276	34,090	4,595	4,794	5,079	5,201	6,010	5,951	12,998	12,576	14,308	13,515	15,286	40,041		161.9%	
Capital grants	3,488	5,848	3,382	10,780	1,878	3,320							3,488	5,848	3,382	10,780	1,878	3,320		76.8%	
General revenues																					
Property taxes	15,179	16,001	16,952	19,021	21,046	24,205							15,179	16,001	16,952	19,021	21,046	24,205		15.0%	
State aid	133,829	144,733	154,249	162,619	168,917	158,975							133,829	144,733	154,249	162,619	168,917	158,975		-5.9%	
Other	1,261	958	1,148	2,238	3,835	3,996			18				1,261	958	1,166	2,238	3,835	3,996		4.2%	
Special Item		(1,734)	(304)	(428)	(69)									(1,734)	(304)	(428)	(69)	0		-100.0%	
Total revenues	164,403	175,739	187,088	205,478	207,394	226,723	6,523	6,735	7,328	7,375	8,075	8,261	170,926	182,474	194,416	212,853	215,469	234,984		9.1%	
Expenses:																					
Instruction	85,877	94,971	98,441	106,014	126,064	123,341							85,877	94,971	98,441	106,014	126,064	123,341		-2.2%	
Support Services	36,411	38,528	42,375	45,071	41,134	41,623							36,411	38,528	42,375	45,071	41,134	41,623		1.2%	
Central Services	3,909	3,787	4,165	4,266	3,543	3,558							3,909	3,787	4,165	4,266	3,543	3,558		0.4%	
Operation & maintenance of plant	11,768	13,049	17,861	16,527	14,348	28,514							11,768	13,049	17,861	16,527	14,348	28,514		98.7%	
Student transportation	5,536	5,451	5,452	5,268	5,428	5,500							5,536	5,451	5,452	5,268	5,428	5,500		1.3%	
Food service operations	16	18	0	57	91	175	6,688	6,990	7,493	6,916	7,672	8,127	6,704	7,008	7,493	6,973	7,763	8,302		6.9%	
Community Services operations	1,847	1,793	1,637	1,245	15	227							1,847	1,793	1,637	1,245	15	227		1413.3%	
Interest on long tem debt	2,869	2,675	3,473	2,904	3,564	3,039							2,869	2,675	3,473	2,904	3,564	3,039		-14.7%	
Amortization	5,418	6,298	6,470	7,797	13								5,418	6,298	6,470	7,797	13	0		-100.0%	
Total expenses	153,651	166,570	179,874	189,149	194,200	205,977	6,688	6,990	7,493	6,916	7,672	8,127	160,339	173,560	187,367	196,065	201,872	214,104		6.1%	
Increase (decrease) in net assets	\$ 10,752	9,169	7,214	16,329	13,194	20,746	\$ (165)	(255)	(165)	459	403	134	\$ 10,587	8,914	7,049	16,788	13,597	20,880			

Changes in Net Assets from Operating Results (in thousands of dollars)

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
STATEMENT OF NET ASSETS
JUNE 30, 2008

	Governmental Activities	Business-type Activities
ASSETS		
Current assets		
Cash and cash equivalents	91,681,320	\$ 83,684
Receivables (net of allowance for uncollectibles)	6,777,704	1,910,017
Prepaid insurance	-	-
Internal balances	(351,051)	351,051
Inventory	665,723	-
Total current assets	98,773,696	2,344,752
Noncurrent assets		
Bond issuance costs (net of amortization of \$60,898)	234,651	-
Capital assets (net of accumulated depreciation):		
Construction in progress	5,053,480	-
Land and land improvements	15,430,284	-
Buildings and building improvements	213,735,495	-
Furniture, fixtures and equipment	29,178,274	-
Less: accumulated depreciation	(84,645,147)	-
Total noncurrent assets	178,987,037	-
Total assets	\$ 277,760,733	\$ 2,344,752

The accompanying notes are an integral part of these financial statements

<u>Total</u>	<u>Component Units</u>
\$ 91,765,004	\$ 367,113
8,687,721	298,104
-	-
-	-
<u>665,723</u>	<u>-</u>
<u>101,118,448</u>	<u>665,217</u>
234,651	-
5,053,480	-
15,430,284	-
213,735,495	-
29,178,274	415,477
<u>(84,645,147)</u>	<u>(173,670)</u>
<u>178,987,037</u>	<u>241,807</u>
<u>\$ 280,105,485</u>	<u>\$ 907,024</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
STATEMENT OF NET ASSETS
JUNE 30, 2008

	Governmental Activities	Business-type Activities
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 12,446,723	\$ 398,601
Accrued payroll liabilities	268,670	23,619
Accrued compensated absences	-	-
Accrued interest	1,292,592	-
Due to external parties (fiduciary funds)	16,008	-
Deferred revenue	117,460	-
Current portion of long-term debt	17,375,000	-
Total current liabilities	31,516,453	422,220
Noncurrent liabilities:		
Bond underwriter premiums (net of amortization of \$49,438)	489,228	-
Accrued compensated absences	1,042,729	-
Bonds due in more than one year	68,389,166	-
Total noncurrent liabilities	69,921,123	-
Total liabilities	101,437,576	422,220
Invested in capital assets, net of related debt	101,386,772	-
Restricted for:		
Debt service	31,396,790	-
Capital projects	41,840,492	-
Unrestricted	1,699,103	1,922,532
Total net assets	176,323,157	1,922,532
Total liabilities and net assets	\$ 277,760,733	\$ 2,344,752

The accompanying notes are an integral part of these financial statements

<u>Total</u>	<u>Component Units</u>
\$ 12,845,324	\$ 97,620
292,289	54,364
-	-
1,292,592	-
16,008	-
117,460	-
<u>17,375,000</u>	<u>15,594</u>
<u>31,938,673</u>	<u>167,578</u>
489,228	-
1,042,729	-
<u>68,389,166</u>	<u>-</u>
<u>69,921,123</u>	<u>-</u>
101,859,796	167,578
101,386,772	241,807
31,396,790	-
41,840,492	16,038
<u>3,621,635</u>	<u>481,601</u>
<u>178,245,689</u>	<u>739,446</u>
<u>\$ 280,105,485</u>	<u>\$ 907,024</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Primary Government		
Governmental activities:		
Instruction	\$ 123,341,274	\$ 2,137,161
Support services:		
Students	20,825,995	-
Instruction	5,696,767	-
General Administration	1,738,716	-
School Administration	13,360,728	-
Other Support Services	-	-
Central Services	3,558,133	-
Operation & Maintenance of Plant	28,514,022	-
Student Transportation	5,499,642	-
Food Services Operation	175,246	-
Community Services	226,902	-
Interest on long-term debt	3,039,239	-
Total Primary Government	<u>\$ 205,976,664</u>	<u>\$ 2,137,161</u>
Business-type Activities		
Student nutrition	<u>\$ 8,126,515</u>	<u>\$ 2,309,868</u>
Component Units		
	<u>\$ 4,243,102</u>	<u>\$ 39,796</u>

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>		<u>Net Revenues (Expenses) and Changes in Net Assets</u>			
<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Component Units</u>
\$ 22,764,467	\$ 141,250	\$ (98,298,396)	\$ -	\$ (98,298,396)	
3,134,725	-	(17,691,270)	-	(17,691,270)	
1,054,626	-	(4,642,141)	-	(4,642,141)	
235,819	-	(1,502,897)	-	(1,502,897)	
70,405	-	(13,290,323)	-	(13,290,323)	
-	-	-	-	-	
-	-	(3,558,133)	-	(3,558,133)	
-	3,178,906	(25,335,116)	-	(25,335,116)	
6,714,939	-	1,215,297	-	1,215,297	
115,199	-	(60,047)	-	(60,047)	
-	-	(226,902)	-	(226,902)	
-	-	(3,039,239)	-	(3,039,239)	
<u>\$ 34,090,180</u>	<u>\$ 3,320,156</u>	(166,429,167)	-	(166,429,167)	
<u>\$ 5,950,784</u>	<u>\$ -</u>		134,137	134,137	
<u>\$ 2,657,072</u>	<u>\$ 129,850</u>				(1,416,384)
General Revenues:					
Property taxes:					
Levied for general purposes		\$ 897,950	\$ -	\$ 897,950	\$ -
Levied for debt service		18,421,796	-	18,421,796	-
Levied for capital projects		4,884,939	-	4,884,939	-
State Equalization Guarantee		158,975,059	-	158,975,059	1,858,241
Unrestricted investment earnings		3,163,761	-	3,163,761	-
Gain on sale of fixed assets		(79,744)	-	(79,744)	-
Transfers to activity funds		-	-	-	-
Miscellaneous		913,637	-	913,637	1,339
Total general revenues		<u>187,177,398</u>	<u>-</u>	<u>187,177,398</u>	<u>1,859,580</u>
Change in net assets		20,748,231	134,137	20,882,368	443,196
Net assets - beginning		158,865,354	1,788,395	160,653,749	296,250
Prior period adjustment		(3,290,428)	-	-	-
Adjusted net assets - beginning		<u>155,574,926</u>	<u>1,788,395</u>	<u>160,653,749</u>	<u>296,250</u>
Net assets - ending		<u>\$ 176,323,157</u>	<u>\$ 1,922,532</u>	<u>\$ 178,245,689</u>	<u>\$ 739,446</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	Operational Fund			Bond Building 31100
	General 11000	Transportation 13000	Instructional Materials 14000	
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 15,257,235	\$ 880,004	\$ 209,572	\$ 39,429,826
Accounts receivable				
Taxes	71,481	-	-	-
Due from other governments	11,013	972,485	-	-
Interfund receivables	2,188,426	-	429,489	-
Other	190	-	-	-
Prepaid Insurance	-	-	-	-
Inventory	665,723	-	-	-
<i>Total assets</i>	<u>18,194,068</u>	<u>1,852,489</u>	<u>639,061</u>	<u>39,429,826</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	10,164,021	2,965	11,496	156,376
Accrued payroll liabilities	58,938	-	-	-
Interfund payables	-	420,787	-	4,065
Deferred revenue - property taxes	52,111	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>10,275,070</u>	<u>423,752</u>	<u>11,496</u>	<u>160,441</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	665,723	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	39,269,385
Unreserved:				
Undesignated, reported in				
General Fund	7,253,275	1,428,737	627,565	-
Special Revenue Funds	-	-	-	-
<i>Total fund balance</i>	<u>7,918,998</u>	<u>1,428,737</u>	<u>627,565</u>	<u>39,269,385</u>
<i>Total liabilities and fund balance</i>	<u>\$ 18,194,068</u>	<u>\$ 1,852,489</u>	<u>\$ 639,061</u>	<u>\$ 39,429,826</u>

The accompanying notes are an integral part of these financial statements

Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
\$ 12,159,326	\$ 20,145,662	\$ 3,599,695	\$ 91,681,320
372,619	1,405,817	-	1,849,917
-	-	3,612,698	4,596,196
-	-	175,794	2,793,709
-	-	331,401	331,591
-	-	-	-
-	-	-	665,723
<u>12,531,945</u>	<u>21,551,479</u>	<u>7,719,588</u>	<u>101,918,456</u>
436,437	-	1,675,428	12,446,723
-	-	209,732	268,670
18,206	-	2,717,710	3,160,768
270,677	1,021,197	-	1,343,985
-	-	117,460	117,460
<u>725,320</u>	<u>1,021,197</u>	<u>4,720,330</u>	<u>17,337,606</u>
-	-	-	665,723
-	20,530,282	-	20,530,282
11,806,625	-	243,805	51,319,815
-	-	-	9,309,577
-	-	2,755,453	2,755,453
<u>11,806,625</u>	<u>20,530,282</u>	<u>2,999,258</u>	<u>84,580,850</u>
<u>\$ 12,531,945</u>	<u>\$ 21,551,479</u>	<u>\$ 7,719,588</u>	<u>\$ 101,918,456</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
GOVERNMENTAL FUNDS

Exhibit B-1
 (Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 84,580,850
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	178,752,386
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:	
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	1,343,985
Bond issuance costs, including original issue discounts and premiums are not financial resources and therefore are not reported in the funds	
Bond issuance costs net of related accumulated amortization	234,651
Bond underwriter premiums net of accumulated amortization	(489,228)
Accrued interest	(1,292,592)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued compensated absences	(1,042,729)
General obligation bonds	(85,764,166)
Net Assets-total Governmental Activities	\$ 176,323,157

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

	Operational Fund			Bond Building 31100
	General 11000	Transportation 13000	Instructional Materials 14000	
<i>Revenues:</i>				
Property taxes	\$ 880,192	\$ -	\$ -	\$ -
State grants	159,236,240	6,714,939	2,561,684	-
Federal grants	266,429	-	-	-
Charges for services	2,082,050	-	-	-
Interest	701,207	-	12,052	1,686,750
<i>Total revenues</i>	<u>163,166,118</u>	<u>6,714,939</u>	<u>2,573,736</u>	<u>1,686,750</u>
<i>Expenditures:</i>				
Current:				
Instruction	107,638,164	-	2,426,485	-
Support Services				
Students	15,586,441	-	-	-
Instruction	3,283,664	-	142,312	-
General Administration	1,270,784	-	-	-
School Administration	12,305,234	-	-	-
Central Services	3,552,333	-	-	-
Operation & Maintenance of Plant	17,474,636	-	-	-
Student Transportation	56,682	5,432,308	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	11,088,112
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	49,911
<i>Total expenditures</i>	<u>161,167,938</u>	<u>5,432,308</u>	<u>2,568,797</u>	<u>11,138,023</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,998,180</u>	<u>1,282,631</u>	<u>4,939</u>	<u>(9,451,273)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	9,750,000
Proceeds from refunding bond issues	-	-	-	-
Payments to escrow agent	-	-	-	-
Bond underwriter premium	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,750,000</u>
<i>Net changes in fund balances</i>	1,998,180	1,282,631	4,939	298,727
<i>Fund balances - beginning of year</i>	5,920,818	146,106	622,626	38,970,658
<i>Fund balances - end of year</i>	<u>\$ 7,918,998</u>	<u>\$ 1,428,737</u>	<u>\$ 627,565</u>	<u>\$ 39,269,385</u>

The accompanying notes are an integral part of these financial statements

Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
\$ 4,866,645	\$ 18,354,089	\$ -	\$ 24,100,926
2,706,440	-	3,097,797	174,317,100
-	-	21,308,565	21,574,994
89,285	-	1,392,764	3,564,099
404,628	301,652	37,472	3,143,761
<u>8,066,998</u>	<u>18,655,741</u>	<u>25,836,598</u>	<u>226,700,880</u>
-	-	13,460,121	123,524,770
-	-	5,416,542	21,002,983
-	-	2,270,791	5,696,767
48,215	181,836	237,881	1,738,716
-	-	1,087,703	13,392,937
-	-	30,576	3,582,909
-	-	176,184	17,650,820
-	-	14,782	5,503,772
-	-	-	-
-	-	197,545	197,545
-	-	226,902	226,902
6,479,446	-	992,325	18,559,883
-	10,000,000	-	10,000,000
-	3,216,030	-	3,216,030
-	69,943	-	119,854
<u>6,527,661</u>	<u>13,467,809</u>	<u>24,111,352</u>	<u>224,413,888</u>
<u>1,539,337</u>	<u>5,187,932</u>	<u>1,725,246</u>	<u>2,286,992</u>
-	-	-	-
-	-	-	9,750,000
-	9,560,000	-	9,560,000
-	(9,625,834)	-	(9,625,834)
-	220,523	-	220,523
-	154,689	-	9,904,689
<u>1,539,337</u>	<u>5,342,621</u>	<u>1,725,246</u>	<u>12,191,681</u>
<u>10,267,288</u>	<u>15,187,661</u>	<u>1,274,012</u>	<u>72,389,169</u>
<u>\$ 11,806,625</u>	<u>\$ 20,530,282</u>	<u>\$ 2,999,258</u>	<u>\$ 84,580,850</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

Exhibit B-2
(Page 2 of 2)

		Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	\$	12,191,681
<p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p>		
Depreciation expense		(5,510,090)
Capital Outlays		13,768,800
Loss on sale of fixed assets		(79,744)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds</p>		
Change in deferred revenue related to the property taxes receivable		103,759
<p>The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p>		
Bond issuance costs		119,854
Amortization of bond issuance costs		(17,804)
Bond underwriter premiums		(220,523)
Amortization of original issue premium		29,772
Increase in accrued interest payable		114,912
Increase in accrued compensated absences		(68,220)
Bond proceeds		(19,310,000)
Principal payments on bonds to escrow agent		9,175,000
Additional amount to escrow agent - deferred interest		450,834
Principal payments on bonds		10,000,000
Change in Net Assets-total Governmental Activities	\$	<u>20,748,231</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
GENERAL FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property taxes	\$ 751,698	\$ 751,698	\$ 860,113	\$ 108,415
State grants	157,965,396	159,114,441	159,236,240	121,799
Federal grants	249,456	249,456	266,429	16,973
Miscellaneous	279,400	279,400	2,082,124	1,802,724
Interest	550,000	550,000	701,207	151,207
<i>Total revenues</i>	<u>159,795,950</u>	<u>160,944,995</u>	<u>163,146,113</u>	<u>2,201,118</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	116,850,926	113,261,878	107,643,504	5,618,374
Support Services				
Students	13,381,023	16,518,101	15,506,297	1,011,804
Instruction	3,252,098	3,811,248	3,322,237	489,011
General Administration	1,611,649	1,708,740	1,270,784	437,956
School Administration	11,847,346	12,147,646	12,305,234	(157,588)
Central Services	3,567,674	4,140,549	3,552,333	588,216
Operation & Maintenance of Plant	14,477,706	16,453,089	17,326,862	(873,773)
Student Transportation	46,800	54,350	53,753	597
Other Support Services	117,185	139,016	-	139,016
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>165,152,407</u>	<u>168,234,617</u>	<u>160,981,004</u>	<u>7,253,613</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,356,457)</u>	<u>(7,289,622)</u>	<u>2,165,109</u>	<u>9,454,731</u>
<i>Other financing sources (uses):</i>				
Designated cash	5,356,457	7,289,622	-	(7,289,622)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,356,457</u>	<u>7,289,622</u>	<u>-</u>	<u>(7,289,622)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,165,109</u>	<u>2,165,109</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>13,092,204</u>	<u>13,092,204</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,257,313</u>	<u>\$ 15,257,313</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			20,005	
Expenditure accruals			(186,934)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,998,180</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	5,367,671	5,888,558	5,742,454	(146,104)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,367,671</u>	<u>5,888,558</u>	<u>5,742,454</u>	<u>(146,104)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	5,367,671	5,888,558	5,432,308	456,250
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,367,671</u>	<u>5,888,558</u>	<u>5,432,308</u>	<u>456,250</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>310,146</u>	<u>310,146</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>310,146</u>	<u>310,146</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>569,858</u>	<u>569,858</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 880,004</u>	<u>\$ 880,004</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			972,485	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,282,631</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	2,222,981	2,797,366	2,797,366	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	12,052	12,052
<i>Total revenues</i>	<u>2,222,981</u>	<u>2,797,366</u>	<u>2,809,418</u>	<u>12,052</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,534,811	2,917,652	2,446,612	471,040
Support Services				
Students	-	-	-	-
Instruction	247,974	298,280	142,312	155,968
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,782,785</u>	<u>3,215,932</u>	<u>2,588,924</u>	<u>627,008</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(559,804)</u>	<u>(418,566)</u>	<u>220,494</u>	<u>639,060</u>
<i>Other financing sources (uses):</i>				
Designated cash	559,804	418,566	-	(418,566)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>559,804</u>	<u>418,566</u>	<u>-</u>	<u>(418,566)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>220,494</u>	<u>220,494</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(10,922)</u>	<u>(10,922)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209,572</u>	<u>\$ 209,572</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(235,682)	
Expenditure accruals			20,127	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 4,939</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2008

Exhibit D-1

ASSETS	<u>Food Services</u>
<i>Current Assets:</i>	
Cash and cash equivalents	\$ 83,684
Other receivables	1,910,017
Interfund receivables	351,051
Inventory	<u>-</u>
<i>Total current assets</i>	<u><u>\$ 2,344,752</u></u>
LIABILITIES AND NET ASSETS	
<i>Current Liabilities:</i>	
Accounts payable	\$ 398,601
Accrued payroll	<u>23,619</u>
<i>Total current liabilities</i>	<u>422,220</u>
<i>Net Assets:</i>	
Unrestricted	<u>1,922,532</u>
<i>Total net assets</i>	<u>1,922,532</u>
<i>Total liabilities and net assets</i>	<u><u>\$ 2,344,752</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

Exhibit D-2

	<u>Food Services</u>
<i>Operating revenues:</i>	
Charges for services	<u>\$ 2,309,868</u>
<i>Total operating revenues</i>	<u>2,309,868</u>
 <i>Operating expenses:</i>	
Payroll costs	3,807,804
Contractual services	34,058
Supplies and materials	617,055
Food costs	3,615,637
Other operating costs	<u>51,961</u>
<i>Total operating expenses</i>	<u>8,126,515</u>
<i>Operating income (loss)</i>	(5,816,647)
 <i>Non-operating revenues (expenses)</i>	
Grant revenues	<u>5,950,784</u>
<i>Total non-operating revenues (expenses)</i>	5,950,784
<i>Change in net assets</i>	<u>134,137</u>
<i>Total net assets - beginning of year</i>	<u>1,788,395</u>
<i>Total net assets - ending of year</i>	<u><u>\$ 1,922,532</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

Exhibit D-3

	Enterprise Funds
	Food Services
<i>Cash Flows From Operating Activities:</i>	
Receipts from customers and users	\$ 403,074
Cash payments to employees for services	(3,813,951)
Cash payments to suppliers for goods and services	(4,199,521)
<i>Net Cash (Used) Provided by Operating Activities</i>	(7,610,398)
 <i>Cash Flows From Noncapital Financing Activities:</i>	
Operating grants received	5,950,784
Loans to other funds	27,652
<i>Net Cash Provided by Noncapital Financing Activities</i>	5,978,436
 Net (Decrease) Increase in Cash and Cash Equivalents	(1,631,962)
Cash and Cash Equivalents, Beginning of Year	1,715,646
Cash and Cash Equivalents, End of Year	\$ 83,684
 <i>Reconciliation of Operating (Loss) Income to Net Cash (Used) Provided by Operating Activities:</i>	
Operating (Loss) Income	\$ (5,816,647)
 Adjustments to reconcile operating (loss) income to net cash (used) provided by operating activities:	
 Change in assets and liabilities:	
Accounts receivable	(1,906,794)
Inventory	103,298
Accounts payable	15,892
Accrued liabilities	(6,147)
 <i>Net Cash (Used) Provided by Operating Activities</i>	\$ (7,610,398)

Summary of Significant Noncash Activities:

There were no significant noncash activities during the year ended June 30, 2008.

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2008

Exhibit E-1

	<u>Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	\$ 503,386
Internal balances	<u>16,008</u>
<i>Total assets</i>	<u><u>519,394</u></u>
LIABILITIES	
<i>Current Liabilities</i>	
Accounts payable	211
Deposits held in trust for others	<u>519,183</u>
<i>Total liabilities</i>	<u><u>\$ 519,394</u></u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies

The Las Cruces Public School District No. 2 Board was created under the provision of Chapter 22 Article 5, Paragraph 4, New Mexico Statutes 1978 to provide public education for the children within the District. The School Board is authorized to establish policies and regulations for its own government consistent with the laws of the state of New Mexico and the regulations of the State Board of Education and the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years.

The School Board operates thirty-five schools within the District with a total enrollment of approximately 24,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

The financial statements of Las Cruces Public School District No. 2 (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the District's accounting policies are described below.

A. Reporting Entity

GASB Statement No. 14 established criteria for determining the government reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, 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. As used in GASB Statement No. 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. Based upon the application of these criteria, the following is a brief review of the potential component units addressed in defining the government's reporting entity:

Alma D'Arte, La Academia Delores Huerta, and Las Montañas Charter Schools are component units of the District, as defined by GASB Statement No. 14 and / or GASB Statement No. 39, and have a separate governing board. The Charter Schools do not issue separate financial statements. Charter schools operate under the Senate Bill 192, Chapter 281, Laws of 1999, and are responsible for maintaining separate accounting records, and are component units of the school districts they operate within. See Note 17 for detailed information on Charter School assets and liabilities.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities and changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

B. Government-wide and fund financial statements – (Continued)

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

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

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

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

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Ad valorem taxes (property taxes), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Proprietary fund operating revenue, such as charges for service, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenue, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

The *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 accrual basis of accounting. These funds are used to account for assets that the District holds for others in an agency capacity.

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. Governmental funds include:

The *General Fund* is the primary operating fund of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *Debt Service Funds* account for the services of long-term debt not being financed by proprietary or nonexpendable trust funds.

The *Capital Projects Funds* account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Under the requirements of GASB #34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the General Fund), which include funds that were not required to be presented as major but were at the discretion of management:

Operational Funds:

The *Transportation Fund* is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school age children.

The *Instructional Materials Fund* is used to account for the monies received from the State Department of Education for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Bond Building Capital Projects Fund* is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

The *Capital Improvements SB-9 Capital Projects Fund* is used 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).

The *Debt Service Fund* is used to account for the accumulation of resources for the payment of Long-Term Debt principal and interest.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation – (Continued)

Additionally, the District reports the following enterprise fund:

The *Food Services Special Revenue Fund* is used to account for the cost of operating a student breakfast, lunch, snack bar and summer lunch program and is financed with federal grants and fees paid by program users.

Additionally, the District reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or student organizations.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance.

Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as Title I, IDEA-B, Charter Schools, and other State and Federal funding to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources such as bond building, SB-9 and special capital outlay funding to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

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 is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

D. Assets, Liabilities and Net Assets or Equity

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity – (Continued)

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

Receivables and Payables: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

The District receives monthly income from a tax levy in Dona Ana County. The funds are collected by the County Treasurer and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the Dona Ana County Treasurer in July and August 2008 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2008.

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

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

Instructional Materials: The New Mexico State Department of Education receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of material listed in the State Board of Education 'State Adopted Instructional Material' list, while thirty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash draw-downs, or transfer to the seventy percent account for requisition of material from the adopted list.

Inventory: Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenue. Non-commodity inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. No deferred revenue was recorded for unused commodity inventory as of June 30, 2008. Inventories in the Transportation Fund consisted of related supplies.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government wide statements. However, infrastructure assets have not been included in the

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity – (Continued)

June 30, 2008 financial statements of Las Cruces Public School District No. 2, since the District did not own any infrastructure assets as of June 30, 2008. Information technology equipment, including software, is being capitalized and included in furniture and equipment as the District did not maintain internally developed software. The District expenses the cost of library books when purchased. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2008.

Capital expenditures made on the District's building construction projects by the NM Public School Facilities Authority have been recorded as a revenue and expenditure in the fund financial statements, and have been included as capital assets in the District's government-wide financial statements.

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

Land Improvements	20 years
Buildings/building improvements	20-50 years
Equipment and Vehicles	4-20 years

Deferred Revenues: The District recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be "available" under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

Compensated Absences: Twelve month employees are entitled to accumulate annual leave up to 15 days per year, depending on length of service, and the employee's hire date. Upon termination, employees are paid for their accrued annual leave, up to a maximum of 30 days.

Qualified employees are entitled to accumulate sick leave. Employees employed for 182 but not more than 219 days accrue 1 day per month not to exceed 10 days per year. Employees employed for 220 days accrue 1 day per month not to exceed 11 days per year.

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

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

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity – (Continued)

Fund Equity: Reservations of fund balance represent amounts that are not appropriable for expenditures or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

Restricted Net Assets: For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset used are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

The District's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Interfund Transactions: Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates affecting the District's financial statements include management's estimate of the useful lives of capital assets.

E. Revenues

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenues – (Continued)

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$158,975,059 in state equalization guarantee distributions during the year ended June 30, 2008.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency. The District records only the portion of the taxes considered to be 'measurable' and 'available'. The District recognized \$23,865,256 in tax revenues during the year ended June 30, 2008. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Property taxes attach an enforceable lien on property as of January 1. Tax notices are sent to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. Dona Ana County collects County, City and School taxes and distributes them to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$5,742,454 in transportation distributions during the year ended June 30, 2008.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2008 totaled \$2,567,072.

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 educational program, and the capital outlay expenditures are limited to the purchase, or construction of temporary or permanent classrooms.

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

1. A critical need exists requiring action;
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 which 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; and
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.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenue – (Continued)

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority and all allocations shall be made on a priority basis.

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

During the year ended June 30, 2008, the District received \$239,775 in special capital outlay funds.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Outlay 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. Provided, however, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

The district received \$261,347 in state SB-9 matching during the year end June 30, 2008.

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

The District also receives reimbursement under the National School Lunch and Breakfast Programs for its food services operations, and the distributions of commodities through the New Mexico Human Services Department.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. Stewardship, Compliance and Accountability - (Continued)

Budgetary Information – (Continued)

approval. If a transfer between ‘series’ or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department (PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.
2. In May or June of each year, the proposed “operating” budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The “operating” budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
5. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
6. 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.
7. Legal budget control for expenditures is by function.
8. 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 Las Cruces Public School District No. 2 has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.
9. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. Stewardship, Compliance and Accountability - (Continued)

Budgetary Information – (Continued)

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

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico state law prohibits a Governmental Agency from exceeding an individual line item.

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

NOTE 3. Cash and Temporary Investments

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2008.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

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

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2008

NOTE 3. Cash and Temporary Investments - (Continued)

Deposits

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the Schools for a least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

	<u>Bank of America</u>	<u>Citizens Bank of Las Cruces</u>	<u>1st Community Bank</u>
Total amounts of deposits	\$ 21,127,298	\$ 59,865,580	\$ 2,265,063
FDIC coverage	<u>(200,000)</u>	<u>(200,000)</u>	<u>(100,000)</u>
Total uninsured public funds	<u>\$ 20,927,298</u>	<u>\$ 59,665,580</u>	<u>\$ 2,165,063</u>
Pledged collateral held by pledging bank's trust department or agent but not in agency's name	<u>(20,540,337)</u>	<u>(44,597,848)</u>	<u>(2,205,095)</u>
Uninsured and uncollateralized	<u>\$ 385,961</u>	<u>\$ 15,067,732</u>	<u>\$ (40,032)</u>
Collateral requirement (50% of uninsured public funds)	\$ 10,463,649	\$ 29,832,790	\$ 1,082,532
Pledged security	<u>(20,541,337)</u>	<u>(44,597,848)</u>	<u>(2,205,095)</u>
Total under (over) collateralized	<u>\$ (10,077,688)</u>	<u>\$ (14,765,058)</u>	<u>\$ (1,122,563)</u>

	<u>1st National Bank</u>	<u>Total</u>
Total amounts of deposits	\$ 1,149,189	\$ 84,407,130
FDIC coverage	<u>(100,000)</u>	<u>600,000</u>
Total uninsured public funds	<u>\$ 1,049,189</u>	<u>\$ 83,807,130</u>
Pledged collateral held by pledging bank's trust department or agent but not in agency's name	<u>(539,194)</u>	<u>(67,882,474)</u>
Uninsured and uncollateralized	<u>\$ 509,995</u>	<u>\$ 15,923,656</u>
Collateral requirement (50% of uninsured public funds)	\$ 524,595	\$ 41,903,565
Pledged security	<u>(539,194)</u>	<u>67,882,474</u>
Total under (over) collateralized	<u>\$ (14,600)</u>	<u>\$ (25,979,909)</u>

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 3. Cash and Temporary Investments - (Continued)

Deposits – (Continued)

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2008, \$67,882,474 of the District’s bank balance of \$84,407,130 was exposed to custodial credit risk because it was uninsured and the collateral was held by the pledging bank’s trust department, not in the District’s name. At June 30, 2008, the carrying amount of these deposits was \$92,268,663.

Investments

As of June 30, 2008, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities Less than 1 Year</u>
State Investment Pool – 4101 LGIP Fund	13,763,341	13,763,341

State Pool – 4101 LGIP investments are 100% invested in U.S. Treasury Obligations.

Interest Rate Risk – Investments. The District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Concentration Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. The investments in the State Pool-4101 LGIP Fund represent 100% of the investment portfolio. Since the District only purchases investment with the highest credit rating, the additional concentration is not viewed to be an additional risk by the District. The District’s policy related to concentration risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

The State Treasurer Local Government Investment Pool is not SEC Registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment funds in the securities that are issued by the United States government or by its departments or agencies and are either backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares; at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in the amounts of the fund were invested. Any realized gain or loss on the portfolio is distributed through the investment yield on distribution dates. The carrying amount of the portfolio approximates the fair value of all investments at June 30, 2008. The State of New Mexico is regulatory oversight entity and participation in the pool in voluntary.

Reconciliation of Cash and Temporary Investments

Governmental Funds – Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 91,765,004
Statement of Fiduciary Net Assets – cash per Exhibit D-1	<u>503,386</u>
	92,268,390
Add outstanding checks and other reconciling items	<u>5,902,200</u>
	98,170,590
Less State investment pool	(13,763,341)
Less petty cash	<u>(120)</u>
Bank balance of deposits and repurchase agreements	<u>\$ 84,407,129</u>

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 4. Receivables

Receivables as of June 30, 2008, are as follows:

	<u>General</u>	<u>Transportation</u>	<u>Capital Improvements SB-9</u>	<u>Debt Service</u>
Property taxes	\$ 71,481	\$ —	\$ 372,619	\$ 1,405,817
Other	190	—	—	—
Intergovernmental – grants	<u>11,013</u>	<u>972,485</u>	<u>—</u>	<u>—</u>
Totals	<u>\$ 82,684</u>	<u>\$ 972,485</u>	<u>\$ 372,619</u>	<u>\$ 1,405,817</u>

	<u>Other Governmental Funds</u>	<u>Total</u>	<u>Food Service</u>
Property taxes	\$ —	\$ 1,849,917	\$ —
Other	331,401	331,591	3,680
Intergovernmental – grants	<u>3,612,698</u>	<u>4,596,196</u>	<u>1,906,337</u>
Totals	<u>\$ 3,944,090</u>	<u>\$ 6,777,704</u>	<u>\$ 1,910,017</u>

The above receivables are deemed 100% collectible. In accordance with GASB #33, property tax receivables are presented net of deferred revenues on the governmental fund financial statements.

NOTE 5. Interfund Receivables, Payables, and Transfers

“Interfund balances” have primarily been recorded when funds overdraw their share of pooled cash when the District is waiting for grant reimbursements. The composition of interfund balances as of June 30, 2008 is as follows:

Governmental Activities:	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General Fund	\$ 2,188,426	\$ —
Transportation	—	420,787
Instructional Materials	429,489	—
Bond Building	—	4,065
Capital Improvements – SB-9	—	18,206
Nonmajor Funds:		
Special Revenue Funds	175,794	1,911,725
Capital Project Funds	<u>—</u>	<u>805,985</u>
Total Governmental Activities	<u>\$ 2,793,709</u>	<u>\$ 3,160,768</u>
Fiduciary Funds	<u>\$ 16,008</u>	<u>\$ —</u>
Business-type Activities		
Food Services	<u>\$ 351,051</u>	<u>\$ —</u>
Total Primary Government	<u>\$ 3,160,768</u>	<u>\$ 3,160,768</u>

There were no operating transfers for the primary government for the year ended June 30, 2008.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2008, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	Balance June 30, 2007	Additions	Deletions	Transfers/ Adjustments	Balance June 30, 2008
Capital Assets not being depreciated:					
Construction in progress	\$ 11,998,820	\$ 11,310,193	\$ —	\$ (18,255,533)	\$ 5,053,480
Land	<u>4,050,670</u>	<u>—</u>	<u>—</u>	<u>(7,834)</u>	<u>4,042,836</u>
Total Capital Assets not being depreciated	<u>16,049,490</u>	<u>11,310,193</u>	<u>—</u>	<u>(18,263,367)</u>	<u>9,096,316</u>
Capital Assets used in Governmental Activities:					
Land Improvements	9,212,023	—	(5,296)	2,180,721	11,387,448
Buildings and building improvements	197,411,859	—	(14,323)	16,337,959	213,735,495
Equipment & Vehicles	<u>27,634,338</u>	<u>2,458,607</u>	<u>(1,418,840)</u>	<u>504,169</u>	<u>29,178,274</u>
Total Capital Assets, being depreciated:	<u>234,258,220</u>	<u>2,458,607</u>	<u>(1,438,459)</u>	<u>19,022,849</u>	<u>254,301,217</u>
Less Accumulated Depreciation for:					
Land and land improvements	2,431,586	304,510	(3,134)	194,747	2,927,709
Buildings and building improvements	55,192,346	3,229,249	(8,098)	2,046,584	60,460,081
Equipment & Vehicles	<u>18,819,930</u>	<u>1,976,151</u>	<u>(1,347,483)</u>	<u>1,808,759</u>	<u>21,257,357</u>
Total Accumulated Depreciation:	<u>76,443,862</u>	<u>5,509,910</u>	<u>(1,358,715)</u>	<u>4,050,090</u>	<u>84,645,147</u>
Governmental activities capital assets, net:	<u>\$ 173,863,848</u>	<u>\$ 8,258,890</u>	<u>\$ (79,744)</u>	<u>\$ (3,290,608)</u>	<u>\$ 178,752,386</u>

NOTE 6. Capital Assets (continued)

Capital assets, net of accumulated depreciation, at June 30, 2008 appear in the Statement of Net Assets and/or the Fund Statements Balance Sheets as follows: Governmental activities \$84,645,147.

Depreciation expense for the year ended June 30, 2008 was charged to governmental activities as follows:

Instruction	\$ 168,052
Support Services - Students	118,077
Support Services – School Administration	21,489
Central Services	16,530
Operations & Maintenance of Plant	5,183,007
Transportation	<u>2,755</u>
	<u>\$ 5,509,910</u>

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. Long-term Debt

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

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</u>	<u>Due Within</u> <u>One Year</u>
Bonds Payable	\$ 86,080,000	\$ 19,310,000	\$ 19,175,000	\$ 86,215,000	\$ 17,375,000
Compensated Absences	999,197	797,818	754,286	1,042,729	—
Total	<u>\$ 87,079,197</u>	<u>\$ 20,107,818</u>	<u>\$ 19,929,286</u>	<u>\$ 87,257,729</u>	<u>\$ 17,375,000</u>

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. The bonds are payable out of the Debt Service Fund (Fund 41000). Interest payments are due semi-annually on August 1 or August 15 and February 1 or February 15. Interest rates on the bonds range from 2 % to 5.75%. Principal payments in varying amounts are due annually on August 1 or August 15 through 2021.

The annual requirements to amortize the General Obligation Bonds and Bond Anticipation Notes as of June 30, 2008, including interest payments are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt</u> <u>Service</u>
2009	17,375,000	2,860,115	20,235,115
2010	9,720,000	2,446,850	12,166,850
2011	9,525,000	2,107,019	11,632,019
2012	8,145,000	1,779,763	9,924,763
2013	7,925,000	1,471,719	9,396,719
2014-2018	25,525,000	3,629,894	29,154,894
2019-2023	8,000,000	572,225	8,572,225
Totals	<u>\$ 86,215,000</u>	<u>\$ 14,867,584</u>	<u>\$ 101,082,585</u>

In prior years, the general fund was typically used to liquidate long-term liabilities other than debt.

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2008, compensated absences increased \$145,888 over the prior year accrual. See Note 1 for more details

Operating Leases – The District leases office equipment and storage units under short-term cancelable operating leases. Rental cost for the year ended June 30, 2008 was \$489,799.

Refunded Bonds – On June 24, 2008, the District issued \$9,560,000 million in General Obligation Bonds with an interest rate range of 3.25 percent which included an advance refund of \$9,175,000 of outstanding 2000 Series bonds with an interest rate ranging between 5.25 and 5.75 percent. The \$9,175,000 represented the callable portion of the 2000 Series bonds. Proceeds totaling \$9,625,834 were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2000 Series bonds. As a result, the 2000 Series bonds are considered to be defeased and the liability for those bonds has been removed from the District's long-term liabilities. The District advanced refunded \$9,175,000 of its 1999 Series bonds to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$394,343. The District has refunded various bond issues by issuing refunding bonds, the proceeds of which have been placed in escrow and used to purchase securities of the United States Government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying financial statements as the District satisfied its obligation for payment of the refunded debt upon completion of the refunding transactions.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2008

NOTE 8. Risk Management

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

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

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

NOTE 9. Other Required Individual Fund Disclosures

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

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

Nonmajor Funds:

Carol M. White Physical Fitness	\$ 37
ENLACE UNM	7,488
Parents Reaching Out	3,937
Family & Youth Resource Program	2,788
After School Enrichment Program	8,634
Public School Capital Outlay	147,613
Special Capital Outlay - State	<u>440,096</u>

Total \$ 610,593

These deficits are expected to be funded by additional grant funds.

- B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2008:

Major Funds:

Debt Service	
Support Services – General Administration	\$ 41,836

Nonmajor Funds:

21 st Century Community	
Support Services	96
Incentive Program	
Instruction	16,908
NEA Foundation	
Instruction	<u>38</u>

Subtotal, Nonmajor Funds 17,042
 Total, All Funds \$ 41,932

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 10. Pension Plan – Educational Retirement Board

Plan Description. Substantially all of Las Cruces Public School District No. 2' full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P. O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at www.nmerb.org.

Funding Policy. Plan members are required to contribute 7.42% of their gross salary. The District is required to contribute 10.9% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2008, 2007 and 2006 were \$13,240,993, \$11,874,167, and \$10,433,754, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan

Plan Description. Las Cruces Public School District No. 2 contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and / or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

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

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

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan (continued)

contribute .65% of each salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The District’s contributions to the RHCA for the years ended June 30, 2008, 2007, and 2006 were \$1,579,047, \$1,520,814, and \$1,445,549, respectively, which equal the required contributions for each year.

NOTE 12. Contingent Liabilities

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

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

NOTE 13. Joint Powers Agreements

Construction of Homes in Dona Ana County

Participants	Las Cruces Public School District No. 2 Construction Trades Partnership
Responsible Party	Las Cruces School District
Description	Providing training to students in all the construction trades related to residential construction to prepare them for future employment in the construction industry and provide “affordable housing: for the residents of Dona Ana County.
Term of Agreement	Indefinite from November 1, 2004
Amount of project	Unknown
District Contributions	None
Audit responsibility	Las Cruces Public School District No. 2

Medicaid School – Based Services Program

Participants	Las Cruces Public Schools No. 2 NM Health Services Department
Responsible party	Las Cruces Public School District No.2 and NMHSD
Description	To improve the health and development outcomes of children and youth in New Mexico by providing quality health care and service through the program and assuring the appropriate use of public funds in accordance with applicable state and federal requirements.
Term of agreement	April 7, 2005 to June 30, 2008
Amount of Project	Not to exceed \$500,000 each fiscal year
District contributions	None
Audit responsibility	Las Cruces Public School District No. 2

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 13. Joint Powers Agreements (Continued)

Lease and Maintenance of Soccer Fields

Participants	Las Cruces Public Schools No. 2 City of Las Cruces
Responsible party	Las Cruces Public School District No. 2 and City of Las Cruces
Description	To provide recreational facilities for soccer and other uses from land owned by Las Cruces Public School District No. 2, which is to be leased to the city for the use of the premises.
Term of agreement	May 1, 2000 to May 1, 2025
Amount of project	Not to exceed \$500,000 for each fiscal year
District contributions	To provide water for irrigation purposes
Audit responsibility	Las Cruces Public School District No. 2

NOTE 14. Commitments

The district has committed to pay several construction contractors for construction of District Facilities as of June 30, 2008. The commitments, in some instances, are projected for which costs will be shared with the New Mexico Public School Facilities Authority.

NOTE 15. Subsequent Accounting Standard Pronouncements

In April 2004, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, which is effective for financial statements for periods beginning after December 15, 2005. This statement establishes uniform financial reporting standards for other postemployment benefits (OPEB). The Board is analyzing the effect that these standards will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

In June 2004, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, which is effective for financial statements for periods beginning after December 15, 2006. This statement improves the relevance and usefulness of financial reporting by (a) requiring systematic, accrual-basis measurement and recognition of OPEB cost (expense) over a period that approximates employees' years of service and (b) providing information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan. The Board is analyzing the effect that these standards will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

In June 2005, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 47, Accounting for Termination Benefits, which is effective for financial statements for periods beginning after June 15, 2005 or in conjunction with implementation of GASB No. 45. This statement establishes accounting standards for termination benefits. The Board is analyzing the effect that these standards will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

In September 2006, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 48, Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues, which is effective for financial statements for periods beginning after December 15, 2006. This statement establishes the criteria that governments will use to ascertain whether the proceeds received should be reported as revenue or as a liability. The Board is analyzing the effect that these standards will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 15. Subsequent Accounting Standard Pronouncements (continued)

In November 2006, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 49, Accounting and Financial Reporting for Pollution Remediation Obligations, which is effective for financial statements for periods beginning after December 15, 2007. This statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current and potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The Board is analyzing the effect that these standards will have on its financial statements, and currently believes it will have no significant effect on the financial statements for the upcoming year.

In June 2007, the GASB issued Statement No. 51, *Accounting and financial Reporting for Intangible Assets*, which is effective for financial statements for periods beginning after June 15, 2009. This statement requires that all intangible assets not specifically excluded by its scope provision be classified as capital assets. The District is analyzing the effect that this standard will have on its financial statements.

NOTE 16. Prior Period Adjustment

A prior period adjustment was made, in the amount of \$3,290,428 to the Government-wide financial statements of the primary government. The District incorrectly calculated accumulated depreciation and depreciation expense in the prior year due to a conversion of the capital asset software.

NOTE 17. Component Unit

The following are dependent charter schools formed under NMSA 22-8A and as such are presented here as discrete component units of Las Cruces Public School District No. 2:

Alma D'Arte Charter High School
La Academia Delores Huerta Charter School
Las Montañas Charter School

The charter schools are presented as component units since their operating budgets and charters are annually presented and approved by the District's board. The New Mexico State Auditor has determined that charter schools are major component units of their respective Districts. Refer to previous footnotes for significant policies of the charter schools, as they are subject to the same State and Federal regulations and follow the same policies as the District. The following are summarized details of the charter schools' balances and transactions as of June 30, 2008 and for the year then ended:

A. Cash and Temporary Investments

Deposits:

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the Schools for a least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 17. Component Unit (Continued)

	<u>Alma D’ Arte</u>	<u>La Academia Delores Huerta</u>	<u>Las Montañas</u>	<u>Total</u>
Total amounts of deposits	\$ 224,049	\$ 148,228	\$ 199,328	\$ 571,605
FDIC coverage	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(300,000)</u>
Total uninsured public funds	<u>\$ 124,049</u>	<u>\$ 48,228</u>	<u>\$ 99,328</u>	<u>\$ 271,605</u>
Collateral requirement (50% of uninsured public funds)	\$ 62,025	\$ 24,114	\$ 49,664	\$ 135,803
Pledged security	<u>269,056</u>	<u>96,669</u>	<u>—</u>	<u>365,725</u>
Total under (over) collateralized	<u>\$ (207,031)</u>	<u>\$ (72,555)</u>	<u>\$ 49,664</u>	<u>\$ (229,922)</u>
Pledged Collateral held by pledging banks trust department or agent but not in the agency’s name	<u>\$ 269,056</u>	<u>\$ 96,669</u>	<u>\$ —</u>	<u>\$ 365,725</u>

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2008, \$271,605 of the Charter School’s bank balance of \$571,605 was exposed to custodial credit risk because it was uninsured and the collateral was held by the pledging bank’s trust department, not in the District’s name.

B. Accounts Receivable

As of June 30, 2008, accounts receivable consists of the following:

	<u>Alma D’Arte Charter</u>	<u>La Academia Delores Huerta</u>	<u>Las Montañas</u>	<u>Total</u>
Intergovernmental – grants	\$ 50,546	\$ 21,621	\$ 225,937	\$ 298,104
Totals	<u>\$ 50,546</u>	<u>\$ 21,621</u>	<u>\$ 225,937</u>	<u>\$ 298,104</u>

C. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2008, including those changes pursuant to the implementation of GASB Statement No. 34, follows.

	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</u>
Alma D’Arte:				
Furniture, fixtures & equipment	\$ 134,722	\$ —	\$ —	\$ 134,722
Less: Accumulated depreciation	<u>(91,257)</u>	<u>(7,467)</u>	<u>—</u>	<u>(98,724)</u>
Capital asset, net	<u>\$ 43,465</u>	<u>\$ (7,467)</u>	<u>\$ —</u>	<u>\$ 35,998</u>

Depreciation expense for the year ended June 30, 2008 was charged to governmental activities as follows:

Instruction	\$ 5,941
Support Services – General & administrative	<u>1,526</u>
Total	<u>\$ 7,467</u>

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 17. Component Unit (Continued)

C. Capital Assets (Continued)

	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008
La Academia Delores Huerta:				
Furniture, fixtures & equipment	\$ 66,240	\$ —	\$ —	\$ 66,240
Less: Accumulated depreciation	(27,518)	(11,676)	—	(39,194)
Capital asset, net	<u>\$ 38,722</u>	<u>\$ (11,676)</u>	<u>\$ —</u>	<u>\$ 27,046</u>

Depreciation expense for the year ended June 30, 2008 was charged to governmental activities as follows:

Instruction	\$ 11,676
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	Balance June 30, 2007	Additions	Deletions	Balance June 30, 2008
Las Montañas:				
Furniture, fixtures & equipment	\$ —	\$ 214,515	\$ —	\$ 214,515
Less: Accumulated depreciation	—	(35,752)	—	(35,752)
Capital asset, net	<u>\$ —</u>	<u>\$ (178,762)</u>	<u>\$ —</u>	<u>\$ (178,762)</u>

Depreciation expense for the year ended June 30, 2008 was charged to governmental activities as follows:

Instruction	\$ 35,752
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D. Commitments and Liabilities

Alma D'Arte: For the fiscal year ended June 30, 2008, the school did not maintain operating leases, capital leases or compensated absences balances.

La Academia Delores Huerta: The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2008 was \$110,347. The five year payout of operating leases as of June 30, 2008 is as follows: 2009: \$2,412, 2010:\$402, Total: \$2,814. La Academia Delores Huerta had a compensated absences balance of \$8,722 at the beginning of the fiscal year. Additions to the balance were \$4,555 with reductions of \$2,482 which resulted in an ending balance of \$10,795. Of this balance, \$10,795 is considered to be current.

Las Montañas: The school leases facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2008 was \$123,424. The five year payout of operating leases as of June 30, 2008 is as follows: 2009: \$172,608, 2010: \$172,608, Total: \$345,216. Las Montañas had a compensated absences balance of \$0 at the beginning of the fiscal year. Additions to the balance were \$5,390 with reductions of \$591 which resulted in an ending balance of \$4,799. Of this balance, \$4,799 is considered to be current.

E. Educational Retirement Act (ERA), and Retiree Health Care (RHC) Contributions

Alma D'Arte: Employer ERA contributions for the year ended June 30, 2008 totaled \$123,843. Employee portions totaled \$88,260. During fiscal year 2008 RHC remitted by the school was \$14,322 in employer contributions as well as \$7,161 in employee contributions.

La Academia Delores Huerta: Employer ERA contributions for the year ended June 30, 2008 totaled \$58,589. Employee portions totaled \$34,420. During fiscal year 2008 RHC remitted by the school was \$6,988 in employer contributions as well as \$3,494 in employee contributions.

Las Montañas: Employer ERA contributions for the year ended June 30, 2008 totaled \$25,454. Employee portions totaled \$15,010. During fiscal year 2008 RHC remitted by the school was \$4,981 in employer contributions as well as \$2,941 in employee contributions.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 17. Component Unit (Continued)

F. Other Required Individual Fund Disclosures

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

- A. Excess of expenditures over appropriations.
- B. Receivables and payables from interfund transactions as of June 30, 2008, with funds which interfund transactions.
- C. Deficit fund balance of individual funds.

Alma D'Arte

- A. No funds exceeded approved budgetary authority for the year ended June 30, 2008:
- B. Receivables and payables from interfund transactions as of June 30, 2008 are listed below. Funds which interfund transactions were affected or created due to cash overdrafts are represented.

	Due to Other Funds	Due from Other Funds
General Fund	\$ 2,286	\$ 68,315
IDEA-B	11,029	—
Charter Schools	—	4,636
Americorps	6,659	—
NM Attorney General Grant	12	—
NM Community Foundation	20,888	—
Libraries GO Bonds Laws of 2004	2,338	—
After School Enrichment Program	29,739	—
Total Due to / from other funds	\$ 72,951	\$ 72,951

- C. The following fund reported a deficit fund balance at June 30, 2008:

NM Attorney General Grant	\$ 12
NM Community Foundation	20,888
Libraries GO Bonds – Laws of 2004	2,338
Total	\$ 23,238

La Academia Dolores Huerta:

- A. No funds exceeded approved budgetary authority for the year ended June 30, 2008.
- B. Receivables and payables from interfund transactions as of June 30, 2008 are listed below. Funds which interfund transactions were affected or created due to cash overdrafts are represented.

	Due to Other Funds	Due from Other Funds
General Fund	\$ —	\$ 17,581
Title I	17,581	—
Total Due to / from other funds	\$ 17,581	\$ 17,581

- C. There were no funds reporting a deficit fund balance at June 30, 2008.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2008

NOTE 17. Component Unit (Continued)

F. Other Required Individual Fund Disclosures (Continued)

Las Montañas:

A. The following funds exceeded approved budgetary authority for the year ended June 30, 2008:

Instructional Materials		
Support Services	\$	432
Charter Schools		
Support Services		<u>77,991</u>
 Total	 \$	 <u>78,423</u>

B. Receivables and payables from interfund transactions as of June 30, 2008 are listed below. Funds which interfund transactions were affected or created due to cash overdrafts are represented.

	Due to Other Funds	Due from Other Funds
General Fund	\$ —	\$ 250,937
IDEA-B	23,953	—
Charter Schools	201,984	—
Charter Schools - Planning	<u>25,000</u>	<u>—</u>
Total Due to / from other funds	<u>\$ 250,937</u>	<u>\$ 250,937</u>

C. The following fund reported a deficit fund balance at June 30, 2008:

Charter Schools Planning	\$	25,000
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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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SPECIAL REVENUE FUNDS

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SPECIAL REVENUE FUNDS (Continued)

The Special Revenue Funds are used to account for Federal, State and Local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

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

Title I (24101 – IASA and 24162 – School Improvement) – The major objectives of the Title I program are to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

Javits Gifted & Talented Students (24102) – This program is dedicated to targeting building capacity to improve gifted education service to students.

Migrant Children Education IASA (24103) – To account for federal resources administered by the State Public Education Department to provide for special educational needs of migratory agricultural workers. (P.L. 100-297)

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

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

Education of Homeless (24113) – To ensure that homeless children and youth have equal access to the same free, appropriate public education as other children; to provide activities for and services to ensure that these children enroll in, attend, and achieve success in school; to establish or designate an office in each State educational agency (SEA) for the coordination of education for homeless children and youth; to develop and implement programs for school personnel to heighten awareness of specific problems of homeless children and youth; and to provide grants to local educational agencies (LEAs). Authorized by McKinney-Vento Homeless Assistance Act, Title VII, Subtitle B.

Fresh Fruits & Vegetables USDA (24118) – To assist States, through cash grants, in providing free fresh fruits and vegetables to school children in designated participating schools beginning in school year 2004/2005. Authorized by National School Lunch Act, as amended, 42 U.S.C. 1769.

Title I Family Literacy IASA (24125) – To account for federal funds to provide family-centered education projects to help parents become full partners in the education of their children, to assist children in reaching their full potential as learners, and to provide literacy training for their parents. (P.L. 100-297)

Partnerships in Character Education Pilot (24129) – The district participated in a pilot program for the Public Education Department. It included salary expenses for employees who worked on the preparation and delivery of evaluation forms.

Technology Literacy Challenge (24133) – To account for a federal grant designed to strengthen teacher learning in the field of technology.

SPECIAL REVENUE FUNDS (Continued)

Title III Incentive Awards (24143) – This program insures that English language learners including immigrant children and youth develop English proficiency and meet the same academic content and achievement standards that all students are expected to meet.

Title II-D Enhancing Education Thru Technology Competitive (24149) – To account for federal resources used to strengthen the skills of teachers in the field of technology. (P.L. 103-382)

Title V Part A Innovative Ed Pro Strategies (24150) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

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

Teacher / Principal Training & Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students.

Safe & Drug Free Schools & Community (24157) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

21st Century Community Living Centers (24159) – To account for federal funds utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for kindergarten to 12th grade focusing on the neighborhood and the community as a classroom. (P.L. 103-382)

Immigrant Funding Title III (24163) – To account for funding for English Language Learners and, specifically, for those who are recent immigrants to the United States.

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

Carl D. Perkins (24168 – Tech Prep Current) (24169 – Tech Prep PY Oblig.) (24174 – Secondary Current) (24175 – Secondary PY Oblig. (24176 – Secondary Redistribution) - The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

Headstart (25127) – To account for federal resources administered by the U.S. Department of Health and Human Services to provide comprehensive early childhood development for disadvantaged preschool children and their families. (Community Opportunities, Accountability and Training Act of 1998)

Title XX – Health & Social Services (25129) – To account for federal resources administered through the Human Service Department to provide day care benefits to qualifying low income families with dependent children (P.L. 103-66, P.L. 100-485)

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

GRADS Child Care CYFD (25149) – To account for an agreement to provide child care services in conjunction with the Graduation, Reality and Dual Role Skills Program. Funding is provided by State of New Mexico Children Youth and Families Department.

Food Stamps Nutrition (25150) – To account for funds administered by the New Mexico State University through New Mexico Human Services Department to promote nutrition education to students and parents.

SPECIAL REVENUE FUNDS (Continued)

Title XIX MEDICAID 3/21 Years (25153) – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children.

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

Scaling Up Mathematics Achievement (25166) – Funded by NMSU, to employ two teacher researchers whose responsibilities will be to assist NMSU research team in collecting and compiling formative and summative assessment data related to mathematics teaching and learning.

N.A.S.A. – UNM Pursue (25218) – To account for a grant received from the University of New Mexico, passed through NASA, for an educational project relating to the sciences.

Carol M. White Physical Fitness (25241) – To account for funds allocated to improve the health and well-being of Las Cruces Youth and improve quality physical education in the elementary schools, through on going training, in-service and onsite training and follow-up to implement nutritional and physical activity components.

Incentive Program (25242) – To account for federal funds awarded to enable them to increase the participation of low-income students in both pre-AP and AP courses and tests. (*Elementary and Secondary Education Act of 1965*, as amended, Title I, Part G).

Enlace – UNM (26103) – Funded by NMSU, to provide salary and fringe benefits for credit at Mayfield, Oate and Las Cruces High School to teach the ENLACE academic enrichment Saber Y Hacer curriculum.

Intel Foundation (26116) – To account for funds designated to support technology, math and science in the schools. (Authorization is a grant from Intel Corporation)

SCIAD (26136) – To account for funds awarded to support the science advisors (SCIAD) program and math, science and technology projects. Science professionals, teachers, parents and other community supporters are recruited to service as SCIAD's to students. Authorization is a grant from Honeywell Corporation.

NEA Foundation (26145) – NEA Foundation – Student Achievement Grant – Participants engage in “Voices from Border Lands” a multicultural curriculum project infused with a critical literacy framework.

Paso Del Norte Health Foundation (26153) – To account for funds awarded to various schools to support Coordinated Approach to Child Health initiatives. (Authorization is a grant award)

GTE Foundation (26164) – To account for funds awarded to teachers of science/chemistry to implement curriculum that promotes uses of science/chemistry in daily life. (Authorization is a grant award)

Toyota, Inc. (26167) – To account for funds provided by Toyota, Inc. to support the science programs at the alternative school.

Parents Reaching Out (26174) – To account for funds that assist the Parents as Teachers Program in reaching out to support and inform families in becoming more involved in their children's education, and learn about valuable community and state resources.

A+ Energy Grant (26179) - Grant from BP America that recognizes innovative energy education programs in the classroom. Awarded to purchase materials and supplies to implement the program entitled “Students-As-Teachers: An Energy Resource Project”.

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

Physical Education Classes - PED (27121) –To account for monies received from the State of New Mexico to be used for Elementary Physical Education. Funds must be utilized for salary and benefits of a PED licensed physical education instructor.

Advanced Placement Program (27129) – This fund is used to coordinate professional development activities in conjunction with PED and the College Board for support and expansion of Advanced Placement Education (AP) in its participating districts/schools.

SPECIAL REVENUE FUNDS (Continued)

TANF (School-aged Child Care) (27136) – To account for federal funds administered by the State Public Education Department to provide after school programs, parent education classes and family support programs. (Authorization is a State Public education Department grant)

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

Family & Youth Resource Program (27140) – To account for funds allocated to improve families' access to social and health care services to help students increase academic achievement by addressing non-academic barriers.

Libraries - GO Bonds - Laws of NM 2004 (27145) –In the November 2004 election, New Mexico voters approved GO Bond C for \$6,156,000 to fund public school and juvenile detention libraries statewide. Statute specifies that the funds are available to acquire library books, equipment and library resources for public school and juvenile detention libraries. Per student unit value is \$19.01.

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

Breakfast for Elementary Students (27155) – The 2005 Legislative General Appropriations Act allocated \$475,000 to implement Breakfast in the Classroom for elementary schools in need of improvement based on 2004-2005 AYP designation.

Legislative Appropriation Laws of 2005 – Kinder Plus (27159) – To account for legislative appropriation, to demonstrate the extent to which increased time in kindergarten can narrow the achievement gap and increase cognitive skills for economically disadvantaged students.

School on the Rise (27164) – This grant was awarded as a result of meeting adequate yearly progress for two consecutive years. These funds are to be used for library materials.

Kindergarten - Three Plus (27166) – the funding is part of a pilot project for Kindergarten through third grade students at both Ann Parish Elementary and Desert View Elementary. Funds used for teachers, educational assistants, nurses, an academic coach, and PE coach at both schools.

After School Enrichment (27168) – To increase student literacy and numeracy through varied cultural arts experiences, expanded knowledge base, and math & science hands on projects.

LIBRARIES SB301 GO BONDS (27170) – In the November 2004 election, New Mexico voters approved GO bond C for \$6,156,000 to fund public school and juvenile detention libraries statewide. Statute specifies that the funds are available to acquire library books, equipment and library resources for public schools and juvenile detention libraries.

ENMU Grants (28119) – Action Research Grants – Various grants awarded to schools for supplies and materials for Learning with Technology from Eastern New Mexico University.

Coordinated Approach to Child Health (28140) – To account for funds awarded by the Department of Health to various schools to support Coordinated Approach to Health Initiatives.

Sun Safety (28146) – To account for funds administered through the NM Department of Health to promote sun-safety education to reduce the risk for developing skin cancer.

Regn. Alliance Science/Eng/Math NMSU (28160) – Regional Alliance/Science/English/Math NMSU – To account for funds from NMSU for Teacher Outreach in the science, technology, engineering and mathematics curriculum.

Parents as Teachers DOH/PHD (28167) – To account for resources administered by the NM Department of Health to be used to provide home visits and child development information to participating parents of newborn to three year old children.

Private Dir Grants (Categorical) (29102) – To account for local grants awarded to provide additional funding for specific projects. AEL was awarded to provide training for the LLHS Administration. Milken was used for beautification purposes at a school site.

SPECIAL REVENUE FUNDS (Continued)

City/County Grant (29107) – To provide support for a health education program within the school and to provide workbooks, materials for educational demonstrations and funds to support nutrition –focused event for the school.

School Based Health Centers (29130) – To account for funds administered by the Department of Health and the County of Dona Ana in support of providing Primary Care and Mental Health Service on school campus.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	Athletics 22000	Title I IASA 24101	Javis Gifted & Talented Students 24102	Migrant Children Education 24103
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 424,922	\$ -	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	777,458	-	47,691
Interfund receivables	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>424,922</u>	<u>777,458</u>	<u>-</u>	<u>47,691</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	374,388	-	5,281
Accrued payroll liabilities	-	8,175	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	1,309	394,895	-	42,410
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total Liabilities</i>	<u>1,309</u>	<u>777,458</u>	<u>-</u>	<u>47,691</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	423,613	-	-	-
<i>Total fund balance</i>	<u>423,613</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 424,922</u>	<u>\$ 777,458</u>	<u>\$ -</u>	<u>\$ 47,691</u>

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

Entitlement IDEA-B 24106	Preschool IDEA-B 24109	Education of Homeless 24113	Fresh Fruits & Vegetables 24118	Title I Family Literacy 24125	Partnerships in Char Ed Pilot 24129
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
422,246	39,872	19,720	8,899	28,686	10,905
33,738	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>455,984</u>	<u>39,872</u>	<u>19,720</u>	<u>8,899</u>	<u>28,686</u>	<u>10,905</u>
422,627	5,295	1,731	-	2,203	-
33,357	-	-	-	-	-
-	-	-	-	-	-
-	34,577	17,989	8,899	26,483	10,905
-	-	-	-	-	-
-	-	-	-	-	-
<u>455,984</u>	<u>39,872</u>	<u>19,720</u>	<u>8,899</u>	<u>28,686</u>	<u>10,905</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 455,984</u>	<u>\$ 39,872</u>	<u>\$ 19,720</u>	<u>\$ 8,899</u>	<u>\$ 28,686</u>	<u>\$ 10,905</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	Enhancing Ed Thru Tech (E2T2-F) 24133	Title III Incentive Awards 24143	Enhancing Ed Through Technology 24149	Title V Part A Innovative Ed Pro Strategies 24150
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 342	\$ -	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	20,654	5,626	5,478
Interfund receivables	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>342</u>	<u>20,654</u>	<u>5,626</u>	<u>5,478</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	1,267
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	-	20,654	5,626	4,211
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	342	-	-	-
<i>Total Liabilities</i>	<u>342</u>	<u>20,654</u>	<u>5,626</u>	<u>5,478</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 342</u>	<u>\$ 20,654</u>	<u>\$ 5,626</u>	<u>\$ 5,478</u>

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

English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	21st Century Community 24159	Title I School Improvement 24162	Immigrant Funding Title III 24163
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
111,879	360,431	73,154	59,954	-	7,475
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>111,879</u>	<u>360,431</u>	<u>73,154</u>	<u>59,954</u>	<u>-</u>	<u>7,475</u>
11,784	61,126	5,537	18,364	-	-
34,094	3,733	-	-	-	-
-	-	-	-	-	-
66,001	295,572	67,617	41,590	-	7,475
-	-	-	-	-	-
-	-	-	-	-	-
<u>111,879</u>	<u>360,431</u>	<u>73,154</u>	<u>59,954</u>	<u>-</u>	<u>7,475</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 111,879</u>	<u>\$ 360,431</u>	<u>\$ 73,154</u>	<u>\$ 59,954</u>	<u>\$ -</u>	<u>\$ 7,475</u>

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

STATE OF NEW MEXICO
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COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	<u>Reading First 24167</u>	<u>Carl D Perkins Tech Prep Current 24168</u>	<u>Carl D Perkins Tech Prep PY Oblig. 24169</u>	<u>Carl D Perkins Secondary Current 24174</u>
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	218,399	333,435	-	128,400
Interfund receivables	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
	<u>218,399</u>	<u>333,435</u>	<u>-</u>	<u>128,400</u>
<i>Total assets</i>	<u>218,399</u>	<u>333,435</u>	<u>-</u>	<u>128,400</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	30,821	216,273	-	85,073
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	187,578	117,162	-	43,327
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
	<u>218,399</u>	<u>333,435</u>	<u>-</u>	<u>128,400</u>
<i>Total Liabilities</i>	<u>218,399</u>	<u>333,435</u>	<u>-</u>	<u>128,400</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 218,399</u>	<u>\$ 333,435</u>	<u>\$ -</u>	<u>\$ 128,400</u>

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

Carl D Perkins Secondary PY Oblig. 24175	Carl D Perkins Secondary Redistribution 24176	Headstart 25127	Title XX Health & Social Services 25129	Impact Aid Special Education 25145	GRADS Child Care CYFD 25149
\$ -	\$ -	\$ 26,636	\$ 38,124	\$ 1,928	\$ 13,719
-	-	-	-	-	-
-	34,895	496,152	-	-	13,897
-	-	-	18,914	23,120	-
-	-	-	-	-	-
-	-	-	-	-	-
-	34,895	522,788	57,038	25,048	27,616
-	20,519	191,694	18,914	-	4,490
-	-	-	-	-	-
-	-	-	-	-	-
-	14,376	331,094	-	-	274
-	-	-	-	-	-
-	-	-	38,124	25,048	22,852
-	34,895	522,788	57,038	25,048	27,616
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ 34,895	\$ 522,788	\$ 57,038	\$ 25,048	\$ 27,616

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
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	Food Stamps Nutrition 25150	Title XIX Medicaid 3/21 Years 25153	TANF/ GRADS HSD 25162	Scaling Up Mathematics Achievement 25166
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 1,255,265	\$ 17,919	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	11,226	93,480	20,000	-
Interfund receivables	-	79,344	-	-
Other	-	-	-	30,701
Inventory	-	-	-	-
<i>Total assets</i>	<u>11,226</u>	<u>1,428,089</u>	<u>37,919</u>	<u>30,701</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	255	79,462	6,600	7,647
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	10,971	-	225	23,054
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	31,094	-
<i>Total Liabilities</i>	<u>11,226</u>	<u>79,462</u>	<u>37,919</u>	<u>30,701</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	-	1,348,627	-	-
<i>Total fund balance</i>	<u>-</u>	<u>1,348,627</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 11,226</u>	<u>\$ 1,428,089</u>	<u>\$ 37,919</u>	<u>\$ 30,701</u>

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

NASA-UNM Pursue 25218	Carol M. White Physical Fitness 25241	Incentive Program 25242	ENLACE- UNM 26103	Intel Foundation 26116	SCIAD 26136
\$ -	\$ 2,635	\$ -	\$ -	\$ 1,261	\$ 13,139
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,635	-	-	1,261	13,139
-	-	-	1,698	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,672	-	5,790	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,672	-	7,488	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(37)	-	(7,488)	1,261	13,139
-	(37)	-	(7,488)	1,261	13,139
\$ -	\$ 2,635	\$ -	\$ -	\$ 1,261	\$ 13,139

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	NEA Foundation 26145	Paseo del Norte Health Foundation 26153	GTE Foundation 26164	Toyota Tapestry 26167
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 1,992	\$ 14,458	\$ 762	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>1,992</u>	<u>14,458</u>	<u>762</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	3	-	-
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	-	5,977	-	-
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>5,980</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in General Fund	-	-	-	-
Special Revenue Funds	1,992	8,478	762	-
<i>Total fund balance</i>	<u>1,992</u>	<u>8,478</u>	<u>762</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,992</u>	<u>\$ 14,458</u>	<u>\$ 762</u>	<u>\$ -</u>

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

Parents Reaching Out 26174	A-Plus for Education 26179	Technology for Education PED 27117	Physical Education Classes 27121	Advanced Placement Program 27129	TANF Full Day Kinder 27136
\$ -	\$ 20,000	\$ 282,165	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	33,170	-
-	-	-	-	-	-
-	20,000	282,165	-	33,170	-
206	-	17,955	-	6,815	-
-	-	-	-	-	-
-	-	-	-	-	-
3,731	-	6,160	-	26,355	-
-	-	-	-	-	-
-	-	-	-	-	-
3,937	-	24,115	-	33,170	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(3,937)	20,000	258,050	-	-	-
(3,937)	20,000	258,050	-	-	-
\$ -	\$ 20,000	\$ 282,165	\$ -	\$ 33,170	\$ -

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	Incentives for School Impr Act PED 27138	Family & Youth Resource Program 27140	Libraries GO Bonds Laws of 2004 27145	Beginning Teacher Mentoring Program 27154
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 359,376	\$ -	\$ -	\$ 1,778
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	2,081
Other	-	3,812	35,486	74,734
Inventory	-	-	-	-
<i>Total assets</i>	<u>359,376</u>	<u>3,812</u>	<u>35,486</u>	<u>78,593</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	4,640	902	-	2,420
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	292	5,698	35,486	-
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total Liabilities</i>	<u>4,932</u>	<u>6,600</u>	<u>35,486</u>	<u>2,420</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	354,444	(2,788)	-	76,173
<i>Total fund balance</i>	<u>354,444</u>	<u>(2,788)</u>	<u>-</u>	<u>76,173</u>
<i>Total liabilities and fund balance</i>	<u>\$ 359,376</u>	<u>\$ 3,812</u>	<u>\$ 35,486</u>	<u>\$ 78,593</u>

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

Breakfast for Elementary Students 27155	K-Plus Initiative 27159	School on the Rise 27164	Kindergarten Three-Plus 27166	After School Enrichment Program 27168	Libraries 301 GO Bonds Laws of 2006 27170
\$ -	\$ 493	\$ -	\$ 252,411	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,270	-	-
-	-	-	-	13,863	20,591
-	-	-	-	-	-
-	493	-	255,681	13,863	20,591
-	-	-	21,346	-	-
-	-	-	130,373	-	-
-	-	-	-	-	-
-	493	-	-	22,497	20,591
-	-	-	-	-	-
-	-	-	-	-	-
-	493	-	151,719	22,497	20,591
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	103,962	(8,634)	-
-	-	-	103,962	(8,634)	-
\$ -	\$ 493	\$ -	\$ 255,681	\$ 13,863	\$ 20,591

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

	ENMU Grants 28119	Coordinated Approach to Child Health 28140	Sun Safety 28146	Regn Alliance Science/Engr/ Math NMSU 28160
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 6,980
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Other	3,038	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>3,038</u>	<u>-</u>	<u>-</u>	<u>6,980</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	591	-	-	1,118
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total Liabilities</i>	<u>591</u>	<u>-</u>	<u>-</u>	<u>1,118</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	2,447	-	-	5,862
<i>Total fund balance</i>	<u>2,447</u>	<u>-</u>	<u>-</u>	<u>5,862</u>
<i>Total liabilities and fund balance</i>	<u>\$ 3,038</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,980</u>

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

Parents as Teachers DOH/PHD 28167	Private Dir Grants (categorical) 29102	City/County Grants 29107	School Based Health Center 29130	Total
\$ 2,090	\$ -	\$ -	\$ 29,786	\$ 2,768,181
-	-	-	-	-
-	-	-	-	3,350,012
3,319	12,008	-	-	175,794
-	-	-	116,006	331,401
-	-	-	-	-
<u>5,409</u>	<u>12,008</u>	<u>-</u>	<u>145,792</u>	<u>6,625,388</u>
3,682	-	-	-	1,631,018
-	-	-	-	209,732
-	-	-	-	-
-	-	-	-	1,911,725
-	-	-	-	-
-	-	-	-	117,460
<u>3,682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,869,935</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,727	12,008	-	145,792	2,755,453
<u>1,727</u>	<u>12,008</u>	<u>-</u>	<u>145,792</u>	<u>2,755,453</u>
<u>\$ 5,409</u>	<u>\$ 12,008</u>	<u>\$ -</u>	<u>\$ 145,792</u>	<u>\$ 6,625,388</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	Athletics 22000	Title I IASA 24101	Javis Gifted & Talented Students 24102	Migrant Children Education 24103
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	6,852,198	7,042	110,266
Miscellaneous	421,725	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>421,725</u>	<u>6,852,198</u>	<u>7,042</u>	<u>110,266</u>
<i>Expenditures:</i>				
Current:				
Instruction	382,638	5,067,980	6,954	8,192
Support Services				
Students	-	722,176	-	49,284
Instruction	-	768,991	-	-
General Administration	-	88,136	88	1,403
School Administration	-	129,623	-	50,454
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	21,461	-	933
Student Transportation	-	4,117	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	49,714	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>382,638</u>	<u>6,852,198</u>	<u>7,042</u>	<u>110,266</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>39,087</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>39,087</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>384,526</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 423,613</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Entitlement IDEA-B 24106	Preschool IDEA-B 24109	Education of Homeless 24113	Fresh Fruits & Vegetables 24118	Title I Family Literacy 24125	Partnerships in Char Ed Pilot 24129
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
5,403,654	186,672	57,599	8,899	117,906	17,968
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,403,654</u>	<u>186,672</u>	<u>57,599</u>	<u>8,899</u>	<u>117,906</u>	<u>17,968</u>
3,063,920	88,684	10,728	-	30,284	14,513
2,220,798	95,797	46,149	-	63,942	490
-	-	-	-	-	2,740
65,890	2,191	722	112	-	225
23,731	-	-	-	-	-
24,238	-	-	-	-	-
5,077	-	-	-	391	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	8,787	-	-
-	-	-	-	23,289	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,403,654</u>	<u>186,672</u>	<u>57,599</u>	<u>8,899</u>	<u>117,906</u>	<u>17,968</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	Enhancing Ed Thru Tech (E2T2-F) 24133	Title III Incentive Awards 24143	Enhancing Ed Through Technology 24149	Title V Part A Innovative Ed Pro Strategies 24150
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	20,654	24,475	30,692
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>20,654</u>	<u>24,475</u>	<u>30,692</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	20,395	200	-
Support Services				
Students	-	-	-	-
Instruction	-	-	16,644	-
General Administration	-	259	214	385
School Administration	-	-	-	30,307
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	7,417	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>20,654</u>	<u>24,475</u>	<u>30,692</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	21st Century Community 24159	Title I School Improvement 24162	Immigrant Funding Title III 24163
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
186,823	1,493,325	129,784	156,078	-	7,475
-	-	-	-	-	-
-	-	-	-	-	-
<u>186,823</u>	<u>1,493,325</u>	<u>129,784</u>	<u>156,078</u>	<u>-</u>	<u>7,475</u>
141,190	914,940	53,476	57,097	-	5,538
19,161	196	62,142	-	-	-
-	518,981	12,538	2,250	-	-
2,194	18,681	1,628	1,757	-	138
13,554	40,302	-	-	-	1,799
-	-	-	-	-	-
59	225	-	-	-	-
10,665	-	-	-	-	-
-	-	-	-	-	-
-	-	-	94,974	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>186,823</u>	<u>1,493,325</u>	<u>129,784</u>	<u>156,078</u>	<u>-</u>	<u>7,475</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	Reading First 24167	Carl D Perkins Tech Prep Current 24168	Carl D Perkins Tech Prep PY Oblig. 24169	Carl D Perkins Secondary Current 24174
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	685,157	412,362	2,430	226,109
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>685,157</u>	<u>412,362</u>	<u>2,430</u>	<u>226,109</u>
<i>Expenditures:</i>				
Current:				
Instruction	669,966	405,271	2,021	209,973
Support Services				
Students	-	2,158	336	388
Instruction	2,900	1,007	-	-
General Administration	8,591	2,048	73	2,888
School Administration	3,700	1,878	-	12,860
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>685,157</u>	<u>412,362</u>	<u>2,430</u>	<u>226,109</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Carl D Perkins Secondary PY Oblig. 24175	Carl D Perkins Secondary Redistribution 24176	Headstart 25127	Title XX Health & Social Services 25129	Impact Aid Special Education 25145	GRADS Child Care CYFD 25149
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
39,024	-	2,738,997	199,620	5,357	31,356
-	-	-	-	-	-
-	-	-	489	-	-
<u>39,024</u>	<u>-</u>	<u>2,738,997</u>	<u>200,109</u>	<u>5,357</u>	<u>31,356</u>
34,583	(24,093)	1,186,574	200,109	-	25,493
-	145	771,098	-	5,290	-
515	-	1	-	-	-
1,524	197	31,864	-	67	-
2,402	23,751	578,253	-	-	-
-	-	-	-	-	-
-	-	35,605	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	135,602	-	-	5,863
-	-	-	-	-	-
-	-	-	-	-	-
<u>39,024</u>	<u>-</u>	<u>2,738,997</u>	<u>200,109</u>	<u>5,357</u>	<u>31,356</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	Food Stamps Nutrition 25150	Title XIX Medicaid 3/21 Years 25153	TANF/ GRADS HSD 25162	Scaling Up Mathematics Achievement 25166
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	74,470	1,668,805	40,016	63,235
Miscellaneous	-	-	-	-
Interest	-	2,563	-	-
<i>Total Revenues</i>	<u>74,470</u>	<u>1,671,368</u>	<u>40,016</u>	<u>63,235</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	40,016	-
Support Services				
Students	-	1,065,120	-	-
Instruction	-	-	-	63,235
General Administration	911	-	-	-
School Administration	-	115,385	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	360	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	73,559	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>74,470</u>	<u>1,180,865</u>	<u>40,016</u>	<u>63,235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>490,503</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>490,503</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>858,124</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 1,348,627</u>	<u>\$ -</u>	<u>\$ -</u>

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

NASA-UNM Pursue 25218	Carol M. White Physical Fitness 25241	Incentive Program 25242	ENLACE- UNM 26103	Intel Foundation 26116	SCIAD 26136
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	200,300	109,817	-	-	-
-	-	-	15,974	-	-
-	-	-	-	-	-
-	200,300	109,817	15,974	-	-
-	5,464	94,591	23,389	-	-
-	-	-	-	-	-
-	194,805	3,000	-	-	-
-	68	1,384	-	-	-
-	-	10,842	-	-	1,014
-	-	-	-	-	-
-	-	-	-	-	360
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	200,337	109,817	23,389	-	1,374
-	(37)	-	(7,415)	-	(1,374)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(37)	-	(7,415)	-	(1,374)
-	-	-	(73)	1,261	14,513
\$ -	\$ (37)	\$ -	\$ (7,488)	\$ 1,261	\$ 13,139

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	NEA Foundation 26145	Paseo del Norte Health Foundation 26153	GTE Foundation 26164	Toyota Tapestry 26167
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	5,000	30,319	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>5,000</u>	<u>30,319</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	2,970	2,257	192	461
Support Services				
Students	-	51,079	-	-
Instruction	-	-	-	-
General Administration	38	600	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>3,008</u>	<u>53,936</u>	<u>192</u>	<u>461</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,992</u>	<u>(23,617)</u>	<u>(192)</u>	<u>(461)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>1,992</u>	<u>(23,617)</u>	<u>(192)</u>	<u>(461)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>32,095</u>	<u>954</u>	<u>461</u>
<i>Fund balances - end of year</i>	<u>\$ 1,992</u>	<u>\$ 8,478</u>	<u>\$ 762</u>	<u>\$ -</u>

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

Parents Reaching Out 26174	A-Plus for Education 26179	Technology for Education PED 27117	Physical Education Classes 27121	Advanced Placement Program 27129	TANF Full Day Kinder 27136
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	945,591	-	-	-
-	-	-	-	-	-
15,000	20,000	-	-	-	-
-	-	-	-	-	-
<u>15,000</u>	<u>20,000</u>	<u>945,591</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	38,720	-	-	-
18,700	-	-	-	-	-
-	-	539,350	-	-	-
237	-	-	-	-	-
-	-	648	-	-	-
-	-	6,338	-	-	-
-	-	102,485	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>18,937</u>	<u>-</u>	<u>687,541</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(3,937)</u>	<u>20,000</u>	<u>258,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(3,937)</u>	<u>20,000</u>	<u>258,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>\$ (3,937)</u>	<u>\$ 20,000</u>	<u>\$ 258,050</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	Incentives for School Impr Act PED 27138	Family & Youth Resource Program 27140	Libraries GO Bonds Laws of 2004 27145	Beginning Teacher Mentoring Program 27154
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	440,463	17,624	60,320	150,907
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>440,463</u>	<u>17,624</u>	<u>60,320</u>	<u>150,907</u>
<i>Expenditures:</i>				
Current:				
Instruction	69,889	-	-	62,335
Support Services				
Students	978	20,412	-	-
Instruction	1,563	-	60,320	-
General Administration	-	-	-	937
School Administration	-	-	-	11,462
Central Services	-	-	-	-
Operation & Maintenance of Plant	9,228	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	4,361	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>86,019</u>	<u>20,412</u>	<u>60,320</u>	<u>74,734</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>354,444</u>	<u>(2,788)</u>	<u>-</u>	<u>76,173</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>354,444</u>	<u>(2,788)</u>	<u>-</u>	<u>76,173</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 354,444</u>	<u>\$ (2,788)</u>	<u>\$ -</u>	<u>\$ 76,173</u>

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

Breakfast for Elementary Students 27155	K-Plus Initiative 27159	School on the Rise 27164	Kindergarten Three-Plus 27166	After School Enrichment Program 27168	Libraries 301 GO Bonds Laws of 2006 27170
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
115,199	-	86,383	684,189	57,181	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
115,199	-	86,383	684,189	57,181	-
-	-	8,426	516,130	6,890	-
-	-	-	29,122	-	-
-	-	76,296	-	-	-
-	-	1,661	-	-	-
-	-	-	34,975	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
115,199	-	-	-	-	-
-	-	-	-	58,925	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
115,199	-	86,383	580,227	65,815	-
-	-	-	103,962	(8,634)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	103,962	(8,634)	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ 103,962	\$ (8,634)	\$ -

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2008

	ENMU Grants 28119	Coordinated Approach to Child Health 28140	Sun Safety 28146	Regn Alliance Science/Engr/ Math NMSU 28160
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	3,448	891	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>3,448</u>	<u>891</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	(2,447)	3,448	891	(5,862)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>(2,447)</u>	<u>3,448</u>	<u>891</u>	<u>(5,862)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>2,447</u>	<u>-</u>	<u>-</u>	<u>5,862</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>2,447</u>	<u>-</u>	<u>-</u>	<u>5,862</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 2,447</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,862</u>

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

Parents as Teachers DOH/PHD 28167	Private Dir Grants (categorical) 29102	City/County Grants 29107	School Based Health Center 29130	Total
\$ -	\$ -	\$ -	\$ -	\$ -
63,135	-	-	-	2,625,331
-	-	-	-	21,308,565
-	23,740	-	261,006	792,764
-	-	-	-	3,052
<u>63,135</u>	<u>23,740</u>	<u>-</u>	<u>261,006</u>	<u>24,729,712</u>
-	15,735	-	-	13,460,121
54,983	763	-	115,835	5,416,542
5,655	-	-	-	2,270,791
770	-	-	-	237,881
-	763	-	-	1,087,703
-	-	-	-	30,576
-	-	-	-	176,184
-	-	-	-	14,782
-	-	-	-	-
-	-	-	-	197,545
-	-	-	-	226,902
-	-	-	111,230	264,473
-	-	-	-	-
-	-	-	-	-
<u>61,408</u>	<u>17,261</u>	<u>-</u>	<u>227,065</u>	<u>23,383,500</u>
<u>1,727</u>	<u>6,479</u>	<u>-</u>	<u>33,941</u>	<u>1,346,212</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,727</u>	<u>6,479</u>	<u>-</u>	<u>33,941</u>	<u>1,346,212</u>
-	5,529	-	111,851	1,409,241
<u>\$ 1,727</u>	<u>\$ 12,008</u>	<u>\$ -</u>	<u>\$ 145,792</u>	<u>\$ 2,755,453</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ATHLETICS SPECIAL REVENUE FUND (22000)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-3

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	368,500	368,500	421,724	53,224
Interest	15,000	15,000	-	(15,000)
<i>Total revenues</i>	<u>383,500</u>	<u>383,500</u>	<u>421,724</u>	<u>38,224</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,136,132	768,027	382,638	385,389
Support Services				
Students		-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,136,132</u>	<u>768,027</u>	<u>382,638</u>	<u>385,389</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(752,632)</u>	<u>(384,527)</u>	<u>39,086</u>	<u>423,613</u>
<i>Other financing sources (uses):</i>				
Designated cash	752,632	384,527	-	(384,527)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>752,632</u>	<u>384,527</u>	<u>-</u>	<u>(384,527)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>39,086</u>	<u>39,086</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>384,526</u>	<u>384,526</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 423,612</u>	<u>\$ 423,612</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			1	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 39,087</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-4

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2

TITLE I - IASA SPECIAL REVENUE FUND (24101)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	7,149,244	7,082,976	6,210,250	(872,726)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,149,244</u>	<u>7,082,976</u>	<u>6,210,250</u>	<u>(872,726)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,113,897	6,107,225	5,243,984	863,241
Support Services				
Students	822,490	804,011	722,176	81,835
Instruction	893,903	864,601	768,991	95,610
General Administration	104,119	104,119	88,136	15,983
School Administration	129,857	169,612	129,623	39,989
Central Services	-	-	-	-
Operation & Maintenance of Plant	37,366	36,663	21,461	15,202
Student Transportation	112,392	52,339	4,117	48,222
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	55,693	64,879	49,714	15,165
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,269,717</u>	<u>8,203,449</u>	<u>7,028,202</u>	<u>1,175,247</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,120,473)</u>	<u>(1,120,473)</u>	<u>(817,952)</u>	<u>302,521</u>
<i>Other financing sources (uses):</i>				
Designated cash	1,120,473	1,120,473	-	(1,120,473)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,120,473</u>	<u>1,120,473</u>	<u>-</u>	<u>(1,120,473)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(817,952)</u>	<u>(817,952)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>423,057</u>	<u>423,057</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (394,895)</u>	<u>\$ (394,895)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			641,948	
Expenditure accruals			<u>176,004</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-5

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 JAVITS GIFTED & TALENTED STUDENTS SPECIAL REVENUE FUND (24102)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	7,440	6,973	(467)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,440</u>	<u>6,973</u>	<u>(467)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,340	6,954	386
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	100	88	12
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,440</u>	<u>7,042</u>	<u>398</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(69)</u>	<u>(69)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(69)</u>	<u>(69)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>69</u>	<u>69</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			69	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
MIGRANT CHILDREN EDUCATION SPECIAL REVENUE FUND (24103)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-6

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	110,000	112,187	72,289	(39,898)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>110,000</u>	<u>112,187</u>	<u>72,289</u>	<u>(39,898)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	8,463	7,967	496
Support Services				
Students	55,609	49,303	49,284	19
Instruction	-	-	-	-
General Administration	1,397	1,427	1,403	24
School Administration	52,600	52,600	50,454	2,146
Central Services	-	-	-	-
Operation & Maintenance of Plant	394	394	933	(539)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>110,000</u>	<u>112,187</u>	<u>110,041</u>	<u>2,146</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(37,752)</u>	<u>(37,752)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(37,752)</u>	<u>(37,752)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,658)</u>	<u>(4,658)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (42,410)</u>	<u>\$ (42,410)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			37,977	
Expenditure accruals			(225)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ENTITLEMENT IDEA-B SPECIAL REVENUE FUND (24106)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-7

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,325,821	6,549,422	5,151,355	(1,398,067)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,325,821</u>	<u>6,549,422</u>	<u>5,151,355</u>	<u>(1,398,067)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,912,000	3,564,203	3,019,389	544,814
Support Services				
Students	2,178,577	2,696,721	2,124,668	572,053
Instruction	-	-	-	-
General Administration	67,492	83,943	65,890	18,053
School Administration	136,202	143,005	23,731	119,274
Central Services	-	30,000	24,238	5,762
Operation & Maintenance of Plant	26,341	26,341	5,077	21,264
Student Transportation	5,209	5,209	-	5,209
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,325,821</u>	<u>6,549,422</u>	<u>5,262,993</u>	<u>1,286,429</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(111,638)</u>	<u>(111,638)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(111,638)</u>	<u>(111,638)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>145,376</u>	<u>145,376</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,738</u>	<u>\$ 33,738</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			252,299	
Expenditure accruals			<u>(140,661)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-8

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PRESCHOOL IDEA-B SPECIAL REVENUE FUND (24109)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	146,658	251,575	152,327	(99,248)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>146,658</u>	<u>251,575</u>	<u>152,327</u>	<u>(99,248)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	46,881	145,271	88,684	56,587
Support Services				
Students	97,938	103,152	95,797	7,355
Instruction	-	-	-	-
General Administration	1,839	3,152	2,191	961
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>146,658</u>	<u>251,575</u>	<u>186,672</u>	<u>64,903</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,345)</u>	<u>(34,345)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(34,345)</u>	<u>(34,345)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(232)</u>	<u>(232)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (34,577)</u>	<u>\$ (34,577)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			34,345	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
EDUCATION OF HOMELESS SPECIAL REVENUE FUND (24113)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-9

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	45,000	68,971	48,891	(20,080)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>45,000</u>	<u>68,971</u>	<u>48,891</u>	<u>(20,080)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,313	14,538	10,728	3,810
Support Services				
Students	41,122	53,563	46,149	7,414
Instruction	-	-	-	-
General Administration	565	870	722	148
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>45,000</u>	<u>68,971</u>	<u>57,599</u>	<u>11,372</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,708)</u>	<u>(8,708)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,708)</u>	<u>(8,708)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(9,281)</u>	<u>(9,281)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,989)</u>	<u>\$ (17,989)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			8,708	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-10

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 FRESH FRUITS AND VEGETABLES SPECIAL REVENUE FUND (24118)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	30,504	12,995	(17,509)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>30,504</u>	<u>12,995</u>	<u>(17,509)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	510	112	398
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	29,994	8,787	21,207
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>30,504</u>	<u>8,899</u>	<u>21,605</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,096</u>	<u>4,096</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,096</u>	<u>4,096</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(12,995)</u>	<u>(12,995)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,899)</u>	<u>\$ (8,899)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(4,096)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-11

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 TITLE I FAMILY LITERACY SPECIAL REVENUE FUND (24125)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	135,000	135,000	92,604	(42,396)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>135,000</u>	<u>135,000</u>	<u>92,604</u>	<u>(42,396)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	84,839	33,646	32,648	998
Support Services				
Students	50,161	70,861	63,942	6,919
Instruction	-	2,700	-	2,700
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	2,713	391	2,322
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	25,080	23,289	1,791
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>135,000</u>	<u>135,000</u>	<u>120,270</u>	<u>14,730</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(27,666)</u>	<u>(27,666)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(27,666)</u>	<u>(27,666)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,183</u>	<u>1,183</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (26,483)</u>	<u>\$ (26,483)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			25,302	
Expenditure accruals			2,364	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-12

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PARTNERSHIPS IN CHAR ED PILOT SPECIAL REVENUE FUND (24129)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,000	18,000	18,574	574
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,000</u>	<u>18,000</u>	<u>18,574</u>	<u>574</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,875	14,515	14,513	2
Support Services				
Students	-	520	490	30
Instruction	-	2,740	2,740	-
General Administration	125	225	225	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>18,000</u>	<u>17,968</u>	<u>32</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>606</u>	<u>606</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>606</u>	<u>606</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,511)</u>	<u>(11,511)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,905)</u>	<u>\$ (10,905)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(606)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-13

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ENHANCING ED THRU TECH SPECIAL REVENUE FUND (24133)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	3,421	-	(3,421)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,421</u>	<u>-</u>	<u>(3,421)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,376	3,361	15
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	45	43	2
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,421</u>	<u>3,404</u>	<u>17</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,404)</u>	<u>(3,404)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,404)</u>	<u>(3,404)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,746</u>	<u>3,746</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 342</u>	<u>\$ 342</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			3,404	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TITLE III INCENTIVE PROGRAM SPECIAL REVENUE FUND (24143)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-14

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	21,000	591	(20,409)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>21,000</u>	<u>591</u>	<u>(20,409)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	20,737	20,395	342
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	263	259	4
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>21,000</u>	<u>20,654</u>	<u>346</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(20,063)</u>	<u>(20,063)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,063)</u>	<u>(20,063)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,654)</u>	<u>\$ (20,654)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			20,063	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-15

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ENHANCING EDUCATION THROUGH TECHNOLOGY SPECIAL REVENUE FUND (24149)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	150,152	18,849	(131,303)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>150,152</u>	<u>18,849</u>	<u>(131,303)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	105,634	200	105,434
Support Services				
Students	-	-	-	-
Instruction	-	32,000	16,644	15,356
General Administration	-	1,193	214	979
School Administration	-	3,900	-	3,900
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	7,425	7,417	8
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>150,152</u>	<u>24,475</u>	<u>125,677</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,626)</u>	<u>(5,626)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,626)</u>	<u>(5,626)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,217)</u>	<u>\$ (6,217)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			5,626	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-16

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2

TITLE V PART A INNOVATIVE ED PRO STRATEGIES SPECIAL REVENUE FUND (24150)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	30,832	64,074	37,827	(26,247)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,832</u>	<u>64,074</u>	<u>37,827</u>	<u>(26,247)</u>
<i>Expenditures:</i>				
Current:				
Instruction	455	28,227	-	28,227
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	392	815	385	430
School Administration	29,985	35,032	30,307	4,725
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>30,832</u>	<u>64,074</u>	<u>30,692</u>	<u>33,382</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,135</u>	<u>7,135</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,135</u>	<u>7,135</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,346)</u>	<u>(11,346)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,211)</u>	<u>\$ (4,211)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(7,135)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-17

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND (24153)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	187,920	323,064	164,388	(158,676)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>187,920</u>	<u>323,064</u>	<u>164,388</u>	<u>(158,676)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	148,648	245,009	131,385	113,624
Support Services				
Students	22,897	22,897	19,161	3,736
Instruction	-	-	-	-
General Administration	2,357	4,256	2,194	2,062
School Administration	14,018	25,813	13,554	12,259
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	89	59	30
Student Transportation	-	25,000	10,665	14,335
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>187,920</u>	<u>323,064</u>	<u>177,018</u>	<u>146,046</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,630)</u>	<u>(12,630)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,630)</u>	<u>(12,630)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(53,371)</u>	<u>(53,371)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (66,001)</u>	<u>\$ (66,001)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			22,435	
Expenditure accruals			(9,805)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-18

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TEACHER / PRINCIPAL TRAINING / RECRUITING SPECIAL REVENUE FUND (24154)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	1,471,726	2,543,656	1,210,830	(1,332,826)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,471,726</u>	<u>2,543,656</u>	<u>1,210,830</u>	<u>(1,332,826)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	812,877	1,672,103	911,207	760,896
Support Services				
Students	-	-	196	(196)
Instruction	550,584	637,713	518,981	118,732
General Administration	18,457	32,071	18,681	13,390
School Administration	89,808	201,769	40,302	161,467
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	225	(225)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,471,726</u>	<u>2,543,656</u>	<u>1,489,592</u>	<u>1,054,064</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(278,762)</u>	<u>(278,762)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(278,762)</u>	<u>(278,762)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(16,810)</u>	<u>(16,810)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (295,572)</u>	<u>\$ (295,572)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			282,495	
Expenditure accruals			(3,733)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-19

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 SAFE & DRUG FREE SCHOOLS & COMMUNITY SPECIAL REVENUE FUND (24157)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	139,058	171,926	69,723	(102,203)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>139,058</u>	<u>171,926</u>	<u>69,723</u>	<u>(102,203)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	35,402	70,858	53,476	17,382
Support Services				
Students	77,165	71,365	62,142	9,223
Instruction	22,147	23,647	12,538	11,109
General Administration	1,744	2,156	1,628	528
School Administration	-	2,800	-	2,800
Central Services	-	-	-	-
Operation & Maintenance of Plant	2,000	500	-	500
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	600	600	-	600
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>139,058</u>	<u>171,926</u>	<u>129,784</u>	<u>42,142</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(60,061)</u>	<u>(60,061)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(60,061)</u>	<u>(60,061)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(7,556)</u>	<u>(7,556)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (67,617)</u>	<u>\$ (67,617)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			60,061	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-20

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 21ST CENTURY COMMUNITY SPECIAL REVENUE FUND (24159)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	180,480	266,091	117,542	(148,549)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>180,480</u>	<u>266,091</u>	<u>117,542</u>	<u>(148,549)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	177,429	133,470	41,097	92,373
Support Services				
Students	-	-	-	-
Instruction	-	-	2,250	(2,250)
General Administration	2,201	3,061	1,757	1,304
School Administration	850	850	-	850
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	128,710	94,974	33,736
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>180,480</u>	<u>266,091</u>	<u>140,078</u>	<u>126,013</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,536)</u>	<u>(22,536)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(22,536)</u>	<u>(22,536)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(19,054)</u>	<u>(19,054)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (41,590)</u>	<u>\$ (41,590)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			38,536	
Expenditure accruals			(16,000)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND (24162)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-21

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	191	233	42
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>191</u>	<u>233</u>	<u>42</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	185	-	185
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	6	-	6
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>191</u>	<u>-</u>	<u>191</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>233</u>	<u>233</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>233</u>	<u>233</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(233)</u>	<u>(233)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(233)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-22

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 IMMIGRANT FUNDING- TITLE III SPECIAL REVENUE FUND (24163)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	13,155	4,191	(8,964)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>13,155</u>	<u>4,191</u>	<u>(8,964)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	11,190	5,538	5,652
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	165	138	27
School Administration	-	1,800	1,799	1
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>13,155</u>	<u>7,475</u>	<u>5,680</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,284)</u>	<u>(3,284)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,284)</u>	<u>(3,284)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,191)</u>	<u>(4,191)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,475)</u>	<u>\$ (7,475)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			3,284	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-23

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 READING FIRST SPECIAL REVENUE FUND (24167)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	886,970	490,387	(396,583)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>886,970</u>	<u>490,387</u>	<u>(396,583)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	854,939	669,966	184,973
Support Services				
Students	-	-	-	-
Instruction	-	8,400	2,900	5,500
General Administration	-	12,104	8,591	3,513
School Administration	-	11,527	3,700	7,827
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>886,970</u>	<u>685,157</u>	<u>201,813</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(194,770)</u>	<u>(194,770)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(194,770)</u>	<u>(194,770)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,172</u>	<u>7,172</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (187,598)</u>	<u>\$ (187,598)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			194,770	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-24

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CARL D PERKINS TECH PREP - CURRENT SPECIAL REVENUE FUND (24168)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	483,971	128,238	(355,733)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>483,971</u>	<u>128,238</u>	<u>(355,733)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	449,392	188,998	260,394
Support Services				
Students	-	-	2,158	(2,158)
Instruction	-	19,799	1,007	18,792
General Administration	-	3,890	2,048	1,842
School Administration	-	10,890	1,878	9,012
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>483,971</u>	<u>196,089</u>	<u>287,882</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(67,851)</u>	<u>(67,851)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(67,851)</u>	<u>(67,851)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(49,311)</u>	<u>(49,311)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (117,162)</u>	<u>\$ (117,162)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			284,124	
Expenditure accruals			(216,273)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-25

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CARLD PERKINS TECH PREP PY OBLIG. SPECIAL REVENUE FUND (24169)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	2,431	2,430	(1)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,431</u>	<u>2,430</u>	<u>(1)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,021	2,021	-
Support Services				
Students	-	337	336	1
Instruction	-	-	-	-
General Administration	-	73	73	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,431</u>	<u>2,430</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-26

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CARL D PERKINS SECONDARY -CURRENT SPECIAL REVENUE FUND (24174)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	268,433	204,914	(63,519)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>268,433</u>	<u>204,914</u>	<u>(63,519)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	248,484	130,402	118,082
Support Services				
Students	-	-	388	(388)
Instruction	-	-	-	-
General Administration	-	3,409	2,888	521
School Administration	-	16,540	12,860	3,680
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>268,433</u>	<u>146,538</u>	<u>121,895</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>58,376</u>	<u>58,376</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>58,376</u>	<u>58,376</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(101,703)</u>	<u>(101,703)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (43,327)</u>	<u>\$ (43,327)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			21,195	
Expenditure accruals			(79,571)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-27

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CARL D PERKINS SECONDARY -PY OBLIG SPECIAL REVENUE FUND (24175)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	41,831	39,024	(2,807)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>41,831</u>	<u>39,024</u>	<u>(2,807)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	35,962	34,583	1,379
Support Services				
Students	-	-	-	-
Instruction	-	515	515	-
General Administration	-	1,575	1,524	51
School Administration	-	3,779	2,402	1,377
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>41,831</u>	<u>39,024</u>	<u>2,807</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-28

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CARL D PERKINS SECONDARY -REDISTRIBUTION SPECIAL REVENUE FUND (24176)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	127,637	-	(127,637)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>127,637</u>	<u>-</u>	<u>(127,637)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	88,543	10,802	77,741
Support Services				
Students	-	10,005	145	9,860
Instruction	-	-	-	-
General Administration	-	1,774	197	1,577
School Administration	-	27,315	4,551	22,764
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>127,637</u>	<u>15,695</u>	<u>111,942</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,695)</u>	<u>(15,695)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(15,695)</u>	<u>(15,695)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,319</u>	<u>1,319</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,376)</u>	<u>\$ (14,376)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			15,695	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-29

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
HEADSTART GRANTS USDE SPECIAL REVENUE FUND (25127)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			Variance
	Original Budget	Final Budget	Actual	
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	2,546,025	2,811,220	2,248,778	(562,442)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,546,025</u>	<u>2,811,220</u>	<u>2,248,778</u>	<u>(562,442)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,142,237	1,212,125	1,186,574	25,551
Support Services				
Students	802,141	800,106	771,098	29,008
Instruction	-	-	1	(1)
General Administration	32,329	40,689	31,864	8,825
School Administration	536,716	582,995	528,759	54,236
Central Services	-	-	-	-
Operation & Maintenance of Plant	32,602	39,703	35,605	4,098
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	135,602	135,602	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,546,025</u>	<u>2,811,220</u>	<u>2,689,503</u>	<u>121,717</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(440,725)</u>	<u>(440,725)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(440,725)</u>	<u>(440,725)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>136,267</u>	<u>136,267</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (304,458)</u>	<u>\$ (304,458)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			490,219	
Expenditure accruals			(49,494)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-30

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 TITLE XX HEALTH & SOCIAL SERVICES SPECIAL REVENUE FUND (25129)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	204,890	125,770	(79,120)
Miscellaneous	-	-	-	-
Interest	-	-	489	489
<i>Total revenues</i>	<u>-</u>	<u>204,890</u>	<u>126,259</u>	<u>(78,631)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	204,890	200,109	4,781
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>204,890</u>	<u>200,109</u>	<u>4,781</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(73,850)</u>	<u>(73,850)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(73,850)</u>	<u>(73,850)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>111,974</u>	<u>111,974</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,124</u>	<u>\$ 38,124</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			73,850	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-31

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND (25145)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	27,750	16,020	(11,730)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>27,750</u>	<u>16,020</u>	<u>(11,730)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,617	-	15,617
Support Services				
Students	-	11,785	5,290	6,495
Instruction	-	-	-	-
General Administration	-	348	67	281
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>27,750</u>	<u>5,357</u>	<u>22,393</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,663</u>	<u>10,663</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,663</u>	<u>10,663</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,385</u>	<u>14,385</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,048</u>	<u>\$ 25,048</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(10,663)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-32

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 GRADS CHILDCARE CYFD SPECIAL SPECIAL REVENUE FUND (25149)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	40,311	15,000	(25,311)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>40,311</u>	<u>15,000</u>	<u>(25,311)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	33,991	25,493	8,498
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	6,320	1,373	4,947
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>40,311</u>	<u>26,866</u>	<u>13,445</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,866)</u>	<u>(11,866)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,866)</u>	<u>(11,866)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>25,310</u>	<u>25,310</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,444</u>	<u>\$ 13,444</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			16,356	
Expenditure accruals			(4,490)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-33

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 FOOD STAMPS NUTRITIONR SPECIAL EVENUE FUND (25150)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	186,998	83,761	(103,237)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>186,998</u>	<u>83,761</u>	<u>(103,237)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	2,350	911	1,439
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	184,648	73,559	111,089
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>186,998</u>	<u>74,470</u>	<u>112,528</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,291</u>	<u>9,291</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,291</u>	<u>9,291</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(20,262)</u>	<u>(20,262)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,971)</u>	<u>\$ (10,971)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(9,291)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-34

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 TITLE XIX MEDICAID 3 / 21 YEARS SPECIAL REVENUE FUND (25153)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	850,000	1,621,515	1,575,325	(46,190)
Miscellaneous	-	-	-	-
Interest	-	-	2,565	2,565
<i>Total revenues</i>	<u>850,000</u>	<u>1,621,515</u>	<u>1,577,890</u>	<u>(43,625)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	484,107	1,089,785	1,065,120	24,665
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	365,493	531,330	115,385	415,945
Central Services	-	-	-	-
Operation & Maintenance of Plant	400	400	360	40
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>850,000</u>	<u>1,621,515</u>	<u>1,180,865</u>	<u>440,650</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>397,025</u>	<u>397,025</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>397,025</u>	<u>397,025</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>937,584</u>	<u>937,584</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,334,609</u>	<u>\$ 1,334,609</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			93,478	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 490,503</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-35

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 TANF/GRADS HSD SPECIAL SPECIAL REVENUE FUND (25162)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	51,110	40,000	(11,110)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>51,110</u>	<u>40,000</u>	<u>(11,110)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	44,510	33,416	11,094
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	6,600	-	6,600
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>51,110</u>	<u>33,416</u>	<u>17,694</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,584</u>	<u>6,584</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,584</u>	<u>6,584</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>11,110</u>	<u>11,110</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,694</u>	<u>\$ 17,694</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			16	
Expenditure accruals			(6,600)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-36

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 SCALING UP MATHEMATICS ACHIEVEMENT SPECIAL REVENUE FUND (25166)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	78,889	32,534	(46,355)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>78,889</u>	<u>32,534</u>	<u>(46,355)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	78,889	63,235	15,654
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>78,889</u>	<u>63,235</u>	<u>15,654</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(30,701)</u>	<u>(30,701)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(30,701)</u>	<u>(30,701)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (30,701)</u>	<u>\$ (30,701)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			30,701	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
NASA-UNM PURSUE SPECIAL REVENUE FUND (25218)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-37

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	47	-	(47)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>47</u>	<u>-</u>	<u>(47)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	47	47	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>47</u>	<u>47</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(47)</u>	<u>(47)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(47)</u>	<u>(47)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>47</u>	<u>47</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			47	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-38

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CAROL M. WHITE PHYSICAL FITNESS SPECIAL REVENUE FUND (25241)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	201,002	223,979	22,977
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>201,002</u>	<u>223,979</u>	<u>22,977</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,823	5,427	396
Support Services				
Students	-	-	-	-
Instruction	-	194,731	194,805	(74)
General Administration	-	448	68	380
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>201,002</u>	<u>200,300</u>	<u>702</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>23,679</u>	<u>23,679</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>23,679</u>	<u>23,679</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(23,716)</u>	<u>(23,716)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37)</u>	<u>\$ (37)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(23,679)	
Expenditure accruals			(37)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (37)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-39

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 INCENTIVE PROGRAM SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN (25242)
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	113,213	133,876	20,663
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>113,213</u>	<u>133,876</u>	<u>20,663</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	78,250	95,158	(16,908)
Support Services				
Students	-	22,725	-	22,725
Instruction	-	-	3,000	(3,000)
General Administration	-	1,420	1,384	36
School Administration	-	10,818	10,842	(24)
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>113,213</u>	<u>110,384</u>	<u>2,829</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>23,492</u>	<u>23,492</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>23,492</u>	<u>23,492</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(23,492)</u>	<u>(23,492)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(24,059)	
Expenditure accruals			567	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-40

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ENLACE-UNM SPECIAL REVENUE FUND (26103)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	26,875	15,899	(10,976)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>26,875</u>	<u>15,899</u>	<u>(10,976)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	26,875	23,389	3,486
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,875</u>	<u>23,389</u>	<u>3,486</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,490)</u>	<u>(7,490)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,490)</u>	<u>(7,490)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,700</u>	<u>1,700</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,790)</u>	<u>\$ (5,790)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			75	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>75</u>	
			<u>\$ (7,415)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
INTEL FOUNDATION SPECIAL REVENUE FUND (26116)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-41

	<u>Budgeted Amounts</u>			Variance
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	1,260	-	(1,260)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,260</u>	<u>-</u>	<u>(1,260)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,260	-	1,260
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,260</u>	<u>-</u>	<u>1,260</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,261</u>	<u>1,261</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,261</u>	<u>\$ 1,261</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-42

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2

SCIAD SPECIAL REVENUE FUND (26136)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	14,511	-	(14,511)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>14,511</u>	<u>-</u>	<u>(14,511)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	400	-	400
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	13,711	1,013	12,698
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	400	360	40
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>14,511</u>	<u>1,373</u>	<u>13,138</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,373)</u>	<u>(1,373)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,373)</u>	<u>(1,373)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,513</u>	<u>14,513</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,140</u>	<u>\$ 13,140</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(1)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,374)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-43

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 NEA FOUNDATION SPECIAL REVENUE FUND (26145)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	5,000	5,000	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	2,970	2,030
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	38	(38)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>3,008</u>	<u>1,992</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,992</u>	<u>1,992</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,992</u>	<u>1,992</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,992</u>	<u>\$ 1,992</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,992</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-44

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PASEO DEL NORTE HEALTH FOUNDATION SPECIAL REVENUE FUND (26153)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	54,949	30,314	(24,635)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>54,949</u>	<u>30,314</u>	<u>(24,635)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,254	2,257	997
Support Services				
Students	-	51,095	51,079	16
Instruction	-	-	-	-
General Administration	-	600	600	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>54,949</u>	<u>53,936</u>	<u>1,013</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(23,622)</u>	<u>(23,622)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(23,622)</u>	<u>(23,622)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>32,095</u>	<u>32,095</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,473</u>	<u>\$ 8,473</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			5	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>-</u>	
			<u>\$ (23,617)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
GTE FOUNDATION SPECIAL REVENUE FUND (26164)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-45

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	954	-	(954)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>954</u>	<u>-</u>	<u>(954)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	954	192	762
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>954</u>	<u>192</u>	<u>762</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(192)</u>	<u>(192)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(192)</u>	<u>(192)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>954</u>	<u>954</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 762</u>	<u>\$ 762</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (192)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TOYOTA TAPESTRY SPECIAL REVENUE FUND (26167)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-46

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	461	-	(461)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>461</u>	<u>-</u>	<u>(461)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	461	461	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>461</u>	<u>461</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(461)</u>	<u>(461)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(461)</u>	<u>(461)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>461</u>	<u>461</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (461)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-47

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
PARENTS REACHING OUT SPECIAL REVENUE FUND (26174)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	31,064	28,935	(2,129)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,064</u>	<u>28,935</u>	<u>(2,129)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	30,674	18,700	11,974
Instruction	-	-	-	-
General Administration	-	390	237	153
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>31,064</u>	<u>18,937</u>	<u>12,127</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,998</u>	<u>9,998</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,998</u>	<u>9,998</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(13,936)</u>	<u>(13,936)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,938)</u>	<u>\$ (3,938)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(13,935)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (3,937)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-48

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 A-PLUS FOR EDUCATION SPECIAL REVENUE FUND (26179)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	20,000	20,000
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 20,000</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-49

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 TECHNOLOGY FOR EDUCATION PED SPECIAL REVENUE FUND (27117)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	140,000	945,564	751,315	(194,249)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>140,000</u>	<u>945,564</u>	<u>751,315</u>	<u>(194,249)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,392	59,985	38,720	21,265
Support Services				
Students	-	-	-	-
Instruction	80,608	550,596	528,592	22,004
General Administration	-	-	-	-
School Administration	-	2,000	648	1,352
Central Services	-	23,535	6,338	17,197
Operation & Maintenance of Plant	40,000	287,248	102,485	184,763
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	22,200	-	22,200
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>140,000</u>	<u>945,564</u>	<u>676,783</u>	<u>268,781</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>74,532</u>	<u>74,532</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>74,532</u>	<u>74,532</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>201,473</u>	<u>201,473</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 276,005</u>	<u>\$ 276,005</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			194,276	
Expenditure accruals			(10,758)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 258,050</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-50

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PHYSICAL EDUCATION CLASSES SPECIAL REVENUE FUND (27121)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	4,988	4,988
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,988</u>	<u>4,988</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,988</u>	<u>4,988</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,988</u>	<u>4,988</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,988)</u>	<u>(4,988)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(4,988)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-51

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ADVANCED PLACEMENT PROGRAM SPECIAL REVENUE FUND (27129)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	39,730	-	(39,730)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>39,730</u>	<u>-</u>	<u>(39,730)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	38,010	33,170	4,840
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,720	-	1,720
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>39,730</u>	<u>33,170</u>	<u>6,560</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(33,170)</u>	<u>(33,170)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(33,170)</u>	<u>(33,170)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (33,170)</u>	<u>\$ (33,170)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			33,170	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
TANF FULL DAY - KINDER SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-52

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	(1)	(1)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			1	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-53

LAS CRUCES PUBLIC SCHOOLS

INCENTIVES FOR SCHOOL IMPROVEMENT ACT SPECIAL REVENUE FUND (27138)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	121,405	410,106	288,701
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>121,405</u>	<u>410,106</u>	<u>288,701</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	102,165	69,889	32,276
Support Services				
Students	-	1,011	978	33
Instruction	-	3,000	1,563	1,437
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	9,229	4,588	4,641
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	6,000	4,361	1,639
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>121,405</u>	<u>81,379</u>	<u>40,026</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>328,727</u>	<u>328,727</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>328,727</u>	<u>328,727</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>30,357</u>	<u>30,357</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 359,084</u>	<u>\$ 359,084</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			30,357	
Expenditure accruals			(4,640)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 354,444</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-54

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 FAMILY & YOUTH RESOURCE FUND SPECIAL REVENUE FUND (27140)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	30,000	25,195	(4,805)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>30,000</u>	<u>25,195</u>	<u>(4,805)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	30,000	20,412	9,588
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>30,000</u>	<u>20,412</u>	<u>9,588</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,783</u>	<u>4,783</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,783</u>	<u>4,783</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(10,481)</u>	<u>(10,481)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,698)</u>	<u>\$ (5,698)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(7,571)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>-\$ (2,788)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-55

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LIBRARIES - GO BONDS - LAWS OF 2004 SPECIAL REVENUE FUND (27145)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	81,860	80,695	(1,165)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>81,860</u>	<u>80,695</u>	<u>(1,165)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	81,860	80,599	1,261
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>81,860</u>	<u>80,599</u>	<u>1,261</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>96</u>	<u>96</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>96</u>	<u>96</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(35,582)</u>	<u>(35,582)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,486)</u>	<u>\$ (35,486)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(20,375)	
Expenditure accruals			20,279	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-56

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND (27154)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	76,531	145,198	68,667
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>76,531</u>	<u>145,198</u>	<u>68,667</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	63,996	62,335	1,661
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	947	937	10
School Administration	-	11,588	11,462	126
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>76,531</u>	<u>74,734</u>	<u>1,797</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>70,464</u>	<u>70,464</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>70,464</u>	<u>70,464</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(66,605)</u>	<u>(66,605)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,859</u>	<u>\$ 3,859</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			5,709	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 76,173</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-57

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND (27155)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			Variance
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	115,199	115,199	115,199	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>115,199</u>	<u>115,199</u>	<u>115,199</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	115,199	115,199	115,199	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>115,199</u>	<u>115,199</u>	<u>115,199</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-58

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 K-PLUS INITIATIVE SPECIAL REVENUE FUND (27159)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	1,890	42,384	40,494
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,890	42,384	40,494
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	25	-	25
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	1,865	-	1,865
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	1,890	-	1,890
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	42,384	42,384
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	42,384	42,384
<i>Fund balances - beginning of year</i>	-	-	(41,891)	(41,891)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 493	\$ 493
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(42,384)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-59

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 SCHOOL ON THE RISE SPECIAL SPECIAL REVENUE FUND (27164)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	92,788	86,383	(6,405)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>92,788</u>	<u>86,383</u>	<u>(6,405)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,850	8,426	4,424
Support Services				
Students	-	-	-	-
Instruction	-	75,974	76,296	(322)
General Administration	-	1,164	1,661	(497)
School Administration	-	2,800	-	2,800
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>92,788</u>	<u>86,383</u>	<u>6,405</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
KINDERGARTEN THREE-PLUS

Statement A-60

KINDERGARTEN THREE PLUS SPECIAL SPECIAL REVENUE FUND (27166)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	249,280	684,189	684,189	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	249,280	684,189	684,189	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	249,280	597,860	367,681	230,179
Support Services				
Students	-	40,634	29,122	11,512
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	45,695	34,975	10,720
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	249,280	684,189	431,778	252,411
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	252,411	252,411
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	252,411	252,411
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 252,411	\$ 252,411
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(148,449)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ 103,962	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-61

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
AFTER SCHOOL ENRICHMENT PROGRAM SPECIAL REVENUE FUND (27168)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	66,000	43,318	(22,682)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>66,000</u>	<u>43,318</u>	<u>(22,682)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,000	6,890	110
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	59,000	58,925	75
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>66,000</u>	<u>65,815</u>	<u>185</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,497)</u>	<u>(22,497)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(22,497)</u>	<u>(22,497)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (22,497)</u>	<u>\$ (22,497)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			13,863	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (8,634)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-62

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 LIBRARIES 301 GO BONDS LAWS OF 2006 SPECIAL REVENUE FUND (27170)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	141,979	-	(141,979)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>141,979</u>	<u>-</u>	<u>(141,979)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	141,979	20,591	121,388
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>141,979</u>	<u>20,591</u>	<u>121,388</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(20,591)</u>	<u>(20,591)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,591)</u>	<u>(20,591)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,591)</u>	<u>\$ (20,591)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			20,591	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-63

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ENMU GRANTS SPECIAL REVENUE FUND (28119)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	592	-	(592)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>592</u>	<u>-</u>	<u>(592)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	592	591	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>592</u>	<u>591</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (591)</u>	<u>\$ (591)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			3,038	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 2,447</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-64

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 COORDINATED APPROACH TO CHILD HEALTH SPECIAL REVENUE FUND (28140)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	3,448	2,999	(449)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,448</u>	<u>2,999</u>	<u>(449)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,448	3,448	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,448</u>	<u>3,448</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(449)</u>	<u>(449)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(449)</u>	<u>(449)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>449</u>	<u>449</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			449	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-65

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 SUN SAFETY SPECIAL REVENUE FUND (28146)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	891	-	(891)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>891</u>	<u>-</u>	<u>(891)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	891	891	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>891</u>	<u>891</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(891)</u>	<u>(891)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(891)</u>	<u>(891)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>891</u>	<u>891</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			891	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-66

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 REGN ALLIANCE SCIENCE/ENGR/ MATH NMSU SPECIAL REVENUE FUND (28160)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	7,056	7,070	-	(7,070)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,056</u>	<u>7,070</u>	<u>-</u>	<u>(7,070)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,056	7,070	1,208	5,862
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,056</u>	<u>7,070</u>	<u>1,208</u>	<u>5,862</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,208)</u>	<u>(1,208)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,208)</u>	<u>(1,208)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,070</u>	<u>7,070</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,862</u>	<u>\$ 5,862</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			7,070	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 5,862</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-67

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PARENTS AS TEACHERS DOH/PHD SPECIAL REVENUE FUND (28167)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	61,505	72,143	10,638
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>61,505</u>	<u>72,143</u>	<u>10,638</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	55,224	54,983	241
Instruction	-	-	5,655	(5,655)
General Administration	-	772	770	2
School Administration	-	5,509	-	5,509
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>61,505</u>	<u>61,408</u>	<u>97</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,735</u>	<u>10,735</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,735</u>	<u>10,735</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(5,326)</u>	<u>(5,326)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,409</u>	<u>\$ 5,409</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(9,008)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,727</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-68

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PRIVATE DIRECT GRANTS SPECIAL REVENUE FUND (29102)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	36,519	23,738	(12,781)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>36,519</u>	<u>23,738</u>	<u>(12,781)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	30,853	15,735	15,118
Support Services				
Students	-	2,833	763	2,070
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	2,833	763	2,070
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>36,519</u>	<u>17,261</u>	<u>19,258</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,477</u>	<u>6,477</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,477</u>	<u>6,477</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,531</u>	<u>5,531</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,008</u>	<u>\$ 12,008</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			2	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 6,479</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
CITY/COUNTY GRANT SPECIAL REVENUE FUND (29107)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Statement A-69

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	(1)	(1)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			1	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-70

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 SCHOOL BASED HEALTH CENTER SPECIAL REVENUE FUND (29130)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	242,851	-	(242,851)
Federal grants	-	-	-	-
Miscellaneous	-	30,000	145,000	115,000
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>272,851</u>	<u>145,000</u>	<u>(127,851)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	156,851	115,835	41,016
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	116,000	111,230	4,770
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>272,851</u>	<u>227,065</u>	<u>45,786</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(82,065)</u>	<u>(82,065)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(82,065)</u>	<u>(82,065)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>111,851</u>	<u>111,851</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,786</u>	<u>\$ 29,786</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			116,006	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 33,941</u>	

The accompanying notes are an integral part of these financial statements

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CAPITAL PROJECTS FUNDS

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CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The District has the following separate funds classified as Capital Projects Funds:

Public Schools Capital Outlay (31200) – To account for Critical Capital Outlay funds and other special capital outlay funds received from the State of New Mexico. The funds are restricted for the purposes outlined in the applicable legislation under which the funds were approved. This generally includes construction of new schools or improvements to existing schools.

Special Capital Outlay – Local (31300) – To account revenues that are derived from local sources such as the sale of a building.

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

Public Schools Capital Outlay 20% (32100) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2008

Statement B-1

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400	Total
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 831,514	\$ -	\$ 831,514
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	262,686	262,686
Interfund receivables	-	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>-</u>	<u>831,514</u>	<u>262,686</u>	<u>1,094,200</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	44,410	44,410
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	147,613	-	658,372	805,985
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>147,613</u>	<u>-</u>	<u>702,782</u>	<u>850,395</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	(147,613)	831,514	(440,096)	243,805
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	-
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
<i>Total fund balance</i>	<u>(147,613)</u>	<u>831,514</u>	<u>(440,096)</u>	<u>243,805</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 831,514</u>	<u>\$ 262,686</u>	<u>\$ 1,094,200</u>

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

STATE OF NEW MEXICO

Statement B-2

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDING JUNE 30, 2008

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400	Total
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	472,466	472,466
Federal grants	-	-	-	-
Miscellaneous	-	600,000	-	600,000
Interest	-	34,420	-	34,420
<i>Total revenues</i>	<u>-</u>	<u>634,420</u>	<u>472,466</u>	<u>1,106,886</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	157,411	570,441	727,852
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>157,411</u>	<u>570,441</u>	<u>727,852</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>477,009</u>	<u>(97,975)</u>	<u>379,034</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>477,009</u>	<u>(97,975)</u>	<u>379,034</u>
<i>Fund balances - beginning of year</i>	<u>(147,613)</u>	<u>354,505</u>	<u>(342,121)</u>	<u>(135,229)</u>
<i>Fund balances - end of year</i>	<u>\$ (147,613)</u>	<u>\$ 831,514</u>	<u>\$ (440,096)</u>	<u>\$ 243,805</u>

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

STATE OF NEW MEXICO

Statement B-3

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 BOND BUILDING CAPITAL PROJECT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	116,833	116,833
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	900,000	900,000	1,686,750	786,750
<i>Total revenues</i>	<u>900,000</u>	<u>900,000</u>	<u>1,803,583</u>	<u>903,583</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	50,891,756	50,365,540	12,094,112	38,271,428
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>50,891,756</u>	<u>50,365,540</u>	<u>12,094,112</u>	<u>38,271,428</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(49,991,756)</u>	<u>(49,465,540)</u>	<u>(10,290,529)</u>	<u>39,175,011</u>
<i>Other financing sources (uses):</i>				
Designated cash	40,491,756	39,965,540	-	(39,965,540)
Operating transfers	-	-	-	-
Proceeds from bond issues	9,500,000	9,500,000	9,750,000	250,000
<i>Total other financing sources (uses)</i>	<u>49,991,756</u>	<u>49,465,540</u>	<u>9,750,000</u>	<u>(39,715,540)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(540,529)</u>	<u>(540,529)</u>
<i>Fund balances - beginning of year</i>	-	-	39,966,290	39,966,290
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,425,761</u>	<u>\$ 39,425,761</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(116,833)	
Expenditure accruals			956,089	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 298,727</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	-	-	(147,613)	(147,613)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (147,613)</u>	<u>\$ (147,613)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SPECIAL CAPITAL OUTLAY - LOCAL CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	227,929	227,929	-
Federal grants	-	-	-	-
Miscellaneous	-	600,000	600,000	-
Interest	3,000	3,000	34,420	31,420
<i>Total revenues</i>	<u>3,000</u>	<u>830,929</u>	<u>862,349</u>	<u>31,420</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	355,975	957,505	157,411	800,094
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>355,975</u>	<u>957,505</u>	<u>157,411</u>	<u>800,094</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(352,975)</u>	<u>(126,576)</u>	<u>704,938</u>	<u>831,514</u>
<i>Other financing sources (uses):</i>				
Designated cash	352,975	126,576	-	(126,576)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>352,975</u>	<u>126,576</u>	<u>-</u>	<u>(126,576)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>704,938</u>	<u>704,938</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>126,576</u>	<u>126,576</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 831,514</u>	<u>\$ 831,514</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(227,929)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 477,009</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	1,534,600	1,944,600	239,775	(1,704,825)
Federal grants	-	-	-	-
Miscellaneous	121,994	121,994	-	(121,994)
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,656,594</u>	<u>2,066,594</u>	<u>239,775</u>	<u>(1,826,819)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	1,656,594	2,066,594	526,031	1,540,563
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,656,594</u>	<u>2,066,594</u>	<u>526,031</u>	<u>1,540,563</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(286,256)</u>	<u>(286,256)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(286,256)</u>	<u>(286,256)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(372,116)</u>	<u>(372,116)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (658,372)</u>	<u>\$ (658,372)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			232,691	
Expenditure accruals			<u>(44,410)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (97,975)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			Variance
	Original Budget	Final Budget	Actual	
<i>Revenues:</i>				
Property taxes	\$ 4,263,307	\$ 4,263,307	\$ 4,821,531	\$ 558,224
State grants	-	1,249,309	2,712,430	1,463,121
Federal grants	-	-	-	-
Miscellaneous	-	-	89,285	89,285
Interest	250,000	250,000	404,628	154,628
<i>Total revenues</i>	<u>4,513,307</u>	<u>5,762,616</u>	<u>8,027,874</u>	<u>2,265,258</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	45,000	62,200	48,215	13,985
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	17,033,838	16,344,535	6,483,303	9,861,232
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,078,838</u>	<u>16,406,735</u>	<u>6,531,518</u>	<u>9,875,217</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(12,565,531)</u>	<u>(10,644,119)</u>	<u>1,496,356</u>	<u>12,140,475</u>
<i>Other financing sources (uses):</i>				
Designated cash	12,565,531	10,644,119	-	(10,644,119)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>12,565,531</u>	<u>10,644,119</u>	<u>-</u>	<u>(10,644,119)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,496,356</u>	<u>1,496,356</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,644,764</u>	<u>10,644,764</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,141,120</u>	<u>\$ 12,141,120</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			39,124	
Expenditure accruals			3,857	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,539,337</u>	

The accompanying notes are an integral part of these financial statements

DEBT SERVICE FUND

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
DEBT SERVICE FUND

Statement C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 13,216,031	\$ 13,216,031	\$ 18,183,612	\$ 4,967,581
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	290,000	290,000	306,998	16,998
<i>Total revenues</i>	<u>13,506,031</u>	<u>13,506,031</u>	<u>18,490,610</u>	<u>4,984,579</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	140,000	140,000	181,836	(41,836)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Reserve	15,783,001	15,118,172	-	15,118,172
Principal	10,000,000	19,801,570	19,695,777	105,793
Interest	3,216,031	3,216,031	3,216,030	1
<i>Total expenditures</i>	<u>29,139,032</u>	<u>38,275,773</u>	<u>23,093,643</u>	<u>15,182,130</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(15,633,001)</u>	<u>(24,769,742)</u>	<u>(4,603,033)</u>	<u>20,166,709</u>
<i>Other financing sources (uses):</i>				
Designated cash	15,633,001	14,968,172	-	(14,968,172)
Operating transfers	-	-	220,523	220,523
Proceeds from bond issues	-	9,801,570	9,560,000	(241,570)
<i>Total other financing sources (uses)</i>	<u>15,633,001</u>	<u>24,769,742</u>	<u>9,780,523</u>	<u>(14,989,219)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,177,490</u>	<u>5,177,490</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,968,172</u>	<u>14,968,172</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,145,662</u>	<u>\$ 20,145,662</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			165,131	
Expenditure accruals			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ 5,342,621</u>	

The accompanying notes are an integral part of these financial statements

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COMPONENT UNITS

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2008

(Page 1 of 2)

	Alma D'Arte	La Academia Delores Huerta	Las Montanas	Total Component Units
ASSETS				
Current assets				
Cash and cash equivalents	\$ 184,206	\$ 149,755	\$ 33,152	\$ 367,113
Receivables (net of allowance for uncollectibles)				
Due from other governments	50,546	21,621	225,937	298,104
Total current assets	234,752	171,376	259,089	665,217
Noncurrent assets				
Capital assets (net of accumulated depreciation):				
Furniture, fixtures and equipment	134,722	66,240	214,515	415,477
Less: accumulated depreciation	(98,724)	(39,194)	(35,752)	(173,670)
Total noncurrent assets	35,998	27,046	178,763	241,807
Total assets	\$ 270,750	\$ 198,422	\$ 437,852	\$ 907,024

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2008

(Page 2 of 2)

	<u>Alma D'Arte</u>	<u>La Academia Delores Huerta</u>	<u>Las Montanas</u>	<u>Component Units</u>
LIABILITIES AND NET ASSETS				
Accounts payable	\$ 10,798	\$ 11,907	\$ 74,915	\$ 97,620
Accrued payroll liabilities	19,696	27,543	7,125	54,364
Current portion of long-term debt	-	10,795	4,799	15,594
Total current liabilities	<u>30,494</u>	<u>50,245</u>	<u>86,839</u>	<u>167,578</u>
Total liabilities	30,494	50,245	86,839	167,578
Invested in capital assets, net of related debt	35,998	27,046	178,763	241,807
Restricted for:				
Capital projects	-	16,038	-	16,038
Unrestricted	<u>204,258</u>	<u>105,093</u>	<u>172,250</u>	<u>481,601</u>
Total net assets	<u>240,256</u>	<u>148,177</u>	<u>351,013</u>	<u>739,446</u>
Total liabilities and net assets	<u>\$ 270,750</u>	<u>\$ 198,422</u>	<u>\$ 437,852</u>	<u>\$ 907,024</u>

The accompanying notes are an integral part of these financial statements

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APPENNDIX A
ALMA D'ARTE CHARTER

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
 (Page 1 of 2)

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 184,206
Receivables (net of allowance for uncollectibles)	
Due from other governments	50,546
Other	-
Total current assets	<u>234,752</u>
Capital assets (net of accumulated depreciation):	
Furniture, fixtures and equipment	134,722
Less: accumulated depreciation	<u>(98,724)</u>
Total noncurrent assets	<u>35,998</u>
Total assets	<u><u>\$ 270,750</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
(Page 2 of 2)

	<u>Governmental Activities</u>
LIABILITIES AND NET ASSETS	
Accounts payable	\$ 10,798
Accrued Salaries	19,696
Total current liabilities	<u>30,494</u>
Noncurrent liabilities:	
Accrued compensated absences	
Due in more than one year	-
Total noncurrent liabilities	<u>-</u>
Total liabilities	30,494
Invested in capital assets	35,998
Restricted for:	
Capital projects	-
Unrestricted	<u>204,258</u>
Total net assets	<u>240,256</u>
Total liabilities and net assets	<u><u>\$ 270,750</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

Functions/Programs	Expenses	Charges for Service
Governmental activities:		
Instruction	\$ 1,155,705	\$ 37,597
Support services:		
Students	82,478	-
Instruction	5,383	-
General Administration	24,896	-
School Administration	173,621	-
Central Services	150,440	-
Operation & Maintenance of Plant	137,394	-
Student Transportation	1,488	-
Food Services Operation	98,049	-
Community Services Operations	59,569	-
Total governmental activities	\$ 1,889,023	\$ 37,597

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>		<u>Net</u>
<u>Operating</u>	<u>Capital</u>	<u>(Expenses)</u>
<u>Grants and</u>	<u>Grants and</u>	<u>Revenues and</u>
<u>Contributions</u>	<u>Contributions</u>	<u>Changes in</u>
		<u>Net Assets</u>
\$ 1,876,246	\$ -	\$ 758,138
-	-	(82,478)
-	-	(5,383)
78,063	-	53,167
-	-	(173,621)
-	-	(150,440)
-	-	(137,394)
-	-	(1,488)
-	-	(98,049)
-	-	(59,569)
<u>\$ 1,954,309</u>	<u>\$ -</u>	102,883

General Revenues:

Property taxes:	
Levied for general purposes	-
Levied for debt service	-
Levied for capital projects	-
State Equalization Guarantee	-
Unrestricted investment earnings	-
Gain/loss on disposal of asset	-
Miscellaneous	-
	<u>-</u>
Total general revenues	<u>-</u>
Change in net assets	102,883
Net assets - beginning	137,373
Net assets - ending	<u>\$ 240,256</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	General Funds			
	Operating 11000	Instructional Materials 14000	Food Services 21000	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 10,952	\$ 20,420	\$ 3,470	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	1,456	12,692
Due from other funds	68,315	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>79,267</u>	<u>20,420</u>	<u>4,926</u>	<u>12,692</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	9,135	-	-	1,663
Accrued expenses	19,696	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	2,286	-	-	11,029
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>31,117</u>	<u>-</u>	<u>-</u>	<u>12,692</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Undesignated, reported in				
General Fund	48,150	20,420	-	-
Special Revenue Funds	-	-	4,926	-
<i>Total fund balance</i>	<u>48,150</u>	<u>20,420</u>	<u>4,926</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 79,267</u>	<u>\$ 20,420</u>	<u>\$ 4,926</u>	<u>\$ 12,692</u>

The accompanying notes are an integral part of these financial statements

Charter Schools 24146	Americorps 25232	Walton Family Foundation 26148	Paseo Del Norte Health Foundation 26153	NM Attorney General Grant 26170	NM Community Foundation 26176
\$ 29,014	\$ -	\$ 120,350	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	6,659	-	-	-	-
4,636	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>33,650</u>	<u>6,659</u>	<u>120,350</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	6,659	-	-	12	20,888
-	-	-	-	-	-
-	-	-	-	-	-
-	6,659	-	-	12	20,888
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>33,650</u>	<u>-</u>	<u>120,350</u>	<u>-</u>	<u>(12)</u>	<u>(20,888)</u>
<u>33,650</u>	<u>-</u>	<u>120,350</u>	<u>-</u>	<u>(12)</u>	<u>(20,888)</u>
<u>\$ 33,650</u>	<u>\$ 6,659</u>	<u>\$ 120,350</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

Exhibit B-1
(Page 2 of 3)

	<u>Incentives for School Improvement 27138</u>	<u>Libraries GO Bonds Laws 2004 27145</u>	<u>After School Enrichment Program 27168</u>	<u>Total Primary Government</u>
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 184,206
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	29,739	50,546
Due from other funds	-	-	-	72,951
Other	-	-	-	-
Inventory	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>29,739</u></u>	<u><u>307,703</u></u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	10,798
Accrued expenses	-	-	-	19,696
Accrued compensated absences	-	-	-	-
Due to other funds	-	2,338	29,739	72,951
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u><u>-</u></u>	<u><u>2,338</u></u>	<u><u>29,739</u></u>	<u><u>103,445</u></u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Undesignated, reported in				
General Fund	-	-	-	68,570
Special Revenue Funds	-	(2,338)	-	135,688
	<u>-</u>	<u>(2,338)</u>	<u>-</u>	<u>135,688</u>
<i>Total fund balance</i>	<u><u>-</u></u>	<u><u>(2,338)</u></u>	<u><u>-</u></u>	<u><u>204,258</u></u>
 <i>Total liabilities and fund balance</i>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 29,739</u></u>	 <u><u>\$ 307,703</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 204,258
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>35,998</u>
Net Assets-total Governmental Activities	<u><u>\$ 240,256</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

	General Funds			
	Operating 11000	Instructional Materials 14000	Food Services 21000	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county grants	\$ 8,843	\$ -	\$ 32,572	\$ -
State grants	1,576,559	33,912	-	-
Federal grants	-	-	18,562	45,342
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,585,402</u>	<u>33,912</u>	<u>51,134</u>	<u>45,342</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	995,827	12,851	-	33,091
Support Services				
Students	70,101	-	-	10,763
Instruction	-	3,045	-	-
General Administration	23,370	-	-	-
School Administration	173,621	-	-	-
Central Services	141,281	-	-	-
Operation & Maintenance of Plant	137,394	-	-	-
Student Transportation	-	-	-	1,488
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	45,675	-	52,374	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,587,269</u>	<u>15,896</u>	<u>52,374</u>	<u>45,342</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,867)</u>	<u>18,016</u>	<u>(1,240)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,867)</u>	<u>18,016</u>	<u>(1,240)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>50,017</u>	<u>2,404</u>	<u>6,166</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 48,150</u>	<u>\$ 20,420</u>	<u>\$ 4,926</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Charter Schools 24146	Americorps 25232	Walton Family Foundation 26148	Paseo Del Norte Health Foundation 26153	NM Attorney General Grant 26170	NM Community Foundation 26176
\$ -	\$ -	\$ 134,000	\$ -	\$ 1,602	\$ 76,355
-	-	-	-	-	-
-	14,159	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>14,159</u>	<u>134,000</u>	<u>-</u>	<u>1,602</u>	<u>76,355</u>
-	5,000	13,650	-	-	37,674
-	-	-	-	1,614	-
-	-	-	-	-	-
-	-	-	-	-	-
-	9,159	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	59,569
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>14,159</u>	<u>13,650</u>	<u>-</u>	<u>1,614</u>	<u>97,243</u>
<u>-</u>	<u>-</u>	<u>120,350</u>	<u>-</u>	<u>(12)</u>	<u>(20,888)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>120,350</u>	<u>-</u>	<u>(12)</u>	<u>(20,888)</u>
<u>33,650</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 33,650</u>	<u>\$ -</u>	<u>\$ 120,350</u>	<u>\$ -</u>	<u>\$ (12)</u>	<u>\$ (20,888)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

Exhibit B-2
(Page 2 of 3)

	Incentives for School Improvement 27138	Libraries GO Bonds Laws 2004 27145	After School Enrichment Program 27168	Total Primary Government
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ 253,372
State sources	-	-	50,000	1,660,471
Federal sources	-	-	-	78,063
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>1,991,906</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,671	-	50,000	1,149,764
Support Services				-
Students	-	-	-	82,478
Instruction	-	2,338	-	5,383
General Administration	-	-	-	23,370
School Administration	-	-	-	173,621
Central Services	-	-	-	150,440
Operation & Maintenance of Plant	-	-	-	137,394
Student Transportation	-	-	-	1,488
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	59,569
Food Services Operations	-	-	-	98,049
Capital outlay	-	-	-	-
Debt service				-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,671</u>	<u>2,338</u>	<u>50,000</u>	<u>1,881,556</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,671)</u>	<u>(2,338)</u>	<u>-</u>	<u>110,350</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,671)</u>	<u>(2,338)</u>	<u>-</u>	<u>110,350</u>
<i>Fund balances - beginning of year</i>	<u>1,671</u>	<u>-</u>	<u>-</u>	<u>93,908</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ (2,338)</u>	<u>\$ -</u>	<u>\$ 204,258</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL

Exhibit B-2
 (Page 3 of 3)

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2008**

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 110,350
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.	
Depreciation expense	(7,467)
Capital Outlays	-
Loss on Disposal of Assets	-
	-
Change in Net Assets-total Governmental Activities	\$ 102,883

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ 1,608	\$ 2,000	\$ 5,025	\$ 3,025
State grants	1,438,838	1,579,241	1,591,582	12,341
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,440,446</u>	<u>1,581,241</u>	<u>1,596,607</u>	<u>15,366</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,054,982	1,056,658	998,183	58,475
Support Services				
Students	78,579	82,579	70,101	12,478
Instruction	-	-	-	-
General Administration	22,500	28,585	27,645	940
School Administration	178,468	180,968	173,621	7,347
Central Services	130,845	133,345	141,281	(7,936)
Operation & Maintenance of Plant	139,105	141,020	133,168	7,852
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	38,218	46,818	45,675	1,143
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,642,697</u>	<u>1,669,973</u>	<u>1,589,674</u>	<u>80,299</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(202,251)</u>	<u>(88,732)</u>	<u>6,933</u>	<u>95,665</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	202,251	88,732	-	(88,732)
<i>Total other financing sources (uses)</i>	<u>202,251</u>	<u>88,732</u>	<u>-</u>	<u>(88,732)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,933</u>	<u>6,933</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>77,239</u>	<u>77,239</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,172</u>	<u>\$ 84,172</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(11,205)	
Expenditure accruals			2,405	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,867)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-2

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	12,141	15,631	36,316	20,685
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,141</u>	<u>15,631</u>	<u>36,316</u>	<u>20,685</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	14,365	14,365	12,851	1,514
Support Services				
Students	-	-	-	-
Instruction	1,266	3,045	3,045	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,631</u>	<u>17,410</u>	<u>15,896</u>	<u>1,514</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,490)</u>	<u>(1,779)</u>	<u>20,420</u>	<u>22,199</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	3,490	1,779	-	(1,779)
<i>Total other financing sources (uses)</i>	<u>3,490</u>	<u>1,779</u>	<u>-</u>	<u>(1,779)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,420</u>	<u>20,420</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,420</u>	<u>\$ 20,420</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(2,404)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 18,016</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
FOOD SERVICES

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ 18,000	\$ 18,000	\$ 24,314	\$ 6,314
State grants	-	-	-	-
Federal grants	32,000	32,000	20,766	(11,234)
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>45,080</u>	<u>(4,920)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	50,182	54,182	52,374	1,808
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>50,182</u>	<u>54,182</u>	<u>52,374</u>	<u>1,808</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(182)</u>	<u>(4,182)</u>	<u>(7,294)</u>	<u>(3,112)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	182	4,182	-	(4,182)
<i>Total other financing sources (uses)</i>	<u>182</u>	<u>4,182</u>	<u>-</u>	<u>(4,182)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,294)</u>	<u>(7,294)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,764</u>	<u>10,764</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,470</u>	<u>\$ 3,470</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			6,054	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,240)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-4

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 IDEA-B ENTITLEMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	45,686	39,897	32,650	(7,247)
Interest	-	-	-	-
<i>Total revenues</i>	<u>45,686</u>	<u>39,897</u>	<u>32,650</u>	<u>(7,247)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	33,091	33,091	-
Support Services				
Students	34,409	9,100	9,100	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	5,488	1,488	1,488	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>39,897</u>	<u>43,679</u>	<u>43,679</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>5,789</u>	<u>(3,782)</u>	<u>(11,029)</u>	<u>(7,247)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	(5,789)	3,782	-	(3,782)
<i>Total other financing sources (uses)</i>	<u>(5,789)</u>	<u>3,782</u>	<u>-</u>	<u>(3,782)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,029)</u>	<u>(11,029)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,029)</u>	<u>\$ (11,029)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			12,692	
Expenditure accruals			(1,663)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-5

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 CHARTER SCHOOLS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	65,212	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>65,212</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>65,212</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	(65,212)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(65,212)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>33,650</u>	<u>33,650</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,650</u>	<u>\$ 33,650</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-6

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 AMERICORPS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	15,000	15,000	7,500	(7,500)
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>15,000</u>	<u>7,500</u>	<u>(7,500)</u>
<i>Expenditures:</i>				
Current:				
Instruction	5,000	5,000	5,000	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	10,000	10,000	9,159	841
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>15,000</u>	<u>14,159</u>	<u>841</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,659)</u>	<u>(6,659)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,659)</u>	<u>(6,659)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,659)</u>	<u>\$ (6,659)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			6,659	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-7

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 WALTON FAMILY FOUNDATION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 134,000	\$ 134,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>134,000</u>	<u>134,000</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	69,132	13,650	55,482
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>69,132</u>	<u>13,650</u>	<u>55,482</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(69,132)</u>	<u>120,350</u>	<u>189,482</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	69,132	-	(69,132)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>69,132</u>	<u>-</u>	<u>(69,132)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>120,350</u>	<u>120,350</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 120,350</u>	<u>\$ 120,350</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 120,350</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-8

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 PASEO DEL NORTE HEALTH FOUNDATION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,594	16,594	-	16,594
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>16,594</u>	<u>16,594</u>	<u>-</u>	<u>16,594</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(16,594)</u>	<u>(16,594)</u>	<u>-</u>	<u>16,594</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	16,594	16,594	-	(16,594)
<i>Total other financing sources (uses)</i>	<u>16,594</u>	<u>16,594</u>	<u>-</u>	<u>(16,594)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
NM ATTORNEY GENERAL GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 1,602	\$ 1,602
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,602</u>	<u>1,602</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	7,751	7,751	1,614	6,137
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,751</u>	<u>7,751</u>	<u>1,614</u>	<u>6,137</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(7,751)</u>	<u>(7,751)</u>	<u>(12)</u>	<u>7,739</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	7,751	7,751	-	(7,751)
<i>Total other financing sources (uses)</i>	<u>7,751</u>	<u>7,751</u>	<u>-</u>	<u>(7,751)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12)</u>	<u>(12)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12)</u>	<u>\$ (12)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (12)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
NM COMMUNITY FOUNDATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 76,355	\$ 76,355
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>76,355</u>	<u>76,355</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	41,088	37,674	3,414
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	77,368.00	59,569	17,799
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>118,456</u>	<u>97,243</u>	<u>21,213</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(118,456)</u>	<u>(20,888)</u>	<u>97,568</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	118,456	-	(118,456)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>118,456</u>	<u>-</u>	<u>(118,456)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,888)</u>	<u>(20,888)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,888)</u>	<u>\$ (20,888)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (20,888)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
INCENTIVES FOR SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	1,671	1,671	1,671	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,671</u>	<u>1,671</u>	<u>1,671</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,671)</u>	<u>(1,671)</u>	<u>(1,671)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,671	1,671	-	(1,671)
<i>Total other financing sources (uses)</i>	<u>1,671</u>	<u>1,671</u>	<u>-</u>	<u>(1,671)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,671)</u>	<u>(1,671)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,671</u>	<u>1,671</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,671)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-12

LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 LIBRARIES- GO BONDS- LAWS OF 2004 FUND SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts			Variance
	Original Budget	Final Budget	Actual	
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	2,338	2,338	2,338	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,338</u>	<u>2,338</u>	<u>2,338</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,338)</u>	<u>(2,338)</u>	<u>(2,338)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	2,338	2,338	-	(2,338)
<i>Total other financing sources (uses)</i>	<u>2,338</u>	<u>2,338</u>	<u>-</u>	<u>(2,338)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,338)</u>	<u>(2,338)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,338)</u>	<u>\$ (2,338)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (2,338)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
AFTERSCHOOL ENRICHMENT PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	20,261	20,261
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>20,261</u>	<u>20,261</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	50,000	50,000	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(50,000)</u>	<u>(29,739)</u>	<u>20,261</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	50,000	-	(50,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(29,739)</u>	<u>(29,739)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,739)</u>	<u>\$ (29,739)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			29,739	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
ALMA D'ARTE CHARTER HIGH SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2008

Exhibit D-1

	Total Agency Funds
ASSETS	
<i>Current Assets</i>	
Cash	\$ 3,018
Due from other funds	-
<i>Total assets</i>	3,018
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	3,018
Due to other funds	-
<i>Total liabilities</i>	\$ 3,018

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
ALMA D'ARTE CHARTER HIGH SCHOOL
AGENCY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

Statement A-1

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</u>
Activities	\$ 2,523	6,283	5,788	\$ 3,018
Total Agency Funds	<u>\$ 2,523</u>	<u>\$ 6,283</u>	<u>\$ 5,788</u>	<u>\$ 3,018</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D'ARTE CHARTER HIGH SCHOOL
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2008

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2008
Federal Home Loan Bank of Dallas	FHLMC CC 6/15/06 W/5 Cusip # 31339YVV1	\$ 100,450
Federal Home Loan Bank of Dallas	FHR 2535 HG Cusip # 31393DKW0	168,606
		<u>\$ 269,056</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO Schedule II
 LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 ALMA D'ARTE CHARTER HIGH SCHOOL
 SCHEDULE OF DEPOSIT AND TEMPORARY INVESTMENT ACCOUNTS
 JUNE 30, 2008

Bank Account Type	First Community Bank
Checking - Operating Account	\$ 183,898
Checking- Federal Account	31,324
Checking- Student Activities Account	3,018
Checking- Food Service	5,810
Total On Deposit	224,050
Reconciling Items	(36,826)
Sub-total	187,224
Less: Agency funds	(3,018)
Reconciled Balance June 30, 2008	\$ 184,206

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
ALMA D' ARTE CHARTER HIGH SCHOOL
CASH RECONCILIATION
JUNE 30, 2008

	Operational Account 11000	Instructional Materials 14000	Food Service 21000	Non-Instruct. Funds 23000
Cash, June 30, 2007	\$ 73,391	\$ -	\$ 10,764	\$ 2,523
Add:				
2007-08 revenues	1,596,607	36,316	45,080	6,283
Repayment of Loans	-	-	-	-
Loans from other funds	-	-	-	-
Total cash available	1,669,998	36,316	55,844	8,806
Less:				
2007-08 expenditures	(1,589,675)	(15,896)	(52,374)	(5,788)
Repayment of Loans	-	-	-	-
Loans to other funds	(69,371)	-	-	-
Cash, June 30, 2008	<u>10,952</u>	<u>20,420</u>	<u>3,470</u>	<u>3,018</u>

The accompanying notes are an integral part of these financial statements

Federal Projects Funds 24000	Federal Direct Funds 25000	Local/State Funds 26000	Local/State Funds 27000	Total
\$ 33,650	\$ -	\$ -	\$ 1,671	\$ 121,999
32,650	7,500	211,957	20,261	1,956,654
-	-	-	-	-
8,691	6,659	20,899	32,077	68,326
74,991	14,159	232,856	54,009	2,146,979
(43,679)	(14,159)	(112,506)	(54,009)	(1,888,086)
-	-	-	-	-
(2,298)	-	-	-	(71,669)
29,014	-	120,350	-	187,224

The accompanying notes are an integral part of these financial statements

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APPENDIX B

LA ACADEMIA DE LORES HUERTA CHARTER

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
 (Page 1 of 2)

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 149,755
Receivables (net of allowance for uncollectibles)	
Due from other governments	21,621
Other	-
Total current assets	171,376
Capital assets (net of accumulated depreciation):	
Furniture, fixtures and equipment	66,240
Less: accumulated depreciation	(39,194)
Total noncurrent assets	27,046
Total assets	\$ 198,422

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
(Page 2 of 2)

	<u>Governmental Activities</u>
LIABILITIES AND NET ASSETS	
Accounts payable	\$ 11,907
Accrued payroll and related liabilities	27,543
Current portion of long-term debt	10,795
Total current liabilities	<u>50,245</u>
Noncurrent liabilities:	
Accrued compensated absences	
Due in more than one year	<u>-</u>
Total noncurrent liabilities	-
Total liabilities	50,245
Invested in capital assets	27,046
Restricted for:	
Capital projects	16,038
Unrestricted	<u>105,093</u>
Total net assets	<u>148,177</u>
Total liabilities and net assets	<u><u>\$ 198,422</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction	\$ 473,813	\$ -
Support services:		
Students	39,256	-
Instruction	2,710	-
General Administration	74,456	-
School Administration	182,826	-
Central Services	66,091	-
Operation & Maintenance of Plant	178,592	-
Student Transportation	-	-
Food Services Operation	59,708	2,199
Total governmental activities	<u>\$ 1,077,452</u>	<u>\$ 2,199</u>

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>
<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>		
\$ 55,650	\$ -		\$ (418,163)
-	-		(39,256)
-	-		(2,710)
-	-		(74,456)
-	-		(182,826)
-	-		(66,091)
-	80,850		(97,742)
-	-		-
51,347	-		(6,162)
<u>\$ 106,997</u>	<u>\$ 80,850</u>		<u>(887,406)</u>

General Revenues:

Property taxes:	
Levied for general purposes	-
Levied for debt service	-
Levied for capital projects	-
State Equalization Guarantee	876,706
Unrestricted investment earnings	-
Gain on sale of fixed assets	-
Miscellaneous	-
	<u>876,706</u>
Total general revenues	<u>876,706</u>
Change in net assets	<u>(10,700)</u>
Net assets - beginning	<u>158,877</u>
Net assets - ending	<u>\$ 148,177</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

Exhibit B-1
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Food Service 21000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 108,001	\$ 10,763	13,777	\$ -	\$ 1,096
Accounts receivable					
Taxes	-	-	-	-	-
Due from other governments	-	-	2,284	19,337	-
Due from other funds	17,581	-	-	-	-
Other	-	-	-	-	-
Inventory	-	-	-	-	-
<i>Total assets</i>	125,582	10,763	16,061	19,337	1,096
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accounts payable	11,907	-	-	-	-
Accrued expenses	24,691	-	-	1,756	1,096
Accrued compensated absences	-	-	-	-	-
Due to other funds	-	-	-	17,581	-
Deferred revenue - property taxes	-	-	-	-	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	36,598	-	-	19,337	1,096
<i>Fund balances</i>					
Fund Balance:					
Reserved:					
Reserved for inventory	-	-	-	-	-
Reserved for debt service	-	-	-	-	-
Reserved for capital projects	-	-	-	-	-
Unreserved:					
Undesignated, reported in					
General Fund	88,984	-	-	-	-
Special Revenue Funds	-	10,763	16,061	-	-
<i>Total fund balance</i>	88,984	10,763	16,061	-	-
<i>Total liabilities and fund balance</i>	\$ 125,582	\$ 10,763	\$ 16,061	\$ 19,337	\$ 1,096

The accompanying notes are an integral part of these financial statements

Charter Schools 24146	Libraries GO-Bonds Laws of 2004 27145	Beginning Teacher Mentoring Program 27154	Private Direct Grants (categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
\$ 80	\$ -	\$ -	\$ -	\$ 16,038	\$ 149,755
-	-	-	-	-	-
-	-	-	-	-	21,621
-	-	-	-	-	17,581
-	-	-	-	-	-
-	-	-	-	-	-
<u>80</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,038</u>	<u>188,957</u>
-	-	-	-	-	11,907
-	-	-	-	-	27,543
-	-	-	-	-	-
-	-	-	-	-	17,581
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,031</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	16,038	16,038
-	-	-	-	-	88,984
<u>80</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,904</u>
<u>80</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,038</u>	<u>131,926</u>
<u>\$ 80</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,038</u>	<u>\$ 188,957</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 131,926
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	27,046
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences	<u>(10,795)</u>
Net Assets-total Governmental Activities	<u><u>\$ 148,177</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2008

Exhibit B-2
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Food Service 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grants	\$ 51	\$ 111	\$ 2,199	\$ -	\$ -
State grants	876,706	12,864	-	-	-
Federal grants	-	-	51,347	32,761	9,863
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>876,757</u>	<u>12,975</u>	<u>53,546</u>	<u>32,761</u>	<u>9,863</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	396,417	18,396	-	32,761	9,863
Support Services					
Students	39,256	-	-	-	-
Instruction	2,225	485	-	-	-
General Administration	74,456	-	-	-	-
School Administration	182,826	-	-	-	-
Central Services	66,091	-	-	-	-
Operation & Maintenance of Plant	103,280	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	14,143	-	45,565	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>878,694</u>	<u>18,881</u>	<u>45,565</u>	<u>32,761</u>	<u>9,863</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,937)</u>	<u>(5,906)</u>	<u>7,981</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
Proceeds from bond issues	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,937)</u>	<u>(5,906)</u>	<u>7,981</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>90,921</u>	<u>16,669</u>	<u>8,080</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 88,984</u>	<u>\$ 10,763</u>	<u>\$ 16,061</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Charter Schools 24146	Libraries GO-Bonds Laws of 2004 27145	Beginning Teacher Mentoring Program 27154	Private Direct Grants (categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,361
-	-	-	-	80,850	970,420
-	-	-	-	-	93,971
-	-	-	-	-	-
-	-	-	-	80,850	1,066,752
-	-	-	-	-	457,437
-	-	-	-	-	-
-	-	-	-	-	39,256
-	-	-	-	-	2,710
-	-	-	-	-	74,456
-	-	-	-	-	182,826
-	-	-	-	-	66,091
-	-	-	-	-	103,280
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	59,708
-	-	-	-	75,312	75,312
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	75,312	1,061,076
-	-	-	-	-	-
-	-	-	-	5,538	5,676
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	5,538	5,676
80	-	-	-	10,500	126,250
<u>\$ 80</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,038</u>	<u>\$ 131,926</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA

Exhibit B-2
 (Page 3 of 3)

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2008**

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 5,676
<p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p>	
Depreciation expense	(11,676)
<p>The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmenta funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p>	
Increase in the reserve for compensated absences	<u>(4,700)</u>
Change in Net Assets-total Governmental Activities	<u>\$ (10,700)</u>

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 51	\$ 51
State grants	864,838	876,706	876,706	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>864,838</u>	<u>876,706</u>	<u>876,757</u>	<u>51</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	458,529	458,529	397,902	60,627
Support Services				
Students	52,108	52,108	39,331	12,777
Instruction	7,500	7,500	2,225	5,275
General Administration	69,496	78,981	78,852	129
School Administration	181,786	181,786	178,315	3,471
Central Services	74,058	74,058	72,264	1,794
Operation & Maintenance of Plant	100,625	107,764	91,975	15,789
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	15,135	15,135	14,157	978
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>959,237</u>	<u>975,861</u>	<u>875,021</u>	<u>100,840</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(94,399)</u>	<u>(99,155)</u>	<u>1,736</u>	<u>100,891</u>
<i>Other financing sources (uses):</i>				
Designated cash	94,399	99,155	-	(99,155)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>94,399</u>	<u>99,155</u>	<u>-</u>	<u>(99,155)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,736</u>	<u>1,736</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>123,846</u>	<u>123,846</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,582</u>	<u>\$ 125,582</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(3,673)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,937)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 111	\$ 111
State grants	11,842	11,842	20,884	9,042
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,842</u>	<u>11,842</u>	<u>20,995</u>	<u>9,153</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	28,340	28,340	18,396	9,944
Support Services				
Students	-	-	-	-
Instruction	959	959	485	474
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>29,299</u>	<u>29,299</u>	<u>18,881</u>	<u>10,418</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(17,457)</u>	<u>(17,457)</u>	<u>2,114</u>	<u>19,571</u>
<i>Other financing sources (uses):</i>				
Designated cash	17,457	17,457	-	(17,457)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,457</u>	<u>17,457</u>	<u>-</u>	<u>(17,457)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,114</u>	<u>2,114</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,649</u>	<u>8,649</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,763</u>	<u>\$ 10,763</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(8,020)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,906)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
FOOD SERVICE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 3,000	\$ 3,000	\$ 2,200	\$ (800)
State grants	-	-	-	-
Federal grants	55,000	55,000	52,829	(2,171)
Interest	-	-	-	-
<i>Total revenues</i>	<u>58,000</u>	<u>58,000</u>	<u>55,029</u>	<u>(2,971)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	65,853	65,853	45,565	20,288
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>65,853</u>	<u>65,853</u>	<u>45,565</u>	<u>20,288</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(7,853)</u>	<u>(7,853)</u>	<u>9,464</u>	<u>17,317</u>
<i>Other financing sources (uses):</i>				
Designated cash	7,853	7,853	-	(7,853)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,853</u>	<u>7,853</u>	<u>-</u>	<u>(7,853)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,464</u>	<u>9,464</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,313</u>	<u>4,313</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,777</u>	<u>\$ 13,777</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(1,483)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 7,981</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
TITLE I -IASA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	32,760	32,760	13,424	(19,336)
Interest	-	-	-	-
<i>Total revenues</i>	<u>32,760</u>	<u>32,760</u>	<u>13,424</u>	<u>(19,336)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	32,760	32,760	32,761	(1)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>32,760</u>	<u>32,760</u>	<u>32,761</u>	<u>(1)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(19,337)</u>	<u>(19,337)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(19,337)</u>	<u>(19,337)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,756</u>	<u>1,756</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,581)</u>	<u>\$ (17,581)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			19,337	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
IDEA-B ENTITLEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	9,009	9,863	9,863	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,009</u>	<u>9,863</u>	<u>9,863</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,009	9,863	9,862	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>9,009</u>	<u>9,863</u>	<u>9,862</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,095</u>	<u>1,095</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,096</u>	<u>\$ 1,096</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(1)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
CHARTER SCHOOLS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	80	80
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 80	\$ 80
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
LIBRARIES - GO BONDS - LAWS OF 2004 SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	1,472	1,472
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	1,472	1,472
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,472	1,472
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	1,472	1,472
<i>Fund balances - beginning of year</i>	-	-	(1,472)	(1,472)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(1,472)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
PRIVATE DIRECT GRANTS (CATEGORICAL) SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
PUBLIC SCHOOLS CAPITAL OUTLAY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	80,850	80,850	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>80,850</u>	<u>80,850</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	10,500	91,350	75,312	16,038
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,500</u>	<u>91,350</u>	<u>75,312</u>	<u>16,038</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,500)</u>	<u>(10,500)</u>	<u>5,538</u>	<u>16,038</u>
<i>Other financing sources (uses):</i>				
Designated cash	10,500	10,500	-	(10,500)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>10,500</u>	<u>10,500</u>	<u>-</u>	<u>(10,500)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,538</u>	<u>5,538</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,500</u>	<u>10,500</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,038</u>	<u>\$ 16,038</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 5,538</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LA ACADEMIA DOLORES HUERTA
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2008

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	\$ 6,321
Due from other funds	<u>-</u>
<i>Total assets</i>	<u><u>6,321</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	6,321
Due to other funds	<u>-</u>
<i>Total liabilities</i>	<u><u>\$ 6,321</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LA ACADEMIA DOLORES HUERTA
AGENCY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

Statement A-1

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</u>
Activities	\$ 3,381	15,447	12,507	\$ 6,321
Total Agency Funds	<u>\$ 3,381</u>	<u>\$ 15,447</u>	<u>\$ 12,507</u>	<u>\$ 6,321</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2008

Schedule I

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Fair / Par Market Value June 30, 2008</u>	<u>Name and Location of Safekeeper</u>
First Community Bank	MBS FHLMC Gold 15 Yr	<u>96,669</u>	First Community Bank, Las Cruces, New Mexico
		<u>\$ 96,669</u>	

The accompanying notes are and integral part of these financial statements

STATE OF NEW MEXICO
 LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
 LA ACADEMIA DOLORES HUERTA
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 JUNE 30, 2008

Schedule II

Bank Account Type	
Checking - Accounts Payable	\$ 122,391
Checking - Student Activity	6,321
Checking - Payroll	19,515
 Total On Deposit	 148,227
 Reconciling Items	 7,849
 Sub-total reconciled balance	 156,076
Less: Agency funds	(6,321)
 Reconciled Balance June 30, 2008	 \$ 149,755

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
LA ACADEMIA DOLORES HUERTA
CASH RECONCILIATION
JUNE 30, 2008

	Operational Fund 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Materials 23000
Cash, June 30, 2007	\$ 99,155	\$ 8,649	\$ 4,313	\$ 3,381
Add:				
2007-08 revenues	876,756	20,995	55,029	15,447
Loans from other funds	-	-	-	-
Total cash available	975,911	29,644	59,342	18,828
Less:				
2007-08 expenditures	(874,972)	(18,881)	(45,565)	(12,507)
Loans to other funds	(17,581)	-	-	-
Other Adjusting Items	24,643	-	-	-
Cash, June 30, 2008	<u>108,001</u>	<u>10,763</u>	<u>13,777</u>	<u>6,321</u>

The accompanying notes are an integral part of these financial statements

Schedule III

Federal Flowthrough 24000	State Flowthrough 27000	Public School Capital Outlay 31200	Total
\$ 80	\$ -	\$ 10,500	\$ 126,078
23,287	1,472	80,850	1,073,836
<u>17,581</u>	<u>-</u>	<u>-</u>	<u>17,581.00</u>
40,948	1,472	91,350	1,217,495
(42,623)	-	(75,312)	(1,069,860)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,581.00)</u>
<u>2,851</u>	<u>(1,472)</u>	<u>-</u>	<u>26,022</u>
<u>1,176</u>	<u>-</u>	<u>16,038</u>	<u>156,076</u>

The accompanying notes are an integral part of these financial statements

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APPENDIX C

LAS MONTANAS CHARTER

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
 (Page 1 of 2)

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 33,152
Receivables (net of allowance for uncollectibles)	
Due from other governments	225,937
Other	-
Total current assets	259,089
Capital assets (net of accumulated depreciation):	
Furniture, fixtures and equipment	214,515
Less: accumulated depreciation	(35,752)
Total noncurrent assets	178,763
Total assets	\$ 437,852

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2008

Exhibit A-1
 (Page 2 of 2)

	Governmental Activities
LIABILITIES AND NET ASSETS	
Accounts payable	\$ 74,915
Accrued payroll and related liabilities	7,125
Accrued compensated absences	4,799
Total current liabilities	86,839
Noncurrent liabilities:	
Accrued compensated absences	
Due in more than one year	-
Total noncurrent liabilities	-
Total liabilities	86,839
Invested in capital assets	178,763
Unrestricted	172,250
Total net assets	351,013
Total liabilities and net assets	\$ 437,852

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction	\$ 712,137	\$ -
Support services:		
General	116,159	-
Students	23,953	-
Instruction	4,920	-
General Administration	3,720	-
School Administration	133,893	-
Central Services	129,872	-
Operation & Maintenance of Plant	128,939	-
Operation of Non-Instructional Services	22,448	-
Student Transportation	-	-
Food Services Operation	586	-
Total governmental activities	<u>\$ 1,276,627</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>
<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>		
\$ 571,813	\$ -		\$ (140,324)
-	-		(116,159)
23,953	-		-
-	-		(4,920)
-	-		(3,720)
-	-		(133,893)
-	-		(129,872)
-	49,000		(79,939)
-	-		(22,448)
-	-		-
-	-		(586)
<u>\$ 595,766</u>	<u>\$ 49,000</u>		<u>(631,861)</u>

General Revenues:

Property taxes:	
Levied for general purposes	-
Levied for debt service	-
Levied for capital projects	-
State Equalization Guarantee	981,535
Unrestricted investment earnings	-
Gain on sale of fixed assets	-
Miscellaneous	1,339
	<u>982,874</u>
Total general revenues	<u>982,874</u>
Change in net assets	351,013
Net assets - beginning	-
Net assets - ending	<u>\$ 351,013</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	General Funds			
	Operating 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Charter Schools 24146
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ (11,419)	\$ 44,571	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	23,953	201,984
Due from other funds	250,937	-	-	-
Other	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>239,518</u>	<u>44,571</u>	<u>23,953</u>	<u>201,984</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	64,677	10,238	-	-
Accrued payroll and related liabilities	7,125	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	23,953	201,984
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>71,802</u>	<u>10,238</u>	<u>23,953</u>	<u>201,984</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved:				
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	167,716	34,333	-	-
<i>Total fund balance</i>	<u>167,716</u>	<u>34,333</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 239,518</u>	<u>\$ 44,571</u>	<u>\$ 23,953</u>	<u>\$ 201,984</u>

The accompanying notes are an integral part of these financial statements

Charter Schools Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 33,152
-	-	-
-	-	225,937
-	-	250,937
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>510,026</u>
-	-	74,915
-	-	7,125
-	-	-
25,000	-	250,937
-	-	-
-	-	-
<u>25,000</u>	<u>-</u>	<u>332,977</u>
-	-	-
-	-	-
-	-	-
(25,000)	-	(25,000)
<u>-</u>	<u>-</u>	<u>202,049</u>
<u>(25,000)</u>	<u>-</u>	<u>177,049</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 510,026</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 177,049
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	178,763
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences	<u>(4,799)</u>
Net Assets-total Governmental Activities	<u>\$ 351,013</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	General Funds			
	Operating 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Charter Schools 24146
<i>Revenues:</i>				
Local and county grants	\$ 12,692	\$ -	\$ -	\$ -
State grants	981,535	64,274	-	-
Federal grants	-	-	23,953	496,186
Interest	-	-	-	-
<i>Total revenues</i>	<u>994,227</u>	<u>64,274</u>	<u>23,953</u>	<u>496,186</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	416,502	26,404	-	418,195
Support Services				
General	112,622	3,537	-	-
Students	-	-	23,953	-
Instruction	-	-	-	4,920
General Administration	292	-	-	3,428
School Administration	118,150	-	-	15,743
Central Services	75,972	-	-	53,900
Operation & Maintenance of Plant	79,939	-	-	-
Operation of Non-Instructional Service	22,448	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	586	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>826,511</u>	<u>29,941</u>	<u>23,953</u>	<u>496,186</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>167,716</u>	<u>34,333</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>167,716</u>	<u>34,333</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 167,716</u>	<u>\$ 34,333</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Charter School Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 12,692
-	49,000	1,094,809
-	-	520,139
-	-	-
-	49,000	1,627,640
25,000	-	886,101
-	-	116,159
-	-	23,953
-	-	4,920
-	-	3,720
-	-	133,893
-	-	129,872
-	-	79,939
-	-	22,448
-	-	-
-	-	-
-	-	586
-	-	-
-	49,000	49,000
-	-	-
-	-	-
-	-	-
25,000	49,000	1,450,591
(25,000)	-	177,049
-	-	-
-	-	-
-	-	-
(25,000)	-	177,049
-	-	-
\$ (25,000)	\$ -	\$ 177,049

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL

Exhibit B-2
 (Page 2 of 2)

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2007**

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 177,049
<p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p>	
Capital Outlay	214,515
Depreciation expense	(35,752)
<p>The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmenta funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p>	
Increase in the reserve for compensated absences	<u>(4,799)</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ 351,013</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 12,692	\$ 12,692
State grants	928,585	981,535	981,535	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>928,585</u>	<u>981,535</u>	<u>994,227</u>	<u>12,692</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	419,193	479,028	409,731	69,297
Support Services				
General	-	-	79,564	(79,564)
Students	-	25,386	-	25,386
Instruction	-	-	-	-
General Administration	47,616	3,183	292	2,891
School Administration	115,728	123,084	117,845	5,239
Central Services	133,269	173,430	47,298	126,132
Operation & Maintenance of Plant	162,000	150,845	79,939	70,906
Student Transportation	-	-	-	-
Other Support Services	-	-	19,454	(19,454)
Food Services Operations	50,779	26,579	586	25,993
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>928,585</u>	<u>981,535</u>	<u>754,709</u>	<u>226,826</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>239,518</u>	<u>239,518</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>239,518</u>	<u>239,518</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 239,518</u>	<u>\$ 239,518</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(71,802)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 167,716</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	33,156	33,156	64,274	31,118
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>33,156</u>	<u>33,156</u>	<u>64,274</u>	<u>31,118</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	30,471	30,471	16,586	13,885
Support Services				
General	-	-	3,117	(3,117)
Students	-	-	-	-
Instruction	2,685	2,685	-	2,685
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>33,156</u>	<u>33,156</u>	<u>19,703</u>	<u>13,453</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>44,571</u>	<u>44,571</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>44,571</u>	<u>44,571</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,571</u>	<u>\$ 44,571</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(10,238)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 34,333</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
IDEA-B ENTITLEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	23,953	-	(23,953)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>23,953</u>	<u>-</u>	<u>(23,953)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
General	-	-	-	-
Students	-	23,953	23,953	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,953</u>	<u>23,953</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(23,953)</u>	<u>(23,953)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(23,953)</u>	<u>(23,953)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,953)</u>	<u>\$ (23,953)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			23,953	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
CHARTER SCHOOLS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	496,186	496,186	294,202	(201,984)
Interest	-	-	-	-
<i>Total revenues</i>	<u>496,186</u>	<u>496,186</u>	<u>294,202</u>	<u>(201,984)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	496,186	496,186	418,195	77,991
Support Services				
General	-	-	-	-
Students	-	-	-	-
Instruction	-	-	4,920	(4,920)
General Administration	-	-	3,428	(3,428)
School Administration	-	-	15,743	(15,743)
Central Services	-	-	53,900	(53,900)
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>496,186</u>	<u>496,186</u>	<u>496,186</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(201,984)</u>	<u>(201,984)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(201,984)</u>	<u>(201,984)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (201,984)</u>	<u>\$ (201,984)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			201,984	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
CHARTER SCHOOLS (PLANNING) SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

Exhibit C-5

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	25,000	-	(25,000)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	25,000	25,000	-
Support Services				
General	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(25,000)</u>	<u>(25,000)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(25,000)</u>	<u>(25,000)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,000)</u>	<u>\$ (25,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (25,000)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2008

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	70,000	49,000	(21,000)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>70,000</u>	<u>49,000</u>	<u>(21,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
General	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	70,000	49,000	21,000
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>70,000</u>	<u>49,000</u>	<u>21,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
JUNE 30, 2008

Schedule I

Bank Account Type	Wells Fargo Bank
Checking - Operating Account	\$ 199,328
Total On Deposit	199,328
Reconciling Items	<u>(166,426)</u>
Reconciled Balance June 30, 2007	<u><u>\$ 33,152</u></u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOLS
LAS MONTANAS CHARTER SCHOOL
CASH RECONCILIATION
JUNE 30, 2008

Schedule II

	Operational Account 11000	Instructional Materials 14000	Federal Flowthrough 24000	State Grants 27000	Public School Capital Outlay 31200	Total
Cash, June 30, 2007	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add:						
2007-08 revenues	898,236	64,274	294,202	-	49,000	1,305,712
Loans from other	250,937	-	-	-	-	250,937
Total cash available	1,149,173	64,274	294,202	-	49,000	1,556,649
Less:						
2007-08 expenditures	(754,709)	(19,703)	(520,139)	(25,000)	(49,000)	(1,368,551)
Loans to other	-	-	225,937	25,000.00	-	250,937
Other adjusting items	(405,883)	-	-	-	-	(405,883)
Cash, June 30, 2008	<u>(11,419)</u>	<u>44,571</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,152</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
AGENCY FUNDS
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2008

Schedule I

	Balance 6/30/2007	Additions	Deletions	Balance 6/30/2008
Alameda Elementary	\$ 275	\$ -	\$ -	\$ 275
Columbia Elementary	-	520	520	-
Conlee Elementary	5,948	7,077	8,625	4,400
Desert Hills Elementary	3,242	5,910	5,722	3,430
Fairacres Elementary	4,127	8,839	2,987	9,979
Highland Elementary	2,246	12,671	11,007	3,910
Hillrise Elementary	445	297	-	742
Loma Heights Elementary	12	-	-	12
MacArthur Elementary	2	-	-	2
Mesilla Elementary	1,357	2,299	1,064	2,592
Mesilla Park Elementary	-	-	-	-
Sunrise Elementary	-	1	1	-
Tombaugh Elementary	5,379	614	4,554	1,439
University Hills Elementary	7	-	-	7
Valley View Elementary	225	-	-	225
White Sands Elem/Mid	1,522	2,494	1,873	2,143
Lynn Mid School	16,351	37,892	38,810	15,433
Picacho Mid School	46,874	32,882	41,084	38,672
Sierra Mid School	15,649	69,377	57,896	27,130
Vista Mid School	5,777	34,206	32,621	7,362
Zia Mid School	8,302	28,276	27,397	9,181
Camino Real Mid School	17,918	18,042	20,675	15,285
Las Cruces High School	68,821	143,106	141,050	70,877
Mayfield High School	86,897	99,920	83,843	102,974
Ocate High School	70,197	95,025.00	82,909.00	82,313
San Andres High School	829	-	-	829
District	39,868	36,445	83,257	(6,944)
Expendable Trust	41,389	65,900	2,500	104,789
Non Expendable Trust	6,216	113	-	6,329
Total All Schools	<u>449,875</u>	<u>\$ 701,906</u>	<u>\$ 648,395</u>	<u>503,386</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2008

Schedule II

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Face Value or Fair Market Value
<u>First National Bank</u>				
	FNMA	2/1/2015	31387UDE8	\$ 118,658
Location of Safekeeper	FHLMC	8/1/2018	31294KS97	420,536
8501 Freepoint Pkw, Irving, TX	Total First National Bank			<u>\$ 539,194</u>
<u>Citizen's Bank of Las Cruces</u>				
	Dona Ana Brh Cmnty College	8/1/2009		\$ 1,310,000
	Dulce NM ISD #21	5/1/2012		1,030,000
	Albuquerque NM Met Arroyo Flood	8/1/2012		1,500,000
	FHLB	8/22/2008		2,004,448
	FHLB	9/19/2008		3,723,141
	FHLB	11/14/2008		1,505,510
	FHLB	12/12/2008		1,009,227
	FHLB	3/13/2009		1,519,527
	FFCB	5/4/2009		1,019,175
	FHLB	6/19/2009		1,021,317
	FHLB	8/18/2009		2,015,086
	FFCB	9/2/2009		2,040,639
	FHLB	12/11/2009		2,040,933
	FFCB	5/11/2010		1,033,027
	FHLB	6/15/2010		1,521,858
	FHLB	8/16/2010		1,615,833
	FHLB	12/10/2010		2,046,891
	FHLB	12/18/2011		1,023,738
	FHLB	3/11/2011		1,027,596
	FHLB	6/10/2011		2,070,431
	FHLB	8/15/2011		2,026,204
	FHLB	10/5/2011		2,056,030
	FHLB	8/15/2012		2,035,140
	FHLB	11/15/2012		1,719,260
	FHLB	12/14/2012		1,327,566
	FHLB	12/28/2012		2,086,243
	FHLB	12/18/2013		1,017,775
	MBS GNMA II 80498	3/20/2031		76,839
	MBS GNMA II 80508	4/20/2031		72,375
Location of Safekeeper	MBS GNMA II 80594	4/20/2032		102,039
P.O. Box 2108, Las Cruces, NI	Total Citizen's Bank of Las Cruces			<u>\$ 44,597,848</u>
<u>Bank of America</u>				
	FNMA 555424	5/1/2033	31385XAZ0	\$ 1,764,549
Location of Safekeeper	FNMA 555424	5/1/2033	31385XAZ0	18,775,788
94567 Walnut Creek, CA	Total Bank of America			<u>\$ 20,540,337</u>
<u>First Community Bank</u>				
	FHLB	7/21/2008	31339YVV1	\$ 200,090
	FHLB	11/14/2008	3133X2BZ7	50,185
	FHLB	11/14/2008	3133X2BZ7	225,832
	FHLB	8/14/2009	3133X8CS9	151,469
	MBS GNMA II 8275	10/20/2017	36202KFQ3	49,648
	MBS GNMA II 3313	12/20/2017	36202DVE8	554,068
	MBS GNMA II 8378	7/20/2018	36202KJX4	46,631
	FHR 2695 DG	10/15/2018	31394L7G1	141,960
	MBS GNMA II 8417	10/20/2018	36202KK61	29,022
	MBS FHLMC Gold 15 Yr	12/1/2020	3128M1ET2	324,636
	MBS GNMA II 80747 ARM	10/20/2033	36225CZM1	238,099
	MBS GNMA II 80750 ARM	10/20/2033	36225CZQ2	193,455
	Total First Community Bank			<u>\$ 2,205,095</u>
				<u>\$ 67,882,474</u>

The accompanying notes are and integral part of these financial statements

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
JUNE 30, 2008

Bank Account Type	Bank of America Bank	Citizens Bank	First National Bank
Checking - Accounts Payable Clearing	\$ 13,464,068	\$ -	\$ -
Checking - Payroll Clearing	1,277,944	-	-
Checking - Food Service	46,828	-	-
Checking - Debt Service	6,336,260	-	-
Certificate of Deposit	2,197	2,800	-
Checking - Operational Investment Account	-	5,608,511	-
Checking - Operational Account	-	1,869,805	-
Checking - Bond Building Account	-	52,384,464	-
Checking - Activity	-	-	2,265,063
Checking - Federal Program Direct Account	-	-	-
Checking - Federal Programs	-	-	-
Total On Deposit	21,127,297	59,865,580	2,265,063
Reconciling Items	(3,450,114)	(2,436,820)	(15,266)
Reconciled Balance June 30, 2008	\$ 17,677,183	\$ 57,428,760	\$ 2,249,797

Investments with State of New Mexico Treasurer's Office

Plus: Petty Cash

Subtotal

Less: Fiduciary Funds Cash

Cash per Government-wide Financial Statements

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

Schedule III

First Community Bank	Totals
\$ -	\$ 13,464,068
-	1,277,944
-	46,828
-	6,336,260
-	4,997
-	5,608,511
-	1,869,805
-	52,384,464
-	2,265,063
1,141,226	1,141,226
7,963	7,963
1,149,189	84,407,129
-	(5,902,200)
<u>\$ 1,149,189</u>	<u>\$ 78,504,929</u>
	13,763,341
	120
	<u>\$ 92,268,390</u>
	503,386
	<u>\$ 91,765,004</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
CASH RECONCILIATION
JUNE 30, 2008

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Food Services Account 21000	Athletics Account 22000
Cash, June 30, 2007	\$ 15,220,696	\$ 146,106	\$ 418,566	\$ 1,749,723	\$ 384,527
Add:					
2007-08 revenues	162,658,991	5,321,667	3,238,907	6,389,644	421,725
Loans from other funds	<u>-</u>	<u>420,787</u>	<u>-</u>	<u>-</u>	<u>1,309</u>
Total cash available	177,879,687	5,888,560	3,657,473	8,139,367	807,561
Less:					
2007-08 expenditures	(159,210,189)	(5,429,343)	(2,588,923)	(7,704,632)	(382,639)
Loans to other funds	<u>(2,188,426)</u>	<u>-</u>	<u>(429,489)</u>	<u>(351,051)</u>	<u>-</u>
Cash, June 30, 2008	<u><u>16,481,072</u></u>	<u><u>459,217</u></u>	<u><u>639,061</u></u>	<u><u>83,684</u></u>	<u><u>424,922</u></u>

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

Non-Instruction Account 23000	Federal Flowthrough 24000	Federal Direct 25000	Local Grants 26000	State Flowthrough 27000	State Direct 28000
\$ 1,307,764	\$ (498,042)	\$ 947,328	\$ 35,355	\$ 61,272	\$ (598)
1,747,953	14,255,425	4,862,231	102,054	2,294,082	80,598
-	1,407,347	368,290	15,498	117,572	1,709
3,055,717	15,164,730	6,177,849	152,907	2,472,926	81,709
(1,729,663)	(16,504,259)	(4,947,157)	(101,295)	(1,686,843)	(67,710)
-	(33,738)	(121,378)	-	(5,351)	(3,319)
<u>1,326,054</u>	<u>(1,373,267)</u>	<u>1,109,314</u>	<u>51,612</u>	<u>780,732</u>	<u>10,680</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
CASH RECONCILIATION
JUNE 30, 2008

	Local / State 29000	Bond Building 31100	Public School Capital Outlay 31200	Spec. Capital Outlay-Local 31300	Spec. Capital Outlay-State 31400
Cash, June 30, 2007	\$ 117,383	\$ 39,965,540	\$ (147,613)	\$ 126,576	\$ (372,116)
Add:					
2007-08 revenues	168,738	11,554,333	-	862,349	239,775
Loans from other funds	<u>-</u>	<u>4,065</u>	<u>147,613</u>	<u>-</u>	<u>658,372</u>
Total cash available	286,121	51,523,938	-	988,925	526,031
Less:					
2007-08 expenditures	(244,327)	(12,094,112)	(147,613)	(157,411)	(1,184,403)
Loans to other funds	<u>(12,008)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2008	<u><u>29,786</u></u>	<u><u>39,429,826</u></u>	<u><u>(147,613)</u></u>	<u><u>831,514</u></u>	<u><u>(658,372)</u></u>

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

Cap. Improv. SB 9 31700	Debt Service Fund 41000	Total
\$ 10,667,056	\$ 14,968,172	\$ 85,097,695
8,005,583	28,271,134	250,475,189
<u>18,206</u>	<u>-</u>	<u>3,160,768</u>
18,690,845	43,239,306	338,733,652
(6,549,725)	(23,093,644)	(243,823,888)
<u>-</u>	<u>-</u>	<u>(3,144,760)</u>
<u><u>12,141,120</u></u>	<u><u>20,145,662</u></u>	<u><u>91,765,004</u></u>

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

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COMPLIANCE SECTION

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Las Cruces Public School District No. 2
Las Cruces, New Mexico

We have audited the basic financial statements of the governmental activities, the business-type activities, the aggregately presented component units, each major fund, and the aggregate remaining fund information consisting of the aggregate non-major governmental fund column and the budgetary comparisons of the general and major special revenue funds of Las Cruces Public School District No. 2, New Mexico, as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 8, 2008. We also have audited the financial statements of each of the District's major capital project funds, the debt service fund, non-major governmental and fiduciary funds and budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents, and have issued our report thereon dated November 8, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Las Cruces Public School District No. 2, New Mexico's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affect the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the agency's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting as items FS 07-02, FS 08-01, FS 08-05, FS 08-06, FS 08-10, FS 08-16 and FS 08-17.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider item FS 08-17 to be a material weakness.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Las Cruces Public School District No. 2, New Mexico's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 06-05, FS 08-04, FS 08-07, FS 08-08, FS 08-09, FS 08-11 through FS 08-15 and FS 08-18.

We noted certain matters that are required to be reported under *Governmental Auditing Standards* paragraph 5.14 and 5.16, and Section 12-6-5 NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as items FS 08-02 and FS 08-03.

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

This report is intended solely for the information and use of management, others within the organization, the audit committee, the Office of the State Auditor, New Mexico State Legislature, New Mexico Public Education Department, 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.



Albuquerque, New Mexico
November 8, 2008

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FEDERAL FINANCIAL ASSISTANCE

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Las Cruces Public School District No. 2
Las Cruces, New Mexico

Compliance

We have audited the compliance of Las Cruces Public School District No. 2, New Mexico, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. Las Cruces Public School District No. 2, New Mexico's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Las Cruces Public School District No. 2, New Mexico's management. Our responsibility is to express an opinion on Las Cruces Public School District No. 2, New Mexico's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Las Cruces Public School District No. 2, New Mexico's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Las Cruces Public School District No. 2, New Mexico's compliance with those requirements.

In our opinion, Las Cruces Public School District No. 2, New Mexico complied, in all material respects, with the compliance requirements that apply to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB A-133 and are described in the accompanying schedule of findings and questioned costs as items FA 08-1.

Internal Control Over Compliance

The management of Las Cruces Public School District No. 2, New Mexico is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Las Cruces Public School District No. 2, New Mexico's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the 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 of a federal program that is more than inconsequential will not be prevented or detected by the District's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be significant deficiency in internal control over financial reporting as items FA 08-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the District's internal control. However, we do not believe the significant deficiency described above is a material weakness.

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

This report is intended solely for the information and use of the audit committee, management, others within the organization, the Office of the State Auditor, New Mexico State Legislature, New Mexico Public Education Department, 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.

Grigo Professional Services, LLC

Albuquerque, New Mexico
November 8, 2008

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STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008

Schedule V
(Page 1 of 3)

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	CFDA Number	Federal Expenditures
U.S. Department of Health and Human Services			
<i>Direct U.S. Department of Health and Human Services</i>			
Headstart (1)	25127	93.600	\$ 2,738,997
GRADS Child Care CYFD	25149	93.590	31,356
Medicaid	25153	93.778	1,180,865
TANF / GRADS HSD	25162	93.558	40,016
			<u>3,991,234</u>
 <i>Passthrough State of New Mexico Department of Education</i>			
Title XX - Health & Social Services	25129	93.667	200,109
Scaling Up Mathematics Achievement	25166	93.xxx	63,235
			<u>263,344</u>
Total U.S. Department of Health and Human Services			<u>4,254,578</u>
 U.S. Department of Education			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I (1)	24101	84.010	6,852,198
Title I - charter schools	24101	84.010	32,761
Javits Gifted & Talented Students	24102	84.206	7,042
Title I Migrant	24103	84.011	110,266
IDEA B - Entitlement (1)	24106	84.027	5,403,654
IDEA B - Entitlement - charter schools	24106	84.027	79,158
IDEA B - Pre School	24109	84.173	186,672
Education of Homeless	24113	84.196	57,599
Title I Family Literacy	24125	84.213	117,906
Partnerships in Charter Education Pilot	24129	84.215V	17,968
Title III - Incentives	24143	84.365A	20,654
EETT Partnership	24149	84.318X	24,475
Title V	24150	84.298	30,692
Title III English Language Acquisition	24153	84.365A	186,823
Title IIA Teacher / Principal Training (1)	24154	84.367A	1,493,325
Title IV Safe & Drug Free Schools	24157	84.186A	129,784
21st Century	24159	84.287C	156,078
Title II Immigrant Funding	24163	84.365A	7,475
Reading First	24167	84.357A	685,157
Carl Perkins Tech Prep - Current	24168	84.048	412,362
Carl Perkins Tech Prep - PY Unliq Obligations	24169	84.243A	2,430
Carl Perkins- Secondary Current	24174	84.048	226,109
Carl Perkins- Secondary - PY Unliq Obligations	24175	84.048A	39,024
Carol White Physical Fitness	25241	84.215F	200,337
Advanced Placement Incentive	25242	84.330C	109,817
Charter School - planning	24146	84.282	496,186
			<u>17,085,952</u>
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>17,085,952</u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008

Schedule V
(Page 2 of 3)

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	CFDA Number	Federal Expenditures
<i>Direct U.S. Department of Education</i>			
Impact Aid	11000	84.041	34,853
Impact Aid - Special Education	25145	84.041	5,357
<i>Subtotal - Direct U.S. Department of Education</i>			<u>40,210</u>
Total U.S. Department of Education			<u>17,126,162</u>
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
Fresh Fruits & Vegetables	24118	10.582	8,899
Food Stamps Nutrition	25150	10.561	74,470
School Lunch Program (1)	21000	10.555	5,950,784
School Lunch Program -charter schools	21000	10.555	69,909
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>6,104,062</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities) (1)	21000	10.550	465,683
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>465,683</u>
Total U.S. Department of Agriculture			<u>6,569,745</u>
Total Federal Financial Assistance			\$ 27,950,485
Less: Total Charter Schools Federal Financial Assistance			678,014
Total Federal Financial Assistance - Las Cruces Public School District No. 2			<u><u>\$ 27,272,471</u></u>

(1) Denotes Major Federal Financial Assistance Program

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008

Schedule V
(Page 3 of 3)

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

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

2. Subrecipients

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

3. Non Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2008 was \$456,683 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 27,272,471
Total expenditures funded by other sources	<u>197,141,417</u>
Total expenditures	<u><u>\$ 224,413,888</u></u>

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

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2008

Section I – Summary of Audit Results

Financial Statements:

- | | |
|---|-------------|
| 1. Type of auditors' report issued | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weakness identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Control deficiencies identified not considered to be significant deficiencies? | Yes |
| d. Noncompliance material to financial statements noted? | No |

Federal Awards:

- | | |
|---|-------------|
| 1. Internal control over major programs: | |
| a. Material weakness identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Control deficiencies identified not considered to be significant deficiencies? | No |
| 2. Type of auditors' report issued on compliance for major programs | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | Yes |
| 4. Identification of major programs: | |

CFDA Number	Federal Program
84.010	Title I –IASA
84.027	IDEA-B Entitlement
84.367	Teacher/Principal Training
10.550/10.555	USDA School Lunch
93.600	Headstart

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$821,051 |
| 6. Auditee qualified as low-risk auditee? | No |

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2008

Section II – Financial Statement Findings

FS 07-02 Inadequate maintenance of deductions, pay schedules, personnel files

Condition: During our testwork of payroll and payroll related reports we noted 2 employee contracts and 1 employee contract addendum of the 20 payroll files that were tested which was not signed or dated.

Criteria: NMAC 6.20.2.18 states the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations (W-4), pay or position change notices, and Educational Retirement Act plan application. Additionally, pay rates must be calculated correctly according to the contract amount, and all deductions, including FICA, Medicare, and medical insurance, must be calculated and deducted at the correct rate as determined by the entity the deductions will be paid to.

Effect: Maintaining controls over payroll records is necessary to insure accuracy and document each party's responsibility. Lack of such controls illustrates a failure in procedures which may result in various legal complications in the event of noncompliance with a contract. In this instance, the District did not solidify employee contracts by signature; therefore possibly exposing the District to liability in the chance of litigation with or regarding the employee.

Cause: During the finalization of employee contracts, the District failed to obtain proper signatures from 2 employees relating to contracts and 1 employee related to a contract addendum. Follow-up procedures were not performed to insure signatures were obtained prior to the employees beginning employment duties.

Auditor Recommendation: We recommend the District implement procedures, such as a checklist, to ensure the District obtains and retains all required information documents in the employee's personnel file, including a signed contract. In the future, the Schools should make periodic checks to ensure all information is being maintained.

Management Response: The Human Resources Department will implement a procedure that ensures all contracts are signed and properly filed before the employee begins employment. The procedure will include a checklist of required documentation pertaining to the employment of that individual. Quality control will include staff solely responsible for ensuring the required documentation is placed in the personnel files with the required signatures. We will also implement an "internal audit" of our personnel files to be conducted on a yearly basis.

FS 08-01 Bank Reconciliations

Condition: During the performance of audit procedures relating to cash and bank reconciliations, the following items were noted:

- The outstanding check listing did not agree to the checks in transit on the payroll clearing and accounts payable clearing bank reconciliation. The payroll listing did not agree by \$3,296 and the accounts payable listing did not agree by \$81,287, for a net understatement of \$77,991.
- There are other reconciling items that have been on the payroll clearing and accounts payable clearing bank reconciliations for more than a year. The net effect of all the items was \$51,697.
- In the proof of cash for the payroll clearing and the accounts payable clearing bank reconciliation there were unreconciled items. The net amount of the items totaled \$10,599.
- The bank reconciliations did not appear to be reviewed by an individual other than the employee preparing the bank reconciliations.

Criteria: Per NMAC 6.20.2.14 K, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements should to be reviewed by the business manager and/or assistant superintendent for business

STATE OF NEW MEXICO
LAS CRUCES PUBLIC SCHOOL DISTRICT NO. 2
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2008

administration. The bank statement, deposit slips, and canceled checks shall be made available to the District's auditor during the annual audit.

Effect: Reconciling cash accounts is essential to District operational and management decisions. The District is reconciling cash monthly as required, however, the lack of a review process has not allowed various items on the bank reconciliations to be addressed and cleared in a timely manner. Such items may indicative of errors or possible fraudulent activity and result in unnecessary adjustments which are not properly supported.

Cause: The cause is that the District did not reconcile the payroll bank account to the general ledger timely at year end.

Auditor's Recommendation: We recommend that each bank statement be reconciled to the general ledger balances on a monthly basis and all supporting documentation be maintained. Items, such as those noted in the condition above should be addressed monthly. A proper internal control structure, including a review process by the business manager or controller, will insure errors and irregularities are addressed.

Management's Response: The reconciliation findings have been corrected through the modification of our internal controls. A review process is in place to strengthen internal control to ensure that reconciliation items are cleared in a timely manner and to avoid errors and possible fraudulent activity.

FS 08-02 Fixed Asset Disposition

Condition: During our audit procedures of capital asset deletions, we noted that the District disposed of a capital asset (a BC3135389 Risograph) without proper notifying the State Auditor' Office as required by 13-6-1 NMSA 1978.

Criteria: Per 13-6-1 B NMSA 1978 Prior to the disposition of any items of tangible personal property the governing body (school board) is required to give notification at least thirty days prior to making the deletion by sending a copy of its official finding and the proposed disposition of the property to the state auditor and the appropriate approval authority designated in Section 13-6-2 NMSA 1978, duly sworn and subscribed under oath by each member of the authority approving the action. A copy of the official finding and proposed disposition of the property sought to be disposed of shall be made a permanent part of the official minutes of the governing authority and maintained as a public record subject to the Inspection of Public Records Act.

Effect: The District is out of compliance with 13-6-1 NMSA 1978 with regard to the disposition.

Cause: The District did not realize that notification must be sent to the State Auditor and the finding for disposition must be approved and recorded by the school board.

Recommendation: We recommend that the district ensure that all future items removed from their capital asset listing be both approved by the school board as well as have notification sent to the State Auditor of the State of New Mexico at least thirty (30) days before such disposition.

Management's Response: All assets removed from the district's capital asset listing will be approved by the school board and notification sent to the State Auditor before disposition.

FS 08-03 Disaster Recovery Plan

Condition: The District has not formalized and implemented a disaster recovery plan to insure vital data is not compromised in the event of a disaster.

Criteria: The District should design and implement policies and procedures relating to a disaster recovery plan.

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Effect: The formalized and implementation of a disaster recovery plan is essential to insure the safeguard of the Districts assets. In addition poor accounting practices, the lack of a proper disaster recovery plan may result in the District's inability to regenerate financial and school records, create difficulties in attempts with regards to insurance recoveries or create liabilities due to a lack of information with regards to payments to vendors and/or employees.

Cause: The District has implemented many policies and procedures within it's operations, however, a disaster recovery plan has not been given a high priority.

Auditor's Recommendation: A formal disaster recovery plan should be formalized and implemented by the District. The plan must include an accurate listing of District assets and incorporate the District's financial records.

Management's Response: As of June 30, 2008, the district was in the process of implementing a disaster recovery plan. A disaster recovery plan has been formalized and is currently in place.

FS 08-04 Budgetary Conditions

Condition: The District had the following expenditure functions where actual expenditures exceeded budgetary authority:

Major Funds:		
Debt Service		
Support Services – General Administration	\$	41,836
Nonmajor Funds:		
21 st Century Community		
Support Services		96
Incentive Program		
Instruction		16,908
NEA Foundation		
Instruction		38
Subtotal, Nonmajor Funds		<u>17,042</u>
Total, All Funds		<u>\$ 41,932</u>

Criteria: Sound financial management and 6-6-6 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts, the expenditure function is the legal level of control.

Effect: As a result, in non compliance with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover the over-expenditures.

Cause: The District did not make the appropriate budgetary adjustments requests and transfers to alleviate possible over-expenditure within functions prior to the year end.

Auditors' Recommendation: The District should establish a policy of budgetary review at year-end, and make the necessary budget adjustments resolutions (BAR's) prior to year end.

Management's Response: Due to staff turnover and training of new staff members, Public Education Department deadlines for budget adjustment requests at year end presented difficulties. Tighter budgetary review at year end will occur, along with the use of accounting software controls to prevent over-expenditures by function.

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FS 08-05 Student Activity Funds

Condition: The District maintains internal controls related to student activity accounts. During the fiscal year end June 30, 2008, the Districts review of the sale of campus parking permits unveiled a possible embezzlement of \$5,820 as parking permit sale should have generated revenue of \$11,170 and deposits for the related sales totaled only \$5,890.

Criteria: Internal control procedures established by the District requires a list of all receipts be maintained and promptly deposited intact in the appropriate bank account.

Effect: Student activity accounts are subject to a higher risk of erroneous and fraudulent activity due to the nature of the accounts, i.e. activity typically surrounds fundraising dollars which is generated in cash that is handles outside the Districts accounting office. Enforcement of policies and procedures relating to student activities must be implemented in order to reduce the risk of fraudulent activity.

Cause: The individual processing and receipting the parking permits at one of the Districts High Schools does not appear to have deposited all funds received.

Auditor's Recommendation: Student activity accounts have historically been the focal point for fraud related activity within school districts throughout the state. As a result, the district must enforce policies and procedures set forth by the board with regard to student activity. In addition, periodic reviews of the accounts should be performed to insure compliance and accuracy.

Management's Response: The embezzlement of student activity funds was discovered by the Finance Department and was immediately reported to the State Auditor and law enforcement officials. Investigation is currently on-going by law enforcement officials. Periodic reviews of accounts will be performed in ensure compliance and accuracy.

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Alma D'Arte Charter School

No findings

La Academia Dolores Huerta

FS 08-06 – Payroll – Lack of Supporting Documentation

Criteria: NMAC 6.20.2.18 states the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations, pay or position change notices, Educational Retirement Act plan application, and direct deposit authorizations.

Condition: During our testwork we noted 1 out of 10 employees in which employee contract did not match pay.

Effect: The School is not in compliance with NMAC 6.20.2.18. The School could improperly pay employees.

Cause: The School did not maintain proper documentation relating to the personnel files of employees. This is an indication that the School did not maintain proper internal controls over the personnel or payroll functions. The school did have an additional memo stating that the employee in question would be receiving additional pay however, this memo still did not reconcile to employee wages.

Auditor Recommendation: The School must complete all necessary forms and retain the necessary documents in each employee's personnel file. In addition, the School should make periodic checks to ensure all such information is being properly maintained.

Management's Response: The past governing council president (Mr. Gene Gutierrez) placed principal (Mr. Gilbert Gutierrez) on paid administrative leave. He then wrote a memo "Substitute Administrator Wages" appointing Mr. Mike Davis (counselor) substitute administrator. Mr. Davis' pay was to be \$85 per day in addition to his regular wages. I, as the business manager, followed the directive given to me by the president of the governing council. In the future, the Scholl will ensure that all addendums to contracts are specific and address pay changes.

FS 08-07 Travel & Per Diem Rates

Condition: During our testwork we found one instances of the six travel related disbursements tested that did not reimburse an employee at the rate specified by State Statute NMAC 2.42.2.11.

Criteria: According to NMAC 2.42.2.11, mileage shall be reimbursed at the given rate pursuant to the mileage chart of the official state map published by the state highway and transportation department for distances in New Mexico and the most recent edition of the Rand-McNally road atlas for distances outside of New Mexico or pursuant to certified odometer reading only if mileage cannot be found on state map.

Effect: The charter school could over or under pay employees when reimbursing for mileage. The lack of understanding of State Statute specification may make the School more vulnerable to incidents of fraud within travel related expenditures.

Cause: The school was unaware of the specifications required by NMAC 2.42.2.11 and incorrectly reimbursed an employee for School related travel expenditures.

Auditor Recommendation: The Schools must ensure they understand State Statutes in order to maintain compliance with the travel and per diem regulations within the Stat of New Mexico. We recommend that personnel in charge of

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travel and per diem reimbursements and expenditures review State Statutes and implement proper procedures to process travel and per diem expenditures.

Management Response: According to Department of Finance and Administration Chapter 42 Travel & Per Diem 2.42.2.11, D. 2B, privately owned automobiles; La Academia Dolores Huerta does not operate a motor pool. Employees are required to use privately owned vehicles thus entitled to be paid actual odometer mileage. The School will continue to evaluate and follow statutes as deemed necessary.

FS 08-08 Travel & Per Diem Rates

Condition: During our test work, we noted a reimbursement made that included one charge that should not have been paid, a reimbursement for expenses for the parent of a performing arts student. The expense was the responsibility of the parent, not of the School.

Criteria: Per NMAC 6.20.2.19 TRAVEL AND TRAINING: Each school district shall establish and implement written policies and procedures for travel and training. Travel policies and procedures shall be in compliance with the Per Diem and Mileage Act, Sections 10-8-1 through 10-8-8, NMSA 1978, and department of finance and administration (DFA) regulations. Also Article IX, Section 14, of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the intended recipients.

Effect: The charter school could pay non-employees for unallowed travel expenditures; therefore violating NMAC 6.20.2.19 and Article IX, Section 14, of the Anti Donation Clause. The lack of understanding of State Statute specification may make the School more vulnerable to incidents of errors and possible risk of fraudulent within travel related expenditures.

Cause: The school was inappropriately reimbursed a parent for travel expenditures.

Auditor Recommendation: The Schools must ensure they understand State Statutes in order to maintain compliance with the travel and per diem regulations within the Stat of New Mexico. We recommend that personnel in charge of travel and per diem reimbursements and expenditures review State Statutes and implement proper procedures to process travel and per diem expenditures.

Management Response: The parent who is also an employee was asked by administration to take her child to Albuquerque for a performance at La Cosecha, a conference for Bilingual Educators. By utilizing the parent/employee, the charter school saved money, by not having to provide transportation. The parent/employee was told in advance by administrator that they would be reimbursed actual expenses (with receipts). The School will follow NMAC 6.20.2.19 and implement procedures to ensure compliance.

FS 08-09 Bank Reconciliations

Condition: During fieldwork we noted that the bank reconciliation and PED did not agree to the Schools general ledger in the amount of \$8,239.

Criteria: According to NMAC 6.20.2.14, "Schools shall establish and maintain cash management programs to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws and regulations.

Effect: Not properly addressing unreconciled items or maintaining control over its cash account and may result in the Scholl being susceptible to continued errors through unintentional errors and/or fraud.

Cause: School finance personnel did not completely reconciled its bank account as the \$8,239 was listed as an outstanding item.

Auditor Recommendation: Perform complete and accurate bank reconciliations at month-end and assign another member of management the responsibility of reviewing each month's bank reconciliation. All unusual reconciling

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items should be investigated and dealt with promptly so errors do not accumulate thereby making the reconciliation process more difficult and time consuming

Management Response: The amount of \$8,239 was the result of the following liabilities. Direct deposit, Title I loan reimbursement and payroll clearing account. Title I reimbursement was not received by June 30th from Federal Funds Flowthrough, which created an outstanding loan from Operational funds. On the bank reconciliation it was recorded as a deposit in transit instead of a loan. Educational Retirement liabilities were outstanding in the payroll clearing account causing the GL in Apta Fund accounting system not to balance with bank statements. Direct Deposits were not cleared for June in Apta Fund accounting system by June 30, 2008. This caused a difference of \$8,239 between GL and Bank Statements. The Business Manager is corresponding with Apta Fund to ensure this issue is resolved in the future.

Las Montanas Charter School

FS 08-10 Inadequate maintenance of deductions, pay schedules, personnel files

Condition: During our testwork of payroll and payroll related reports we noted 1 employee of the 10 payroll files that were tested which did not include proper I-9 form documentation.

Criteria: NMAC 6.20.2.18 states the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations (W-4), pay or position change notices, and Educational Retirement Act plan application. Additionally, pay rates must be calculated correctly according to the contract amount, and all deductions, including FICA, Medicare, and medical insurance, must be calculated and deducted at the correct rate as determined by the entity the deductions will be paid to.

Effect: The District is not in compliance with the Immigration Reform & Control Act of 1986 and could be subject to penalties and fines.

Cause: The District did not maintain proper documentation relating to the personnel files of employees. This is an indication that the District did not maintain proper internal controls over the personnel or payroll functions.

Auditor Recommendation: The District must require all employees to complete the necessary forms and retain the necessary documents in each employee's personnel file. In addition, the District should make periodic checks to ensure all such information is being properly maintained.

Management Response: Internal control procedures with regard to personnel documentation will be evaluated and updated to assure compliance

FS 08-11 Payroll Withholdings - ERB

Condition: The school did not withhold employee contributions, make employer contributions, or make payments that are required to the Educational Retirement Board for their employees for half of fiscal year 2008. In December of 2008 the school became aware of ERB requirement and retroactively paid required contributions in December through February. ERB amounts were improperly withheld in 7 out of 8 samples selected.

Criteria: As indicated in 22-11-16 NMSA 1978, membership in the Educational Retirement Board shall be a condition of employment. This excludes substitutes, interns, and employees less than .25 FTE. Per 2.82.2.11 B NMAC, in order to be excluded from ERB withholding an employee must be less than .25 FTE and not covered by another local administrative unit (school district).

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Effect: The school has misreported its wages to the NMERB and is out of compliance with state statute. The school could possibly be incurring improper expense by not calculating deduction correctly.

Cause: Rio Grande Behavioral Health, the Schools contracted Business Manager, was not aware of requirements to contribute to the Educational Retirement Board. This misunderstanding was mainly due to the first year of School operation as well as the first year the Business Manager has performed this position for a charter school.

Auditor Recommendation: We recommend that the school properly report eligible wages to the NMERB and if required by the ERB make back payments in order to bring the employee's account with NMERB up to current. We also recommend that the school implement procedures to ensure wages are properly reported and expense is properly paid.

Management Response: Procedures have been implemented to ensure wages are properly reported and contributions paid accurately. All eligible wages and back payments have been reported and paid to the NMERB.

FS 08-12 Payroll Withholdings - RHC

Condition: The school did not withhold employee contributions, process employer contributions, or make payments as required to the New Mexico Retiree Healthcare Board for their employees throughout the year. A bulk payment was made to NMRHC on June 30, 2008 for the year that covered employer and employee portions.

Criteria: Per 10-7C-15 NMSA 1978 as a condition of employment, participation employer's shall deduct RHC contributions from the participating employee's salary and shall remit it to the board as provided by any procedures the board may require. Per discussion with NMRHC if an employee is covered under ERB they are also a member of RHC.

Effect: Because the employees were not substitutes, interns, or less than .25 FTE Retiree Healthcare contributions should have been made by both the employer and the employee. As a result the school has misreported its wages to the NMRHC and is out of compliance with state statute. The school also had to absorb additional expenditures due to mistake as a result of interest.

Cause: Rio Grande Behavioral Health, the Schools contracted Business Manager, was not aware of requirements to contribute to the Educational Retirement Board. This misunderstanding was mainly due to the first year of School operation as well as the first year the Business Manager has performed this position for a charter school.

Auditor Recommendation: We recommend that the school properly report wages to the NMRHC Board and implement procedures to ensure wages are properly reported and related contributions are paid accurately and timely.

Management Response: Procedures have been implemented to ensure wages are properly reported and contributions paid accurately.

FS 08-13 Bank Reconciliations

Condition: The School's report to the Public Education Department did not match the General Ledger. The General Ledger for the school reported cash at \$63,877 while the PED Report reported cash at \$57,106 leaving a difference of \$6,771.

Criteria: According to 6.20.2.11 (B) (6) NMAC and Regulation SBE-6 the reports sent to the New Mexico Public Education Department (PED) must agree to the School's General Ledger.

Effect: Not properly addressing reconciling items or maintaining control over its cash account and may result in the Scholl being susceptible to continued errors and/or fraudulent activity.

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Cause: The difference is due to the client including a payroll accrual in their cash calculation in the amount of \$6,771.

Auditor Recommendation: The appropriate personnel should complete the PED report based upon the General Ledger. Additionally, an individual should review the report to ensure that the report does match the General Ledger and accruals should not be used in cash calculation when reporting to PED.

Management Response: The difference of \$6,771 indicated represents employee payroll benefit deductions held in trust that have not yet been paid. Procedures will be implemented to disburse to the responsible entities monthly.

FS 08-14 Pledged Collateral – Cash Equivalents and Deposits

Condition: During the year ended June 30, 2008, the Charter school maintained and utilized deposits with financial institutions which were not covered by 50% of pledged collateral as required by State of New Mexico Statutes. As of June 30, 2008 the under collateralization at the institutions totaled \$49,664.

Criteria: Cash equivalents and deposits must be covered by 50% of pledged collateral in accordance with NMSA 1978 Section 6-10-8.

Effect: Lack of proper collateralization may result in non-compliance with state statutes and increase potential liability and exposure to the loss of funds in the event of bank failure or closure.

Cause: The Charter school has funds that are not covered by FDIC. The School indicated it was unaware of the pledged collateral requirement.

Auditor Recommendation: The Charter School should ensure all cash balances are collateralized as required by State Statutes. This can be accomplished through implementation of internal control procedures which require monthly monitoring of the School pledged collateral statements received from their financial institution.

Management Response: Management will confer with the financial institution to assure cash equivalents and deposits are covered by 50% of pledged collateral.

FS 08-15 Payroll Withholdings - RHC

Condition: During our testwork of payroll, we noted several instances in which payroll Insurance deductions were not taken out of employees pay at the proper amount.

Criteria: Per 10-7C-15 NMSA 1978 as a condition of employment, participation employer's shall deduct RHC contributions from the participating employee's salary and shall remit it to the board as provided by any procedures the board may require. Per discussion with NMRHC if an employee is covered under ERB they are also a member of RHC.

Effect: The incorrect rates were deducted and paid to the respective agencies and therefore the client could be liable for the amounts not deducted and possible fines and penalties which could incur.

Cause: Employee insurance deductions were not processed until a few months after beginning of fiscal year. A reconciliation was provided by the schools the auditor which to reconciled the insurance amounts deducted however, the School was unable to provide sufficient documentation illustrating proper amounts were processed.

Auditor Recommendation: We recommend that the School emphasize the importance of properly calculating payroll deductions and implement procedures to ensure insurance withholdings are being processed accurately and timely.

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Management Response: Procedures have been implemented to ensure insurance withholdings are properly calculated and processed timely.

FS 08-16 Cash Controls

Condition: During our audit procedures we noted that the School received deposits from the State of New Mexico and other entities which were deposited with another entity, Families and Youth, Inc. Instances have also occurred in which the School has received electronic wire transfers for the other entity as well. It appears that the deposits are eventually provided to the correct recipient, however, this is a conditions which should not be occurring.

Criteria: According to NMAC 6.20.2.14, "Schools shall establish and maintain cash management programs to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws and regulations.

Effect: Current cash controls did not adequately address wire transfers and as a result, School funds were deposited in the accounts of another entity. Improper controls over cash may result in the School not receiving funds timely and operational activities as well as management decisions may be affected.

Cause: Cash controls were not adequately addressed to ensure that wire transfers are deposited in the Schools accounts. The School did not provide proper information to entities transferring funds to the School.

Auditor Recommendation: We recommend that the School implement procedures which ensure School funds are expedited through proper financial institutions and banks. The School must make this a high priority.

Management Response: LMCS has filed the proper paperwork with the appropriate bank information and communicated with the proper officials at PED to ensure all direct deposits are made to the proper account. Beyond as indicated, LMCS has no control on how payments from PED are disbursed.

FS 08-17 Internal Control over Financial Reporting

Condition: The accounting management has not obtained updated training to adequately apply generally accepted accounting principles, which includes GASB 34 and subsequent pronouncements.

Criteria: Statement on Auditing Standards (SAS) 112, Communication of Internal Control Related Matters Identified in an Audit, requires that management clearly accept responsibility for preparing all financial information and company's financial statements.

Effect: The School, without the aid of its auditors, is unable to accurately prepare financial statements in accordance with governmental accounting standards.

Cause: Individuals responsible for the accounting and reporting functions for the School have not received an adequate amount of training in preparing governmental financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

Auditor's Recommendations: We recommend the School's accounting management receive the training relating to the preparation of the School's financial statements in accordance with generally accepted accounting principles and GASB pronouncements. This would give the individuals responsible for the accounting and reporting functions the knowledge to apply the appropriate principles to the financial statements.

Management Response: LMCS accounting management will schedule training in the current year to include GASB 34 and subsequent pronouncements.

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FS 08-18 Budgetary Conditions

Condition: The Charter had the following expenditure functions where actual expenditures exceeded budgetary authority:

Instructional Materials	
Support Services	432
Charter Schools	
Support Services	<u>77,991</u>
Total, All Funds	<u><u>\$ 78,423</u></u>

Criteria: Sound financial management and 6-6-6 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts, the expenditure function is the legal level of control.

Effect: As a result, in non compliance with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover the over-expenditures.

Cause: The Charter did not make the appropriate budgetary adjustments requests and transfers to alleviate possible over-expenditure within functions prior to the year end.

Auditors' Recommendation: The Charter should establish a policy of budgetary review at year-end, and make the necessary budget adjustments resolutions (BAR's) prior to year end.

Management's Response: Tighter budgetary review at year end will occur, along with the use of accounting software controls to prevent over-expenditures by function.

Section III – Federal Award Findings and Questioned Costs

FA 08-01 Eligibility

Federal program information:

Funding agency:	U.S. Department of Agriculture
Title:	School Lunch Program
CFDA number:	10.555
Award year and number:	06-30-08

Criteria: According to the OMB Circular A-133 Compliance Supplement, children belonging to households meeting nationwide income eligibility requirements may receive meals at no charge or, in the case of the NSLP and SBP, at reduced price.

Condition: During test work of the School Lunch Program, there was one student out of twenty-five tested whose application for free or reduced lunch indicated a different status than what they were receiving. (the student qualified for reduced but was receiving free lunch status from the District).

Effect: The District is not in compliance with the eligibility requirement of the School Lunch Program and is therefore not paying at the appropriate amounts. This appears to be an isolated instance, however, improper eligibility determination may affect future funding for this and other federal awards.

Cause: In this instance, the District is did not correctly evaluate the students' eligibility for free or reduced lunch.

Auditor's Recommendation: The District must carefully review student applications to determine that students are receiving the reduced or free lunches that they are eligible for to ensure compliance with grant requirements.

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Management's Response: The District understands the importance of determining eligibility within Federal Programs, we will monitor this process more closely in the future.

Section IV – Prior Year Audit Findings

FS 07-01 Inventory Control - Resolved

FS 07-02 Payroll – Lack of Supporting Documentation – Modified and Repeated

FS 07-03 Cash Appropriation in Excess of Available Cash Balances - Resolved

FS 07-04 Cash Receipt - Resolved

FS 07-05 Depreciation Expense - Resolved

FS 06-02 Bank Reconciliations - Resolved

FS 06-05 Expenditures in Excess of Budget - Repeated

Section V – Other Disclosures

Auditor Prepared Financials

The financial statements presented in this report were prepared by the auditors, Griego Professional Services, LLC.

Exit Conference

The contents of this report were discussed on November 14, 2008 with Las Cruces Public Schools, Alma D'Arte Schsrter School and Las Montanas Charter School and on November 17, 2008 with La Academia Delores Huerta Charter School. The following individuals were in attendance.

Las Cruces Public School District No. 2

Dr. Bonnie Votaw, Board President
Stan Rounds, Superintendent
Terry Dean, Director of Finance & Operations
Dorothy Irion, Controller

Griego Professional Services, LLC

J.J. Griego, CPA

Alma D'Arte Charter School

Juliette Padilla, Business Manager
Monty Sarvo, Governance Council Treasurer
Mark Hartshorne, Principal

J.J. Griego, CPA

Patricia Garrett

La Academia Delores Huerta Charter School

Gina Trujillo, Business Manager
Ray Chavez, Board Member
Gilbert Guterrez, Principal

J.J. Griego, CPA

Patricia Garrett

Las Montañas Charter School

Dexter Sandoval, Business Manager
Chris Lopez, Board Member
Joyce Aranda, Principal

J.J. Griego, CPA

Patricia Garrett