



**ANNUAL FINANCIAL REPORT**

**JUNE 30, 2010**

(This page intentionally left blank.)

## **INTRODUCTORY SECTION**

(This page intentionally left blank.)

**LOGAN MUNICIPAL SCHOOLS**  
**ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended June 30, 2010

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<b>INTRODUCTORY SECTION</b>		
Table of Contents		1
Official Roster		7
<b>FINANCIAL SECTION</b>		
Independent Auditor’s Report		11
Management’s Discussion and Analysis		15
Basic Financial Statements		
Government-wide Financial Statements:		
Statement of Net Assets	A-1	24
Statement of Activities	A-2	26
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	28
Reconciliation of the Balance Sheet to the Statement of Net Assets		31
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	B-2	32
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		35
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
General Fund	C-1	37
Transportation Fund	C-2	39
Instructional Materials	C-3	41
Statement of Fiduciary Assets and Liabilities	D	43
Notes to the Financial Statements		45-61
<b>SUPPLEMENTARY INFORMATION</b>		
Combining and Individual Fund Statements and Schedules:	<u>Statement/ Schedule</u>	
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	86

(This page intentionally left blank.)

**LOGAN MUNICIPAL SCHOOLS**  
**ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended June 30, 2010

TABLE OF CONTENTS

	<u>Statement/ Schedule</u>	<u>Page</u>
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Food Service Special Revenue Fund	A-3	101
Athletics Special Revenue Fund	A-4	102
Title I Special Revenue Fund	A-5	103
IDEA B Entitlement Special Revenue Fund	A-6	104
IDEA B Discretionary Special Revenue Fund	A-7	105
IDEA-B Preschool Special Revenue Fund	A-8	106
Enhancing Education thru Technology Special Revenue Fund	A-9	107
Enhancing Education thru Technology Special Revenue Fund	A-10	108
Title V Part A Innovative Pro Strategies Special Revenue Fund	A-11	109
Teacher/Principal Training Special Revenue Fund	A-12	110
Safe & Drug Free Schools Special Revenue Fund	A-13	111
21 <sup>st</sup> Century Community Learning Centers Special Revenue Fund	A-14	112
Title I Federal Stimulus Special Revenue Fund	A-15	113
IDEA B Entitlement Federal Stimulus Special Revenue Fund	A-16	114
IDEA B Preschool Federal Stimulus Special Revenue Fund	A-17	115
Rural Education Achievement Special Revenue Fund	A-18	116
SEG Stimulus Special Revenue Fund	A-19	117
Daniels Special Revenue Fund	A-20	118
Microsoft Special Revenue Fund	A-21	119
Dual Credit Special Revenue Fund	A-22	120
G O Library Special Revenue Fund	A-23	121
Technology for Education Special Revenue Fund	A-24	122
TANF Full Day Kindergarten Special Revenue Fund	A-25	123
Incentives for School Improvement Special Revenue Fund	A-26	124
Legislative Appropriations Laws of 2006 Special Revenue Fund	A-27	125
GO Library Bonds Laws of 2004 Special Revenue Fund	A-28	126
Preschool Initiative Special Revenue Fund	A-29	127
Beginning Teacher Mentoring Special Revenue Fund	A-30	128
Breakfast for Elementary Students Special Revenue Fund	A-31	129
21 <sup>st</sup> Century Learning Centers Special Revenue Fund	A-32	130
Pre Kindergarten Special State Special Revenue Fund	A-33	131
Libraries SB 301 GO Bonds 2006 Special Revenue Fund	A-34	132
State Directed Activities Special Revenue Fund	A-35	133
SB 471 Library Books Special Revenue Fund	A-36	134
CYFD Preschool Special Revenue Fund	A-37	135
ENMR Special Revenue Fund	A-38	136
McCune Foundation Special Revenue Fund	A-39	137
Bond Building Capital Projects Fund	A-40	138
Special Capital Outlay State Capital Projects Fund	A-41	139
Capital Improvements SB-9 Capital Projects Fund	A-42	140
Public School Capital Outlay 20% Capital Projects Fund	A-43	141
Debt Service Fund	A-44	142
 Statement of Changes in Assets and Liabilities – Agency Funds	 B	 146
 <b>SUPPORTING SCHEDULES</b>		
Schedule of Collateral Pledged by Depository	I	151
Schedule of Deposit and Investment Accounts	II	153
Cash Reconciliation	III	154

(This page intentionally left blank.)



**LOGAN MUNICIPAL SCHOOLS**  
**ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended June 30, 2010

TABLE OF CONTENTS

	<u>Statement/ Schedule</u>	<u>Page</u>
<b>COMPLIANCE SECTION</b>		
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		161
<b>FEDERAL FINANCIAL ASSISTANCE</b>		
Report on Compliance with Requirements Applicable To Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133		167
Schedule of Expenditures of Federal Awards	IV	171
Schedule of Findings and Responses	V	173
<b>OTHER DISCLOSURES</b>		177

(This page intentionally left blank.)

**LOGAN MUNICIPAL SCHOOLS**  
**OFFICIAL ROSTER**  
June 30, 2010

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Bill Cone		President
Clint Usrey		Vice President
Tom Bruhn		Secretary
Tom Humble		Member
Cinda Barber		Member
	<u>School Officials</u>	
Doug Hulce		Superintendent
Pat Copeland		Business Manager

(This page intentionally left blank.)

**FINANCIAL SECTION**

(This page intentionally left blank.)

## INDEPENDENT AUDITOR'S REPORT

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Board  
Logan Municipal Schools  
Logan, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statement of the General Fund activities of Logan Municipal Schools (the "District") as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds and the budgetary comparisons of the Bond Building, and Capital Improvements SB-9 fund and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010 as listed in the table of contents. These financial statements are the responsibility of Logan Municipal Schools' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Logan Municipal Schools, as of June 30, 2010, and the respective changes in financial position, thereof and the respective budgetary comparison statements for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of Logan Municipal Schools as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparison statements for each nonmajor governmental fund and the budgetary comparison of the Bond Building, and Capital Improvements SB-9 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 August 15, 2010 on our consideration of the Logan Municipal Schools' 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.

(This page intentionally left blank.)



The *Management's Discussion and Analysis* on pages 15-22 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 financial statements that collectively comprise the Logan Municipal Schools' basic financial statements, the combining and individual fund financial statements, and the budgetary comparison statements. The accompanying Schedule of Expenditures of Federal Awards, Schedule IV, is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements of Logan Municipal Schools. The accompanying financial information listed as supporting Schedules I-III in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Logan Municipal Schools. Such information has been subjected to the auditing procedures applied in the audit of the basic and each of the nonmajor governmental fund financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The Introductory Section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on it.

*Precision Accounting, LLC*  
Albuquerque, New Mexico  
August 15, 2010

(This page intentionally left blank.)

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

This Management Discussion and Analysis of the fiscal performance of the Logan Municipal Schools (District) for the period ending June 30, 2010. The MD & A written analysis is a required part of the District's financial reporting and is an objective and easily readable discussion of the District's financial activities. For school districts, GASB 34 has had a significant impact in the manner in which the financial statements are prepared, as well as the kinds of statements that are included in the report. There are two new statements that were begun four years ago: a Statement of Net Assets which includes all of the assets and liabilities of the district and a Statement of Activities, which is a report that uses a net cost format with expenses reported by functions/programs. The Management Discussion and Analysis as well as the two new statements, provide a review of the School District's *overall* financial activities using the accrual basis of accounting. Fund financial statements are reported on a modified accrual basis of accounting. The reports include a comparison with last fiscal year.

The discussion and analysis, as well as the Statement of Net Assets and Statement of Activities, provide a review of the District's overall financial activities, using the accrual basis of accounting, for the year ending June 30, 2009. Fund financial statements are reported on a modified accrual basis of accounting. Rather than looking at specific areas of performance, this discussion and analysis focuses on the financial performance of the District as a whole. Whenever possible this discussion and analysis will provide the reader multi-year pictures of financial performance and other pertinent information through the use of tables and other graphics information.

In addition to the new reporting, this annual report consists of a series of detailed, audited financial statements and the notes to those statements. Also included is the Independent Auditor's Report, The Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Governmental Auditing Standards*, and a Schedule of Findings and Recommendations. These statements and information were included in past audit reports.

**About LOGAN MUNICIPAL SCHOOLS**

To completely understand the financial discussion of Logan Municipal Schools, it is important to understand the nature of the District.

As one would travel the State of New Mexico, it would be a unique treat to pass through Logan. Located in Eastern New Mexico, the community is isolated and yet diverse. Nestled next to beautiful Ute Lake State Park in Quay County is the village of Logan. Logan is a small, rural community with a population of just over 1,000 people; however, because of summer recreation, the population often expands to several thousand during its peak season. Most people derive their livelihood from farming, ranching, and government employment and, of course, recreation.

Logan has a registered voting population of approximately 700 with 50 percent of these voters being retired with no ties to the school. This enables the Logan Municipal Schools to qualify and apply for additional Funding. Most of the community realized the importance of the school as the center of this thriving area and whole heartily supported this important endeavor, Logan Municipal Schools has completed over \$5,000,000 of facility improvements with almost \$3,173,800 in additional revenues from PSFA and Logan Schools Capital Improvement (SB9) funds to be expended in the next phase. The first \$990,000 of new construction was local general obligation bond funds; the remainder is from the Public School Capital Outlay Council and Public School Facility Authority. The school population is approximately 230 students in grades PK-12 with approximately 15 three and four year olds attending a pre-school funded with an Office of Child Development Grant. It is the attempt of the district to provide academic and extracurricular opportunities that will enhance individual student knowledge and experience. Our older students are active in sports-football, volleyball, basketball and track-along with FFA, FCCLA, Honor Society, Student Council and various other activities. The primary focus with the elementary students tends to be in the classroom because of necessary skill building at this level; however, these students also have the opportunity to participate in limited sports competitions. On the state rankings, Logan students do very well. The High School, Elementary and Middle School have been rated as "Meeting AVP" for the last two years. The Drop Out Rate is under 1%; there is little violence and/or vandalism to report; and it is important that as one walks the halls, there are still no locks on the student's lockers because there is not a need.

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

The District provides a full range of educational services to its students. The Special Education staff of the Logan district joins forces with the General Education staff, families, and community to increase learning opportunities for ALL students. The purpose of Special Education is based on a philosophy of providing a high quality, individualized, comprehensive education in the most inclusive environment based on a student's educational needs. The purpose of this education is to prepare students to become productive and responsible and to allow them to meaningfully participate in an ever-changing global society.

**Significant Financial Highlights for the Year Ending June 30, 2010**

The overall Fund Balances decreased from \$2,021,450 for the year ending June 30, 2009 to \$1,224,311 for the year ending June 30, 2010. The total decrease in fund balance is \$797,139. The decrease was due to declining revenue we were experiencing at the time while also experiencing a 10% increase in spending.

Total expenditures increased from \$4,202,518 for the year ending June 30, 2009 to \$4,642,245 for the year ending June 30, 2010. This is an increase in expenditures of \$439,724 or 10%. The reason for this increase is because the district experienced increased costs. Revenues decreased from \$3,945,583 for the year ending June 30, 2009 to \$3,845,106 for the year ending June 30, 2010 resulting in a total decrease of \$100,477.

Total cash decreased by \$700,615 in 2010 in part due to the district having increased spending and a reduction in revenue.

The change of \$722,919 in capital assets is attributable to capital additions of \$922,581 and depreciation expense of \$199,662 for the year.

There was an increase in accounts payable of \$10,974 while overall liabilities increased as a result by \$91,230 due to the employee insurance payable at June 30, 2010.

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010  
DISTRICT WIDE FINANCIAL STATEMENTS**

Statement of Net Assets

The overall Statement of Net Assets is prepared using the accrual method of accounting. This statement shows that the District has net assets of \$3,787,792. The District has \$1,215,757 of cash and cash equivalents on hand as of June 30, 2010 compared to \$355,676 in accounts payable and other current liabilities. There are no restricted net assets. Net Assets totaling \$3,787,792 are "unrestricted".

<u>Assets</u>	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Cash Assets	\$ 1,216,972	\$1,916,372
Other Current Assets	195,273	176,901
Capital Assets	4,965,921	4,537,510
Other Non Current Assets	54,590	61,478
Total Assets	<u>6,432,756</u>	<u>6,692,261</u>
<u>Liabilities</u>		
Accounts Payable	57,066	46,092
Other Current Liabilities	143,610	196,247
Long Term Liabilities	1,815,000	1,815,000
Total Liabilities	<u>2,015,676</u>	<u>2,057,339</u>
<u>Net Assets</u>		
Invested in Capital Assets	3,150,921	3,780,907
Restricted	-	-
Unrestricted	1,266,159	854,015
Total Net Assets	<u>4,417,080</u>	<u>4,634,922</u>
Total Net Assets and Liabilities	<u>6,432,756</u>	<u>6,692,261</u>

GASB 34 rules require public entities to depreciate capital assets. This statement includes an adjusted accumulated depreciation of the District's capital assets in the amount of \$4,583,926. The District utilized a "straight line" depreciation method in all cases and standardized lifetime tables in calculating this depreciation.

Statement of Activities

The Statement of (Governmental) Activities is a statement required by GASB 34 and is prepared using the accrual method of accounting. This report compliments the Statement of Net Assets by showing the overall change in the District's net assets for the fiscal year ending June 30, 2010. As of June 30, 2010 the District had net assets of \$4,417,080. The adjusted beginning year total net assets are \$4,634,922 reflecting a decrease in total net assets of (\$217,842) for the year ending June 30, 2010.

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Expenses for Governmental Activities	\$ 4,274,541	\$ 3,924,203
Less Charges for Services	43,260	39,930
Less Operating Grants and Contributions	1,130,246	891,155
Less Capital ,Grants and Contributions	233,185	355,357
Net (Expenses) Revenues and Changes in Net Assets	<u>(2,867,850)</u>	<u>(2,637,761)</u>

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
General Revenues:		
Taxes -general, debt service, capital projects	442,062	66,018
Federal and State Aid not restricted to specific purpose Interest Earned	2,194,002	2,403,502
Miscellaneous	13,944	2,500
Subtotal, General Revenues	2,650,008	2,472,020
Changes in Net Assets	(217,842)	(165,741)
Net Assets Beginning	4,634,922	4,800,663
Net Assets –Ending	\$ 4,417,080	\$ 4,634,922

**FUND FINANCIAL STATEMENTS**

The Statement of Revenues and Expenditures and Changes in Fund Balances report guides the reader to a meaningful overall view for the District revenue, expenditures and changes to the fund balance. Total revenues from state, local and federal sources were \$3,845,106. Total expenditures for the District were \$4,642,245. The total ending fund balance was \$1,224,311; a decrease of (\$797,139) from the prior year.

**Multi-Year District Revenues and Expenditures**

A multi-year view of overall District revenues and expenditures indicates growth or lack of growth in both areas through the 2009/2010 fiscal year. The revenue and expenditures decreased in the 2009/2010 fiscal year due to the policy of the Logan Municipal Schools to not expend more revenue than we receive coupled with the cap on cash balances allowed by the PED. The District enrollment is either flat or decreasing and expenditures are increasing with increased costs such as energy and mandates on salaries for long term employees.

Year	Total Revenues *	Increase %	Total Expenses *
<i>2000/2001</i>	2,516,822	0%	2,551,664
<i>2001/2002</i>	2,886,926	15%	2,908,221
<i>2002/2003</i>	4,514,404	56%	5,211,512
<i>2003/2004</i>	5,752,380	27%	5,680,426
<i>2004/2005</i>	3,152,102	-45%	3,230,588
<i>2005/2006</i>	3,497,169	11%	3,550,617
<i>2006/2007</i>	4,132,870	18%	3,995,021
<i>2007/2008</i>	3,923,827	6%	3,717,908
<i>2008/2009</i>	5,391,333	28%	4,202,518
<i>2009/2010</i>	3,845,106	(29%)	4,642,245

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

Note: Revenues include proceeds from General Obligation Bonds and exclude cash carryovers; Expenditures include capital outlays.

The Budget

District budgets reflect the same growth as seen in the revenue and expenditures of the District. The State of New Mexico school budget process is defined under state law and regulation. To enhance the process of developing a budget at the school district level, the District utilizes goals and objectives defined by the District's Board, community input meetings, long term plans and input from various staff groups to develop to the District's budget. District priorities are well defined through this process.

GASB 34 does not require a statement presenting the overall result of the budget for each year; however, all major budgetary funds are required to be reported as a separate statement.

Major budgetary funds in these reports are; The General Fund (Operational Fund), Debt Service. In addition, twenty-six (26) non-major Special Revenue Funds, three (3) non-major Projects Funds are also reported for their budgetary performance. The following graphics and tables show the fiscal relationship of the major funds and the combined non-major funds.

The reader will note that the General Fund represents 25% of the total fund dollar amount. This fund provides the salary and benefits for the significant majority of the Direct Instruction, Instructional Support, Administration, Business Support, Food Service and Maintenance staff as well as classroom materials, special education consulting staff and fixed utility costs.

Revenue from this fund is substantially derived from the State Equalization Guarantee, which is the funding formula appropriated for education by the State Legislature. The General Fund is explored later in the Management Discussion and Analysis.

The following table examines the summary budget performance of the major and combined nonmajor funds for the fiscal year ending June 30, 2010. Detailed budget performance is examined through the Budgetary Comparison Statement for each major fund and the Schedule of Revenues and Expenditures Budget and Actual for the combined Special Revenue Funds, Capital Projects Funds, and Debt Service.

**MAJOR FUNDS EXPENDITURE BUDGET PERFORMANCE**

Fund Type	Final Budget	Actual	Variance
General	2,635,385	2,413,117	222,268
Bond Building	1,506,339	852,520	653,819
Senate Bill Nine	283,124	146,271	136,853
Debt Service	237,397	237,397	-

The General Fund's original budget of \$3,690,345 is \$1,054,960 more than the final budget of \$2,635,385. The reason for this decrease is the budget is prepared in April, approved in early June and final budget reflects grants and other awards garnered during the year that decreased revenue.

The \$222,268 variance between the final budget in the General Fund and the amount actually spent is the result of decreased revenues resulting in decreased expenditures in these revenue funds as detailed in the application process and award guidelines.

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

**COMBINED NON-MAJOR FUNDS EXPENDITURE BUDGET PERFORMANCE**

Fund Type	Combined Budget	Actual	Final Variance
Special Funds	\$755,548	\$657,621	\$97,927
Capital Projects	\$171,570	\$92,577	\$78,993

All funds fell within the regulatory criteria set by the Public Education Department and New Mexico Statute. Both the Manual of Procedures for Public School Accounting and NMSA 8-22-5, Annotated require that budget expenditures be within the authorization of the approved budget.

**The General Fund**

The General Fund revenues represent \$2,445,102 of the total \$3,845,106 in overall District revenues.

The General Fund is predominately funded by revenues from the State of New Mexico Equalization Guarantee Formula. This fund pays for teaching staff, teaching support staff, special education support staff, maintenance staff and administration staff. The General Fund provides the predominant funding for athletics and food service. Because of the student growth experienced by the School District, an emphasis on schools by the New Mexico Legislature, and because the Equalization Guarantee Formula is based upon student populations, the Operational Fund has seen significant increases in revenues as seen in the following table.

Year	Revenues	Increase %
2000-2001	1,739,129	N/A
2001-2002	2,036,856	17%
2002-2003	2,091,714	3%
2003-2004	2,071,638	-1%
2004-2005	2,003,867	-3%
2005-2006	2,257,142	9%
2006-2007	2,724,397	9%
2007-2008	2,602,897	-4%
2008-2009	2,545,755	-3%
2009-2010	2,445,102	-4%

Because the General Fund is the main fund whose expenditures are significantly related to the educational process, \$2,412,976 was expended in the year ending June 30, 2010.

The most significant inter-fund expenditure was for the function noted as "Direct Instruction". This expenditure was \$1,342,563 and represents 56% of all general expenditures. Expenditures included in this function are regular and special education teachers and assistants, benefits, payroll taxes, school supplies, training and miscellaneous instructional related contract services. Approximately 76% of all General Fund expenditures are made for employee salaries, payroll taxes and benefits.



**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

The following discussion on the General Fund Budget will relate functional expenditures for the year ending June 30, 2010 for the General Fund. Direct Instruction represents 55% of all General Fund expenditures. Direct Instruction expenditures account for regular education, special education and kindergarten teachers and educational assistant's salaries, payroll taxes and benefits. Instructional Support represents 11% of General Fund expenditures and account for expenditures for school principals, program coordinators, counselors, school nursing staff, librarians, special education ancillary staff and significant support to special education programs through contract ancillary support staff and contract programs.

The Office of the Superintendent and the Business Office represent the overhead support of the entire operations of the District; these programs combined represent 10% of the total General Fund. Operation of Plant accounts for 17% of the General Fund expenditures. Included in the Operation of the Plant expenditures are salaries and benefits for maintenance staff, school custodians, fixed utility costs, maintenance and repairs, maintenance supplies and school custodial supplies. Additional support for maintenance supplies and projects comes from the voter approved SB9 Fund. The General Fund also supports expenditures for athletics, food service and transportation.

**Capital Assets**

Because of aging facilities, the District has taken an aggressive approach to maintaining existing facilities.

Asset Type	Balance June 30, <u>2007</u>	Balance June 30, <u>2008</u>	Balance June 30, <u>2009</u>	Balance June 30, <u>2010</u>
Land & Improvements	7,855,872	7,916,384	7,916,384	8,811,050
Construction in Progress	-	-	294,508	-
Furniture, Fixtures & Equipment	<u>604,707</u>	<u>637,402</u>	<u>710,882</u>	<u>738,797</u>
Total Capital Assets	8,460,579	8,512,786	8,921,774	9,549,847
Less Accumulated Depreciation	(3,656,527)	(4,170,403)	(4,384,264)	(4,583,926)
Capital Assets-Net	4,804,052	4,383,383	4,537,510	4,965,921

In the fiscal year ending June 30, 2010 the Statement of Revenues and Expenditures and Changes in Fund Balances shows the District expended \$628,073 for all capital outlays. The capital outlay expenditures consist mostly of maintenance of equipment and grounds, and library books.

**General Long Term Debt**

Article IX, Section 11 of the New Mexico Constitution limits the power of a school district to incur general obligation debt beyond a school year unless such debt is for "the purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving school grounds or purchasing computer software or hardware for student use in public classrooms or any combination of these purposes." The approval of debt is subject to a vote of the local electors and may not exceed 6% of the assessed valuation of the taxable property within the District.

The School District has never defaulted on any of its debts or other obligations. Listed below is the District's total general obligation debt as of June 30, 2010.

Year Ended June 30	Principal	Interest	Totals
2011	155,000	82,846	237,846
2012	285,000	82,846	366,846
2013	125,000	66,594	191,594
2014	125,000	61,281	186,281
2015	125,000	54,500	179,500
Thereafter	<u>1,000,000</u>	<u>229,031</u>	<u>1,229,031</u>
Total	\$ 1,815,000	\$ 569,776	\$ 2,384,776

**LOGAN MUNICIPAL SCHOOLS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

In 2003, the New Mexico legislature passed some major education reforms known as House Bill 212 that implemented a new three tiered licensure system for classroom teachers. It has had a major impact on the district's budget because it establishes a \$30,000, \$40,000 and a \$50,000 salary minimum for Level I, Level II and Level III teachers. In addition, the legislation provides for a minimum salary for school principals effective in FY07-08.

It is expected that there will continue to be double-digit inflation in the cost of health and medical insurance benefits provided through the New Mexico Public Schools Insurance Authority in subsequent years. This will have a large budget impact to the district.

The New Mexico Public Schools Insurance Authority also provides general liability, property damage and worker's compensation coverage for all school districts in New Mexico. It is anticipated that for the next several years, that school districts will experience double-digit inflationary increases for this coverage. The cost increases of general liability, property damage and worker's compensation premiums should be included in the funding formula, but because of the high claims history of some districts, those districts will realize a budget shortfall.

The above factors will present some challenges and opportunities for the District to closely review all programs, operations, and staffing levels, in hopes of identifying ways in which to balance its budget in future years. The board of education has indicated their desire to establish a long-range strategic planning committee to help develop plans for coping with the budget challenges.

**Contacting the Logan Municipal School**

This financial report is designed to provide our community, parents, taxpayers, investors, and creditors with an overview of the Logan Municipal School District's financial condition and to provide accountability for the funds the school district receives. If you have any questions about this report or about the operations of the Logan Municipal School District, please contact:

Pat Copeland Business Manager  
Logan Municipal School District  
PO Box 67 Logan, NM 88426

e-mail: [loganbusiness@plateautel.net](mailto:loganbusiness@plateautel.net)

**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

Exhibit A-1  
(Page 1 of 2)

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current assets:	
Cash and temporary investments	\$ 1,216,972
Receivables (net of allowance for uncollectibles)	165,578
Prepaid Assets	2,992
Inventory	26,703
Total current assets	1,412,245
Noncurrent assets:	
Bond issuance costs (net of amortization of \$29,791)	54,590
Capital assets:	
Other capital assets	9,549,847
Less accumulated depreciation	(4,583,926)
Total Capital assets	4,965,921
Total noncurrent assets	5,020,511
Total assets	\$ 6,432,756

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

Exhibit A-1  
(Page 2 of 2)

	<b>Governmental Activities</b>
<b>LIABILITIES AND NET ASSETS</b>	
Current liabilities:	
Accounts payable	\$ 57,066
Accrued salaries and benefits	93,988
Accrued interest	22,290
Deferred revenue	27,332
Current portion of long-term debt	155,000
Total current liabilities	355,676
Noncurrent liabilities:	
Bonds, loans and other payables:	
Due in more than one year	1,660,000
Total noncurrent liabilities	1,660,000
Total liabilities	2,015,676
Net assets:	
Invested in capital assets, net of related debt	3,150,921
Unrestricted	1,266,159
Total net assets	4,417,080
Total liabilities and net assets	\$ 6,432,756

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2010**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction:		
Direct instruction	\$ 1,841,080	\$ -
Support services:		
Students	277,353	-
Instruction	58,970	176
General Administration	185,432	-
School Administration	92,814	-
Central Services	212,329	-
Operation & Maintenance of Plant	1,074,690	18,267
Student Transportation	256,315	-
Other Support Services	-	-
Food Services	182,181	24,817
Capital Outlay	-	-
Interest on long-term debt	93,377	-
	<u>4,274,541</u>	<u>43,260</u>
Total governmental activities	<u>\$ 4,274,541</u>	<u>\$ 43,260</u>

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

<b>Program Revenues</b>		<b>Net</b>
<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>(Expenses) Revenues and Changes in Net Assets</b>
\$ 791,580	\$ -	\$ (1,049,500)
-	-	(277,353)
-	-	(58,794)
-	-	(185,432)
-	-	(92,814)
-	-	(212,329)
-	233,185	(823,238)
225,159	-	(31,156)
-	-	-
113,507	-	(43,857)
-	-	-
-	-	(93,377)
<u>\$ 1,130,246</u>	<u>\$ 233,185</u>	<u>\$ (2,867,850)</u>

**General Revenues:**

Property taxes:	
Levied for general purposes	21,987
Levied for debt service	315,892
Levied for capital projects	104,183
State aid not restricted	2,194,002
Unrestricted investment earnings	13,944
Transfers	-
Total general revenues	<u>2,650,008</u>
Change in net assets	(217,842)
Net assets - beginning	<u>4,634,922</u>
Net assets - ending	<u>\$ 4,417,080</u>

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2010

	General Fund			Bond Building	Capital Improvements SB-9
<b>ASSETS</b>	Operational	Transportation	Instructional Materials		
<i>Current Assets</i>					
Cash and cash equivalents	\$ 197,221	\$ 1	\$ 52	\$ 498,533	\$ 189,523
Accounts receivable					
Taxes	-	-	-	-	-
Due from other governments	736	-	-	-	3,967
Other accounts receivable	-	-	-	-	-
Interfund receivable	140,944	-	-	-	-
Prepaid Assets	786	-	-	-	-
Inventory	20,148	3,630	-	-	-
<i>Total assets</i>	<u>\$ 359,835</u>	<u>\$ 3,631</u>	<u>\$ 52</u>	<u>\$ 498,533</u>	<u>\$ 193,490</u>
 <b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities</i>					
Accounts payable	\$ 6,774	\$ -	\$ -	\$ 50,292	\$ -
Accrued salaries and benefits	91,230	-	-	-	-
Interfund payable	-	-	-	-	-
Deferred revenue	102	-	-	-	1,087
<i>Total liabilities</i>	<u>98,106</u>	<u>-</u>	<u>-</u>	<u>50,292</u>	<u>1,087</u>
 <i>Fund Balances</i>					
<b>Fund Balance</b>					
Non-spendable	-	-	-	-	-
Restricted for:					
General Fund	-	-	-	-	-
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	448,241	192,403
Debt Service Funds	-	-	-	-	-
Committed for:					
General Fund	-	-	-	-	-
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Assigned for:					
General Fund	-	-	-	-	-
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Unassigned for:					
General Fund	261,729	3,631	52	-	-
<i>Total fund balances</i>	<u>261,729</u>	<u>3,631</u>	<u>52</u>	<u>448,241</u>	<u>192,403</u>
<i>Total liabilities and fund balances</i>	<u>\$ 359,835</u>	<u>\$ 3,631</u>	<u>\$ 52</u>	<u>\$ 498,533</u>	<u>\$ 193,490</u>

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



Exhibit B-1  
(Page 1 of 2)

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 241,141	\$ 90,501	\$ 1,216,972
-	-	-
17,172	143,703	165,578
-	-	-
-	-	140,944
-	2,207	2,993
-	<u>2,925</u>	<u>26,703</u>
<u>\$ 258,313</u>	<u>\$ 239,336</u>	<u>\$ 1,553,190</u>
\$ -	\$ -	\$ 57,066
-	2,758	93,988
-	140,944	140,944
<u>8,359</u>	<u>27,333</u>	<u>36,881</u>
<u>8,359</u>	<u>171,035</u>	<u>328,879</u>
-	-	-
-	2,925	2,925
-	-	-
-	-	-
-	33,054	33,054
-	32,322	672,966
249,954	-	249,954
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	265,412
<u>249,954</u>	<u>68,301</u>	<u>1,224,311</u>
<u>\$ 258,313</u>	<u>\$ 239,336</u>	<u>\$ 1,553,190</u>

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**GOVERNMENTAL FUNDS**

Exhibit B-1  
(Page 2 of 2)

**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
June 30, 2010

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

Fund balances - total governmental funds	\$	1,224,311
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Asset		4,965,921
Other assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:		
Bond issuance costs		54,590
Deferred property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in fund financial statements, but are considered revenue in the Statement of Activities:		9,548
Other liabilities are not due and payable in the current period and therefore are not reported in the funds - accrued interest payable		(22,290)
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds:		(1,815,000)
Net Assets of Governmental Activities in the Statement of Net Asset	\$	<u><u>4,417,080</u></u>

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	General Fund			Bond Building	Capital Improvements SB-9
	Operational	Transportation	Instructional Materials		
<i>Revenues:</i>					
Taxes					
Taxes levied/assessed	\$ 21,885	\$ -	\$ -	\$ -	\$ 103,096
Local sources					
Tuition	-	-	-	-	-
Investment income	1,890	-	-	10,289	-
Food services	-	-	-	-	-
District activities	540	-	-	-	-
Other revenue	1,879	-	54	-	5,000
State sources					
Unrestricted Grants	2,394,002	-	-	-	-
Restricted Grants	1,113	225,159	11,128	-	26,222
Federal sources					
Unrestricted Grants	-	-	-	-	-
Unrestricted -state passthrough	-	-	-	-	-
Restricted Grants	-	-	-	-	-
Restricted -state passthrough	-	-	-	-	-
Department of Interior	-	-	-	-	-
Other items	23,793	-	-	-	-
<i>Total revenues</i>	<u>2,445,102</u>	<u>225,159</u>	<u>11,182</u>	<u>10,289</u>	<u>134,318</u>
<i>Expenditures:</i>					
Current:					
Instruction	1,342,563	-	12,528	-	-
Support Services					
Students	181,022	-	-	-	-
Instruction	48,865	-	-	-	-
General Administrator	180,733	-	-	-	904
School Administrator	92,814	-	-	-	-
Central Services	170,482	-	-	-	-
Operation & maintenance of plant	365,639	-	-	302,708	117,452
Student transportation	-	222,222	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-instructional Services:					
Food services operations	30,858	-	-	-	-
Capital outlay	-	-	-	600,158	27,915
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>2,412,976</u>	<u>222,222</u>	<u>12,528</u>	<u>902,866</u>	<u>146,271</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>32,126</u>	<u>2,937</u>	<u>(1,346)</u>	<u>(892,577)</u>	<u>(11,953)</u>
<i>Other financing sources (uses)</i>					
Transfers	12,648	-	-	-	-
Bond Proceeds	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>12,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	44,774	2,937	(1,346)	(892,577)	(11,953)
<i>Fund balances - beginning of year</i>	216,955	694	1,398	1,340,818	204,356
<i>Fund balances - end of year</i>	<u>\$ 261,729</u>	<u>\$ 3,631</u>	<u>\$ 52</u>	<u>\$ 448,241</u>	<u>\$ 192,403</u>

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

Exhibit B-2  
(Page 1 of 2)

Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 307,533	\$ -	\$ 432,514
-	-	-
1,768	-	13,947
-	24,817	24,817
-	16,614	17,154
-	-	6,933
-	-	-
-	-	2,394,002
-	61,105	324,727
-	-	-
-	-	-
-	35,881	35,881
-	230,127	230,127
-	341,211	341,211
-	-	-
-	-	23,793
<u>309,301</u>	<u>709,755</u>	<u>3,845,106</u>
-	344,194	1,699,285
-	87,395	268,417
-	10,105	58,970
2,682	1,113	185,432
-	-	92,814
-	41,847	212,329
-	86,843	872,642
-	-	222,222
-	-	-
-	136,488	167,346
-	-	628,073
145,000	-	145,000
89,715	-	89,715
<u>237,397</u>	<u>707,985</u>	<u>4,642,245</u>
<u>71,904</u>	<u>1,770</u>	<u>(797,139)</u>
-	(12,648)	-
-	-	-
-	(12,648)	-
71,904	(10,878)	(797,139)
178,050	79,179	2,021,450
<u>\$ 249,954</u>	<u>\$ 68,301</u>	<u>\$ 1,224,311</u>

(This page intentionally left blank.)

**STATE OF NEW MEXICO** Exhibit B-2  
**LOGAN MUNICIPAL SCHOOLS** (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, 2010

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

Net change in fund balances - total governmental funds	\$	(797,139)
--	----	-----------

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

Capital expenditures:		
Current year capital expenditures capitalized		628,073
Depreciation expense		(199,662)

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

Property taxes		9,548
----------------	--	-------

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:

Bond issue cost		-
Amortization of bond issuance cost:		(6,888)
Accrued Interest		3,226
Proceeds from bond issuance		-
Principal payments on bonds		145,000
	\$	<u>145,000</u>

Changes in Net Assets of Governmental Activities		<u><u>(217,842)</u></u>
--	--	-------------------------

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

(This page intentionally left blank.)



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**OPERATIONAL FUND**

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 30,847	\$ -	\$ 23,670	\$ 23,670
State sources	2,194,002	2,108,660	2,395,115	286,455
Federal sources	-	-	-	-
Interest	-	-	4,017	4,017
<i>Total revenues</i>	<u>2,224,849</u>	<u>2,108,660</u>	<u>2,422,802</u>	<u>314,142</u>
<i>Expenditures:</i>				
Current:				
Instruction	1,532,975	1,422,775	1,343,960	78,815
Support Services				
Students	203,128	203,128	181,022	22,106
Instruction	56,171	56,171	48,865	7,306
General Administration	189,249	189,249	180,275	8,974
School Administration	98,721	98,721	92,814	5,907
Central Services	1,161,705	192,308	170,532	21,776
Operation & maintenance of plant	419,377	439,427	364,794	74,633
Student transportation	-	-	-	-
Other Support Services	2,751	2,751	-	2,751
Operation of Non-instructional Services				
Food services operations	26,268	30,855	30,855	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,690,345</u>	<u>2,635,385</u>	<u>2,413,117</u>	<u>222,268</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,465,496)</u>	<u>(526,725)</u>	<u>9,685</u>	<u>536,410</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	12,645	12,645
Designated Cash	1,465,496	526,725	-	(526,725)
<i>Total other financing sources (uses)</i>	<u>1,465,496</u>	<u>526,725</u>	<u>12,645</u>	<u>(514,080)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>22,330</u>	<u>22,330</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>235,215</u>	<u>235,215</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 257,545</u>	<u>\$ 257,545</u>
Net change in fund balance (Non-GAAP Budgetary Basis)			\$ 22,330	
Adjustment to revenues for accruals and other deferrals			106,033	
Adjustment to expenditures for payables, prepaids and other accruals			(83,589)	
Net change in fund balance (GAAP Basis)			<u>\$ 44,774</u>	

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

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TRANSPORTATION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	230,774	225,159	225,159	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>230,774</u>	<u>225,159</u>	<u>225,159</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	230,774	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	230,774	225,159	222,222	2,937
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>461,548</u>	<u>225,159</u>	<u>222,222</u>	<u>2,937</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>(230,774)</u>	<u>-</u>	<u>2,937</u>	<u>2,937</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	230,774	-	-	-
<i>Total other financing sources (uses)</i>	<u>230,774</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,937</u>	<u>2,937</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,938</u>	<u>\$ 2,938</u>
Net change in fund balance (Non-GAAP Budgetary Basis)			\$ 2,937	
Adjustment to revenues for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ 2,937</u>	

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

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**INSTRUCTIONAL MATERIALS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 54	\$ 54
State sources	8,578	12,528	11,128	(1,400)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>8,578</u>	<u>12,528</u>	<u>11,182</u>	<u>(1,346)</u>
<i>Expenditures:</i>				
Current:				
Instruction	8,578	12,528	12,528	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,578</u>	<u>12,528</u>	<u>12,528</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,346)</u>	<u>(1,346)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,346)</u>	<u>(1,346)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,398</u>	<u>1,398</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52</u>	<u>\$ 52</u>
Net change in fund balance (Non-GAAP Budgetary Basis)			\$ (1,346)	
Adjustment to revenues for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ (1,346)</u>	

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

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
June 30, 2010

**ASSETS***Current Assets*

Cash	\$ <u>53,362</u>
------	------------------

<i>Total assets</i>	\$ <u><u>53,362</u></u>
---------------------	-------------------------

**LIABILITIES***Current Liabilities*

Deposits held in trust for others	\$ <u>53,362</u>
-----------------------------------	------------------

<i>Total liabilities</i>	\$ <u><u>53,362</u></u>
--------------------------	-------------------------

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

(This page intentionally left blank.)



STATE OF NEW MEXICO  
Logan Municipal Schools  
Notes to the Financial Statements  
June 30, 2010

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

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

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Logan Municipal School's management who is responsible for their integrity and objectivity. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the government's accounting policies are described below.

A. *Financial Reporting Entity*

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

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the District has no component units, and is not a component unit of another governmental agency.

STATE OF NEW MEXICO  
Logan Municipal Schools  
Notes to the Financial Statements  
June 30, 2010

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

**B. Government-wide and fund financial statements**

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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. These include fees for meals, lab fees and activity fees for Logan Municipal Schools. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

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

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

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

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

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.

The government reports the following major governmental funds:

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

The *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 Project* fund is used to account for resources received from the Department of Education state equalization guarantee for use in remodeling and equipping classroom facilities.

The *Capital Improvements SB-9 Capital Projects Fund* is used to account for the revenue derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

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

Additionally, the government reports the following fund types:

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

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

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

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

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

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

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

The District receives monthly income from a tax levy in Quay County. The funds are collected by the County Treasurers and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurers in July and August 2010 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2010.

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 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 New Mexico Public Education Department "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. The districts are allowed to carry forward unused allocations from year to year.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

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

**Inventory:** Inventory is valued at cost utilizing the purchase basis of accounting. 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 expenditures 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. 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.

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

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20-50
Equipment, vehicles, software and library	3-15

**Deferred Revenues:** Accounting principles generally accepted in the United States of America require that grant revenue be recognized 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:** The District contracts with all employees on an annual basis. A terminated employee is paid through the date of dismissal in accordance with their contract. Due to this practice, no liability is reported for unpaid vacation or accumulated sick leave, as no payment is required upon termination of service by employees.

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

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

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

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$2,194,002 in state equalization guarantee distributions during the year ended June 30, 2010.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$432,514 in tax revenues in the governmental fund financial statements during the year ended June 30, 2010. 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.

**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-12 attending public school within the school district. The District received \$225,159 in transportation distributions during the year ended June 30, 2010.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

E. *Revenues*

**Instructional Materials:** The District had allocations allowed by the State for the current year of \$11,128. The full amount of allocations used to purchase textbooks during the year was \$11,128. Allocations received and utilized are reflected in revenue and expenditures of the General Fund.

**NOTE 2. Stewardship, Compliance and Accountability**

*Budgetary Information*

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

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

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 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 superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting is open for the general public unless a closed meeting has been called.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. 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.
6. Budgets for the General, Special Revenue, Debt Service and Capital Projects 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.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

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

The School Board may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico Administrative Code 6.20.2.9 prohibits a school district from exceeding budgetary control at the function level.

The District is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

**NOTE 3. Cash and Temporary Investments**

State statutes authorize the investment of the 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, 2010.

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 1 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 \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution through December 31, 2010.

**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 District 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**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 3. Cash and Temporary Investments (continued)**

<u>Type</u>	<u>First National Bank of New Mexico</u>
Checking	\$ <u>1,400,135</u>
Total Deposits	1,400,135
Less: FDIC Coverage	<u>(399,730)</u>
Uninsured Amount	1,000,405
50% Collateral requirement	500,203
Pledged Securities (Schedule 1)	<u>665,000</u>
(Over) Under collateralized	<u>\$ (164,797)</u>
Custodial Credit Risk-Deposits	
Account Balance	\$ 1,400,135
FDIC Insured	399,730
Collateral:	
Collateral held by the pledging bank, not in the District's name	665,000
Uninsured and uncollateralized	<u>335,405</u>
Total Deposits	<u>\$ 1,400,135</u>

Custodial credit risk is the risk that in the event of a bank failure, the governments' deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2010, \$340,183 of the District's bank balance of \$1,400,135 was exposed to custodial credit risk.

Custodial Credit Risk- Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk. New Mexico State Statutes require collateral pledged to be delivered for the securities underlying an overnight repurchase agreement, or a joint safekeeping receipt to be issued to the District for at least one hundred and two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution.

At June 30, 2010, the Districts' investment balances were exposed to custodial credit risk as follows:

Investment in the State Treasurer Local Government Investment Pool	<u>\$ 100</u>
--	---------------

The New MexiGrow Local Governmental Investment Pool's (LGIP) investments are valued at fair value based on quoted market prices as of the valuation date. The LGIP is not SEC registered. The New Mexico State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10-P and Section 6-10-10.1 A and E, NMSA 1978. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 19078, as the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the LGIP is voluntary.

**NOTE 3. Cash and Temporary Investments (continued)**

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

Interest Rate Risk and Credit Rating-Investment in State Treasurer's LGIP

The District does not have a formal policy limiting investment maturities to manage its exposure to fair value losses from increasing interest rates. The District's investments at June 30, 2010 include the following:

State Treasurer Local Government Investment Pool    AAAm    50-day WAM    \$     100

Reconciliation of Cash and Temporary Investments

Governmental Funds - Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 1,216,972
Cash per Fiduciary Statement	<u>53,362</u>
Balance per Financial Statements	<u>\$ 1,270,334</u>

**NOTE 4.    Accounts Payables and Accrued Expenses**

Accounts payable and Accrued Expenses as of June 30, 2010, are as follows:

Payable to suppliers	\$ 57,066
Accrued salaries	93,988
Accrued interest	<u>22,290</u>
Total Accounts Payable and Accrued Expenses	<u>\$ 173,334</u>

**NOTE 5.    Interfund Receivables, Payables, and Transfers**

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received.

The composition of interfund balances during the year ended June 30, 2010 is as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ <u>140,944</u>	\$ <u>-</u>
Title I	-	23,618
IDEA B Entitlement	-	40,632
IDEA B Preschool	-	4,057
IDEA B Risk Pool	-	533
Title I Stimulus	-	2,758
IDEA B Entitlement Stimulus	-	8,748
IDEA B Preschool Stimulus	-	358
State Stabilization SEG Stimulus	-	13,870
Safe & Drug Free Schools	-	1,568
Preschool Initiative	-	11,025
State Stabilization SEG Federal Stimulus	-	24,439
G.O. Library Funds	-	<u>9,338</u>
	<u>\$ 140,944</u>	<u>\$ 140,944</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 6. Accounts Receivable**

Accounts receivable as of June 30, 2010, are as follows:

	General	Capital	Debt	Other	Total
	Fund	Improvements SB-9	Service	Governmental Funds	
Property taxes	\$ 736	\$ 3,967	\$ 17,172	\$ -	\$ 21,875
Due from other governments:	-	-	-	-	-
Title I	-	-	-	23,618	23,618
Idea B Entitlement	-	-	-	40,632	40,632
Idea B Preschool	-	-	-	4,058	4,058
Idea B Risk Pool	-	-	-	533	533
Safe & Drug Free Schools	-	-	-	1,568	1,568
Title I Federal Stimulus	-	-	-	5,516	5,516
Idea B Entitlement Federal Stimulus	-	-	-	8,748	8,748
Idea B Preschool Federal Stimulus	-	-	-	358	358
State Stabilization SEG Federal Stimulus	-	-	-	13,870	13,870
G.O. Library Fund	-	-	-	9,338	9,338
Preschool Initiative	-	-	-	11,025	11,025
State Directed Activities (Idea B Discretionary Funds)	-	-	-	24,439	24,439
	<u>\$ 736</u>	<u>\$ 3,967</u>	<u>\$ 17,172</u>	<u>\$ 143,703</u>	<u>\$ 165,578</u>

The above receivables are deemed 100% collectible.

Deferred Revenues

Deferred revenue represents advances on grants which have not been earned at June 30, 2010

	Other Governmental	Total
Federal Awards	\$ 25,332	\$ 27,332

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2010, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	<u>Balance June 30, 2009</u>	<u>Additions and Transfers In</u>	<u>Deletions and Transfers Out</u>	<u>Balance June 30, 2010</u>
Capital assets not being depreciated:				
Land	\$ 41,000	\$ -	\$ -	\$ 41,000
Construction in Progress	<u>294,508</u>	<u>-</u>	<u>294,508</u>	<u>-</u>
Total capital assets not being depreciated	<u>335,508</u>	<u>-</u>	<u>294,508</u>	<u>41,000</u>
Capital assets being depreciated:				
Buildings and improvements	7,875,384	894,666	-	8,770,050
Equipment, Vehicles, Software and Library	<u>710,882</u>	<u>27,915</u>	<u>-</u>	<u>738,797</u>
Total capital assets being depreciated	<u>8,586,266</u>	<u>922,581</u>	<u>-</u>	<u>9,508,847</u>
Total capital assets	<u>8,921,774</u>	<u>922,581</u>	<u>294,508</u>	<u>9,549,847</u>
Less accumulated depreciation:				
Buildings and improvements	3,714,740	141,964	-	3,856,704
Equipment, Vehicles, Software and Library Books	<u>669,524</u>	<u>57,698</u>	<u>-</u>	<u>727,222</u>
Total accumulated depreciation	<u>4,384,264</u>	<u>199,662</u>	<u>-</u>	<u>4,583,926</u>
Total capital assets net of depreciation	<u>\$ 4,537,510</u>	<u>\$ 722,919</u>	<u>\$ 294,508</u>	<u>\$ 4,965,921</u>

Capital assets, net of accumulated depreciation, at June 30, 2010 appear in the Statement of Net Assets as follows:

Governmental activities	\$ 4,965,921
-------------------------	--------------

Depreciation expense for the year ended June 30, 2010 was charged to the following functions and funds:

Governmental activities:	
Direct instruction	\$ 141,795
Instructional support	8,936
Food Services	14,838
Pupil Transportation	<u>34,093</u>
	<u>\$ 199,662</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 8. Long-term Debt**

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2010 are for governmental activities. The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Bonds outstanding at June 30, 2010, are comprised of the following:

Series	Date of Issue	Amount	Interest Rate	Balance
			4.875%-	
2001	7/15/2001	\$990,000	6.375%	\$315,000
2009	1/15/09	\$1,500,000	4.2%-5.25%	\$1,500,000

The following is a summary of the long-term debt and the activity for the year ended June 30, 2010:

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010	Due Within One Year
General obligation bonds					
Series 7/15/2001	\$ 460,000	\$ -	\$ 145,000	\$ 315,000	\$ 155,000
Series 1/15/2009	1,500,000	-	-	1,500,000	-
	<u>\$ 1,960,000</u>	<u>\$ -</u>	<u>\$ 145,000</u>	<u>\$ 1,815,000</u>	<u>\$ 155,000</u>

The annual requirements to amortize the General Obligation Bonds as of June 30, 2010, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 155,000	\$ 11,002	\$ 166,002
2012	160,000	3,680	163,680
	<u>\$ 315,000</u>	<u>\$ 14,682</u>	<u>\$ 329,682</u>

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ -	\$ 71,844	\$ 71,844
2012	125,000	71,844	196,844
2013	125,000	66,594	191,594
2014	125,000	61,281	186,281
2015-2019	625,000	219,406	844,406
2020-2025	500,000	64,125	564,125
	<u>\$ 1,500,000</u>	<u>\$ 555,094</u>	<u>\$ 2,055,094</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 8. Long-term Debt (continued)**  
Reconciliation of Long-Term Debt to the Statement of Net Assets

Total Long term debt	\$	1,815,000
Net Issue Costs/Premium/Discounts on Bond Issues		(84,381)
Accumulated Amortization		29,791
		29,791
	\$	1,760,410

The payments made to liquidate the debt are usually paid by the debt service fund.

**NOTE 9. Risk Management**

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

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$750 deductible 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 Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2010, there have been no claims that have exceeded insurance coverage.

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

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

A. Deficit fund balance

Incentives for School Improvement	156
Legislative Appropriations Law of 2005	771

The District will cover deficit balances with subsequent grant funds or by a transfer from the General fund.

**NOTE 11. ERA Pension Plan**

*Plan Description.* Substantially all of Logan Municipal Schools' full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (ERA) (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement, disability benefits, and cost-of-living adjustments to plan members and beneficiaries. ERA issues a separate, publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to ERA, P. O. Box 26129, Santa Fe, New Mexico 87502.

*Funding Policy.* Plan members are required to contribute 7.9% of their gross salary. The District is required to contribute 11.65% of the gross covered salary. The contribution requirements of plan members and the District are established under Chapter 22, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The District's total contributions to ERA for the years ended June 30, 2010, 2009, and 2008 were \$ 207,039, \$ 330,775, and \$ 321,127, respectively.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 12. Post-Employment Benefits**

The Retiree Health Care Act (the "Act") (Chapter 10, Article 7C, NMSA, 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into Retiree Health Care Fund and by co-payments or out-of-pocket payments to eligible retirees. Monies flow to the Retiree Health Care Fund on pay-as-you-go basis from eligible employers and eligible retirees.

Eligible employers are institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Education Retirement Act (ERA), Public Employees Retirement Association (PERA), Volunteer Firefighters Retirement Act, Judicial Retirement Act or the Magistrate Retirement Act. Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf unless that person retired before the employer's NMRHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date, and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each participating employee contributes to the fund an amount equal to .65 percent of the employee's salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars (\$5.00) if the eligible participant retired prior to the employer's NMRHCA effective date or is a former legislator. Participants may also enroll in optional plan of coverage.

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Retiree Health Care Authority issued a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd., NE, Suite 104, Albuquerque, New Mexico 87107.

For the years ended June 30, 2010, 2009 and 2008, the District remitted \$ 23,328, \$22,450, and \$21,311, in employer contributions and \$11,664, \$11,258, and \$ 11,378 in employee contributions, respectively.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 13. Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School 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 counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

**NOTE 14. 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, 2010 was \$6,863.

**NOTE 15. Surety Bond**

The officials and certain employees of the District are covered by a surety bond as required by Section 12-6-7, NMSA, and 1978 Compilation.

**NOTE 16. Memorandum of Understanding**

REC

Purpose: To allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the USDE under the Education of the Handicapped Act, Part B, PL 94-142 among others.

Participants: Regional Education Cooperative and Logan Municipal Schools

Responsible Party for Operation and Audit: Regional Education Cooperative

Beginning and Ending Date of Agreement: July 1, 1995 until the end of any fiscal year during which the school give notice of intent to terminate.

Total Estimated Amount of Project and Actual Amount Contributed: The REC paid expenditures on behalf of the District.

Quay County

Purpose: To implement the "Protecting you/Protecting me" Program to improve the health of children living in the Logan School District.

Participants: Quay County MCCH Council and Logan Municipal Schools

Responsible Party for Operation and Audit: Regional Education Cooperative

Beginning and Ending Date of Agreement: July 1, 2009 until June 30, 2010.

Total Estimated Amount of Project and Actual Amount Contributed: Unknown



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Notes to the Financial Statements  
June 30, 2010

**NOTE 16. Memorandum of Understanding (continued)**

Energy Minerals and Natural Resources Department

Purpose: Provide for the joint use of certain baseball fields near Ute Lake.

Participants-New Mexico EMNRD and Logan Municipal Schools.

Responsibility: Both parties will repair and maintain the baseball fields.

Beginning and ending dates of agreement: April 4, 2008 until April 4, 2012.

Estimated costs: Total costs are unknown but the parties will share repair and maintenance costs.

NMHU/RNNM Gear Up

Purpose: Develop the capability of Logan Municipal Schools under an educational model which emphasizes the development of reading comprehension; math; science skills with a student incentive component and a stipend for teachers linked to academic performance.

Participants-New Mexico Highlands University and Logan Municipal Schools.

Responsibility: Support NMHU Gear Up model, and avail data related to the project on a timely basis.

Beginning and ending dates of agreement: 2007 through 2013.

Estimated costs: Total costs are unknown but NMHU will be responsible for financial support.

Mesalands Community College Dual Enrollment Agreement

Purpose: Mesalands Community College will provide higher education to qualified Logan High School junior and senior students in both technical and arts and science courses.

Participants-Mesalands Community College and Logan Municipal Schools.

Responsibility: Logan Municipal Schools will be responsible for tuition and enrollment fees for the enrolled students.

Beginning and ending dates of agreement: July 1, 2009 to June 30, 2010

Estimated costs: Total costs are dependent on the number of enrolled students and is the sole responsibility of Logan Municipal Schools.

**NOTE 17. Subsequent Accounting Standard Pronouncements**

In April 2009, the Governmental Standards Board (GASB) issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which is effective for financial statements for periods beginning after June 30, 2010. Early implementation is encouraged. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The District has elected to early implement GASB 54 in the accompanying financial report.

(This page intentionally left blank.)

**SUPPLEMENTARY INFORMATION**

(This page intentionally left blank.)

**NONMAJOR GOVERNMENTAL FUNDS**

(This page intentionally left blank.)

## SPECIAL REVENUE FUNDS

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:

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

**Athletics** - 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** – This fund’s major objectives are to provide supplemental educational opportunities for academically disadvantaged children in the area where they reside. 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 identify a campus; education 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 the creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

**IDEA B Entitlement** – The purpose of this program is to account for revenue used to help maximize the resources in meeting the objective of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Department of Education. Authority for the creation of this fund is Part B of the Handicapped Act, Public Law 105-17.

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

**IDEA-B Preschool** - 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.

**IDEA B Risk Pool-** 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.

**Enhancing Education through Technology** - The objective of the federal grant is to strengthen teacher learning in the field of technology. The fund was created by the authority of federal grant provision. (PL 103-382)

**Enhancing Education through Technology** - The objective of the federal grant is to strengthen teacher learning in the field of technology. The fund was created by the authority of federal grant provision. (PL 103-382)

**Title V Part A** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. Authority for creation of this fund is Chapter II of Title I of Elementary and Secondary Education Act (ESEA) of 1965 as amended, Public Law 103-382.

## **SPECIAL REVENUE FUNDS**

**Teacher Principal Training** – The purpose of this fund is 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. Authority for creation of this fund is Title II of the Elementary and Secondary Education Act of 1965 as amended, Public Law 103-382.

**Safe and Drug Free Schools** – The purpose of this fund is to account for a federal grant restricted to the establishment and implementation of substance abuse education and prevention programs in the elementary and secondary schools. The Authority for the creation of this fund is ESEA 1965, Title IV, Part A as amended, 20 USC 71112-7143.

**21<sup>st</sup> Century Community Learning Centers** – The purpose of this fund is to account for revenues and expenditures for a collaborative consortium of education, health, culture enrichment and social support system in rural communities. The fund was created by grant provisions.

**Title I Federal Stimulus** - This fund's major objectives are to provide supplemental educational opportunities for academically disadvantaged children in the area where they reside. 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 identify a campus; education 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 the creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

**IDEA B Entitlement Federal Stimulus-** The purpose of this program is to account for revenue used to help maximize the resources in meeting the objective of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Department of Education. Authority for the creation of this fund is Part B of the Handicapped Act, Public Law 105-17.

**IDEA B Preschool Federal Stimulus-** 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.

**Rural Education Achievement Program-** The objective is to provide financial assistance to rural district to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA, Title VI, Part B, as amended).

**State Stabilization SEG Federal Stimulus-** The objective is to provide funding equal to the 2006 base year to assist with the budget crises. Authority is the American Recovery and Reinvestment Act of 2009.

**Daniels Fund-** The objective is to account for the monies received from the Daniels Foundation fo the purposes of capital improvement of the Lil Doggie Preschool.

**Microsoft Settlement Funds-** Funds were disbursed to local school districts (LEA's) as a result of a legal settlement. This money was used to purchase technology upgrades for Logan Municipal Schools.

**Dual Credit Fund-** The objective is to account for the monies received from NMHU for the purpose of dual credit college enrollment for qualified high school seniors.

**GO Library Bonds** - The objective of this act is to acquire library books, equipment and library resources for public school libraries and juvenile detention libraries. Funds are acquired from General Obligation Bonds through the Public Education Department. Authority for creation of this fund is the Legislation in Chapter 117, Laws of 2004, Section 10C (3).



**Technology for Education** – 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.

**TANF Full Day Kindergarten** –The purpose of this fund is to account for the revenues and expenditures for kindergarten students. The fund was created by provision of the grant award.

**Incentives for School Improvement** – The purpose of this state grant is to provide funds for use in providing student educational trips, automation of the District’s libraries, and other educational materials. Authority for creation of this fund is Laws of 1997, Chapter 32.

**Legislative Appropriation- Laws of NM 2005** – The purpose is to account for revenues and expenditures from a state grant to provide professional development, library materials and educational technology. Funding provided by the State of New Mexico.

**GO Library Bonds Laws of 2004** - The objective of this act is to acquire library books, equipment and library resources for public school libraries and juvenile detention libraries. Funds are acquired from General Obligation Bonds through the Public Education Department. Authority for creation of this fund is the Legislation in Chapter 117, Laws of 2004, Section 10C (3).

**Pre-K Initiative** – The purpose of this fund is to provide special education and related services to pre-school students and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is the grant award.

**Beginning Teacher Mentoring-** These funds were intended and used to help beginning (Level I) teachers become more proficient through the guidance of more experienced Level II and especially Level III professional staff.

**Breakfast for Elementary Students-** The purpose of this program is to account for revenues and expenditures used carrying out the provisions of the grant award. The fund was created by grant provisions.

**21<sup>st</sup> Century Community Learning Centers** – The purpose of this fund is to account for revenues and expenditures for a collaborative consortium of education, health, culture enrichment and social support system in rural communities. The fund was created by grant provisions.

**Pre-kindergarten Special State-** This was a grant from PED to purchase learning materials and supplies for the Pre-K program providing services for four year olds at Logan Municipal Schools.

**Libraries SB 301 G.O. Bonds Laws of 2006-** The objective of this initiative was to raise money for LEA’s to enhance resources for needs of local libraries. Money was used for books and reference materials for our K-12 library.

**State Directed Activities-** The objective is to account for the IDEA B Discretionary funding passed through the regional education cooperative to the District.

**Libraries SB 471 Library Books-** The objective of this initiative is to provide funding to libraries to get new books.

**CYFD Preschool-**The purpose of this fund is to account for revenues and expenditures related to preschool activities. The fund was created by provision of the grant award.

**ENMR-** These funds are capital credits that are dispersed back members of the Eastern NM Telephone Cooperative member. Funds were used to off-set communication expenses.

**McCune Charitable Foundation** – The objective of this program is to teach communication, self-esteem and problem solving skills. The fund was created by provisions in a contract.

(This page intentionally left blank.)

## 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 one separate funds classified as non-major Capital Projects Funds as follows:

**Special Public School Capital Outlay-State-**The purpose of this fund is to account for capital projects funded from awards made by the Public School Capital Outlay Council.

**Public School Capital Outlay-20%-**The purpose of this fund is to account for capital projects funded from awards made by the Public School Capital Outlay Council.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2010

ASSETS	Special Revenue Funds		
	Food Service	Athletics	Title I
<i>Current Assets</i>			
Cash and cash equivalents	\$ 25,996	\$ 5,577	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	23,618
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	-	-
Inventory	2,925	-	-
	<u>28,921</u>	<u>5,577</u>	<u>23,618</u>
<i>Total assets</i>	<u>\$ 28,921</u>	<u>\$ 5,577</u>	<u>\$ 23,618</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	23,618
Deferred revenue	-	-	-
	<u>-</u>	<u>-</u>	<u>23,618</u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>23,618</u>
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	2,925	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	25,996	5,577	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	<u>28,921</u>	<u>5,577</u>	<u>-</u>
<i>Total fund balances</i>	<u>28,921</u>	<u>5,577</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 28,921</u>	<u>\$ 5,577</u>	<u>\$ 23,618</u>

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

IDEA-B Entitlement	IDEA-B Discretionary	IDEA-B Preschool	IDEA-B Risk Pool
\$ -	\$ -	\$ -	\$ -
-	-	-	-
40,632	-	4,058	533
-	-	-	-
-	-	-	-
-	-	-	-
<u>40,632</u>	<u>-</u>	<u>4,058</u>	<u>533</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
40,632	-	4,057	533
-	-	1	-
<u>40,632</u>	<u>-</u>	<u>4,058</u>	<u>533</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>40,632</u>	<u>-</u>	<u>4,058</u>	<u>533</u>

STATE OF NEW MEXICO  
LOGAN MUNICIPAL SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010

ASSETS	Special Revenue Funds		
	Enhancing Education Thru Technology	Enhancing Education Thru Technology	Title V Part A Innovative Pro Strategies
	\$	\$	\$
<i>Current Assets</i>			
Cash and cash equivalents	727	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	-
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ 727	\$ -	\$ -
 <b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	-
Deferred revenue	727	-	-
	727	-	-
<i>Total liabilities</i>	727	-	-
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balances</i>	\$ 727	\$ -	\$ -

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

Teacher/Principal Training	Safe and Drug Free Schools	21st Century Community Learning Centers
\$ 217	\$ -	\$ -
-	-	-
-	1,568	-
-	-	-
-	-	-
-	-	-
<u>217</u>	<u>1,568</u>	<u>-</u>
\$ <u>217</u>	\$ <u>1,568</u>	\$ <u>-</u>
\$ -	\$ -	\$ -
-	-	-
-	1,568	-
<u>217</u>	<u>-</u>	<u>-</u>
<u>217</u>	<u>1,568</u>	<u>-</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>217</u>	<u>1,568</u>	<u>-</u>
\$ <u>217</u>	\$ <u>1,568</u>	\$ <u>-</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2010

	Special Revenue Fund:		
	Title I Federal Stimulus	IDEA B Entitlement Federal Stimulus	IDEA B Preschool Federal Stimulus
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	5,516	8,748	358
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	2,207	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ 5,516	\$ 10,955	\$ 358
 <b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	2,758	-	-
Interfund payable	2,758	8,748	358
Deferred revenue	-	2,207	-
	-	2,207	-
<i>Total liabilities</i>	5,516	10,955	358
 <i>Fund Balances</i>			
<b>Fund Balance</b>			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balances</i>	\$ 5,516	\$ 10,955	\$ 358

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



Rural Education Achievement Program	State Stabilization SEG Stimulus	Daniels Fund
\$ 22,754	\$ -	\$ -
-	-	-
-	13,870	-
-	-	-
-	-	-
-	-	-
<u>22,754</u>	<u>13,870</u>	<u>-</u>
\$ <u>22,754</u>	\$ <u>13,870</u>	\$ <u>-</u>
\$ -	\$ -	\$ -
-	-	-
-	13,870	-
<u>22,754</u>	<u>-</u>	<u>-</u>
<u>22,754</u>	<u>13,870</u>	<u>-</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>22,754</u>	\$ <u>13,870</u>	\$ <u>-</u>

STATE OF NEW MEXICO  
LOGAN MUNICIPAL SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010

ASSETS	Special Revenue Funds		
	Microsoft Settlement Fund	Dual Credit Fund	GO Library Funds
	Fund	Fund	Funds
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	9,338
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 9,338
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	9,338
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	-	-	9,338
<i>Fund Balances</i>			
<b>Fund Balances</b>			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balance</i>	\$ -	\$ -	\$ 9,338

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

Statement A-1  
 (Page 4 of 7)

Technology for Education	TANF Full Day Kindergarten	Incentives for School Improvement
\$ 2,059	\$ 500	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>2,059</u>	<u>500</u>	<u>-</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	500	156
<u>-</u>	<u>500</u>	<u>156</u>
-	-	-
-	-	-
2,059	-	(156)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>2,059</u>	<u>-</u>	<u>(156)</u>
<u>\$ 2,059</u>	<u>\$ 500</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
LOGAN MUNICIPAL SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010

ASSETS	Special Revenue Funds		
	Legislative Appropriations Laws of 2005	GO Library Bonds Laws of 2004	Preschool Initiative
		\$	\$
<i>Current Assets</i>			
Cash and cash equivalents	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	11,025
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 11,025
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	11,025
Deferred revenue	771	-	-
	771	-	-
<i>Total liabilities</i>	771	-	11,025
<i>Fund Balances</i>			
Fund Balances			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	(771)	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	(771)	-	-
<i>Total liabilities and fund balances</i>	\$ -	\$ -	\$ 11,025

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

Statement A-1  
 (Page 5 of 7)

Beginning Teacher Mentoring	Breakfast for Elementary Students	21st Century Community Learning
\$ 157	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>157</u>	<u>-</u>	<u>-</u>
\$	\$	\$
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	-
157	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>157</u>	<u>-</u>	<u>-</u>
\$ <u>157</u>	\$ <u>-</u>	\$ <u>-</u>

STATE OF NEW MEXICO  
LOGAN MUNICIPAL SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010

ASSETS	Special Revenue Funds:		
	Pre- Kindergarten Special State	Libraries-SB 301 GO Bonds Laws of 2006	State Directed Activities
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	24,439
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid Assets	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 24,439
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	24,439
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	-	-	24,439
<i>Fund Balances</i>			
Fund Balances			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balances</i>	\$ -	\$ -	\$ 24,439

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

Statement A-1  
 (Page 6 of 7)

SB 471 Library Books	Preschool CYFD	ENMR Fund
\$ -	\$ 148	\$ 11
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 148</u>	<u>\$ 11</u>
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>148</u>	<u>11</u>
<u>\$ -</u>	<u>\$ 148</u>	<u>\$ 11</u>

(This page intentionally left blank.)



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2010

Statement A-1  
(Page 7 of 7)

<b>ASSETS</b>	Capital Project Funds			Total Nonmajor Governmental Funds
	McCune Foundation	Special Capital Outlay State	Public School Capital Outlay-20%	
<i>Current Assets</i>				
Cash and cash equivalents	\$ 33	\$ 32,322	\$ -	\$ 90,501
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	143,703
Other accounts receivable	-	-	-	-
Interfund receivable	-	-	-	-
Prepaid Assets	-	-	-	2,207
Inventory	-	-	-	2,925
	-	-	-	2,925
<i>Total assets</i>	\$ 33	\$ 32,322	\$ -	\$ 239,336
 <b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-	2,758
Interfund payable	-	-	-	140,944
Deferred revenue	-	-	-	27,333
	-	-	-	27,333
<i>Total liabilities</i>	-	-	-	171,035
<i>Fund Balances</i>				
Fund Balances				
Non-spendable	-	-	-	2,925
Restricted for:				
General Fund	-	-	-	-
Special Revenue Funds	33	-	-	33,054
Capital Projects Funds	-	32,322	-	32,322
Debt Service Funds	-	-	-	-
Committed for:				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Assigned for:				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Unassigned for:				
General Fund	-	-	-	-
	-	-	-	-
<i>Total fund balances</i>	33	32,322	-	68,301
<i>Total liabilities and fund balanc.</i>	\$ 33	\$ 32,322	\$ -	\$ 239,336

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Food Service	Athletics	Title I
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessec	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	24,817	-	-
District activities	-	16,614	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	113,507	-	39,365
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	138,324	16,614	39,365
<i>Expenditures:</i>			
Current:			
Instruction	-	16,300	35,969
Support Services			
Students	-	-	2,433
Instruction	-	-	(52)
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	1,015
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Service			
Food services operation:	129,525	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	129,525	16,300	39,365
<i>Excess (deficiency) of revenues over expenditures</i>	8,799	314	-
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	8,799	314	-
<i>Fund balances - beginning of year</i>	20,122	5,263	-
<i>Fund balances - end of year</i>	\$ 28,921	\$ 5,577	\$ -

The accompanying notes are an integral part of these financial statement

IDEA-B Entitlement	IDEA-B Discretionary	IDEA-B Preschool	IDEA-B Risk Pool
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
60,882	(14,520)	5,765	533
-	-	-	-
-	-	-	-
<u>60,882</u>	<u>(14,520)</u>	<u>5,765</u>	<u>533</u>
60,052	-	5,765	533
-	-	-	-
-	-	-	-
-	-	-	-
830	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>60,882</u>	<u>-</u>	<u>5,765</u>	<u>533</u>
-	(14,520)	-	-
-	14,520	-	-
-	14,520	-	-
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
 LOGAN MUNICIPAL SCHOOLS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010

	Special Revenue Funds		
	Enhancing Education Thru Technology	Enhancing Education Thru Technology	Title V Part A Innovative Pro Strategies
	\$	\$	\$
<i>Revenues:</i>			
Taxes	-	-	-
Taxes levied/assessee	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	694	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	-	694	-
<i>Expenditures:</i>			
Current:			
Instruction	-	694	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operation:	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	-	694	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -

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

Teacher/Principal Taining	Safe and Drug Free Schools	21st Century Community Learning Centers
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
13,059	1,568	45,035
-	-	-
-	-	-
13,059	1,568	45,035
13,059	651	17,469
-	917	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
13,059	1,568	17,469
-	-	27,566
-	-	(27,566)
-	-	(27,566)
-	-	-
-	-	-
\$ -	\$ -	\$ -

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Title I Federal Stimulus	IDEA B Entitlement Federal Stimulus	IDEA B Preschool Federal Stimulus
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessec	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	20,361	52,888	2,074
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>20,361</u>	<u>52,888</u>	<u>2,074</u>
<i>Expenditures:</i>			
Current:			
Instruction	16,866	42,098	2,074
Support Services			
Students	2,382	10,188	-
Instruction	-	-	-
General Administration	1,113	-	-
School Administration	-	-	-
Central Services	-	602	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Service			
Food services operation:	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>20,361</u>	<u>52,888</u>	<u>2,074</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Rural Education Achievement Program	State Stabilization SEG Federal Stimulus	Daniels Fund
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
0	-	-
-	-	-
16,859	213,268	-
-	-	-
-	-	-
-	-	-
<u>16,859</u>	<u>213,268</u>	<u>-</u>
-	90,143	-
16,859	21,289	-
-	-	-
-	-	-
-	23,536	-
-	78,300	8,543
-	-	-
-	-	-
-	-	-
-	-	-
<u>16,859</u>	<u>213,268</u>	<u>8,543</u>
-	-	(8,543)
-	-	-
-	-	-
-	-	(8,543)
-	-	8,543
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Microsoft Settlement Fund	Dual Credit	GO Library Funds
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessec	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	2,900	9,338
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,900</u>	<u>9,338</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	2,900	-
Support Services			
Students	-	-	-
Instruction	-	-	9,338
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Service			
Food services operation:	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,900</u>	<u>9,338</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers	1,215	-	-
<i>Total other financing sources (uses)</i>	<u>1,215</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	1,215	-	-
<i>Fund balances - beginning of year</i>	<u>(1,215)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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



Technology For Education	TANF Full Day Kindergarten	Incentives For School Improvement
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
1,683	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>1,683</u>	<u>-</u>	<u>-</u>
-	-	156
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>156</u>
<u>1,683</u>	<u>-</u>	<u>(156)</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>1,683</u>	<u>-</u>	<u>(156)</u>
<u>376</u>	<u>-</u>	<u>-</u>
<u>\$ 2,059</u>	<u>\$ -</u>	<u>\$ (156)</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Legislative Appropriations Laws of 2005	GO Library Bonds Laws of 2004	Pre-School Initiative
	\$	\$	\$
<i>Revenues:</i>			
Taxes			
Taxes levied/assessec	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	129	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	34,813
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	-	129	34,813
<i>Expenditures:</i>			
Current:			
Instruction	771	-	33,614
Support Services			
Students	-	-	-
Instruction	-	129	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	1,199
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Service			
Food services operation:	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	771	129	34,813
<i>Excess (deficiency) of revenues over expenditures</i>	(771)	-	-
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	(771)	-	-
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	\$ (771)	\$ -	\$ -

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

Beginning Teacher Mentoring	Breakfast for Elementary Students	21st Century Community Learning
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	6,963	-
1,068	-	-
-	-	-
-	-	-
-	-	-
<u>1,068</u>	<u>6,963</u>	<u>-</u>
5,080	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	6,963	-
-	-	-
-	-	-
<u>5,080</u>	<u>6,963</u>	<u>-</u>
<u>(4,012)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>(817)</u>
<u>-</u>	<u>-</u>	<u>(817)</u>
<u>(4,012)</u>	<u>-</u>	<u>(817)</u>
<u>4,169</u>	<u>-</u>	<u>817</u>
<u>\$ 157</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2010

	Special Revenue Funds		
	Pre	Libraries-SB 301	State
	Kindergarten Special State	GO Bonds Laws of 2006	Directed Activities
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessec	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	59,370
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	-	-	59,370
<i>Expenditures:</i>			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	33,327
Instruction	-	-	-
General Administrator	-	-	-
School Administrator	-	-	-
Central Services	-	-	14,665
Operation & maintenance of plan	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Service			
Food services operation:	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	-	-	47,992
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	11,378
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>			11,378
<i>Fund balances - beginning of year</i>	-	-	(11,378)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -

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



(This page intentionally left blank.)

STATE OF NEW MEXICO  
LOGAN MUNICIPAL SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2010

Statement A-2  
(Page 7 of 7)

	Capital Project Funds			Total Nonmajor Governmental Funds
	McCune Foundation	Special Public School Capital Outlay - State	Public School Capital Outlay 20%	
<i>Revenues:</i>				
Taxes	\$	\$	\$	\$
Taxes levied/assessee	-	-	-	-
Local sources				
Tuition	-	-	-	-
Investment income	-	-	-	-
Food services	-	-	-	24,817
District activities	-	-	-	16,614
Other revenue	-	-	-	-
State sources				
Unrestricted Grants	-	-	-	-
Restricted Grants	-	(19,278)	-	61,105
Federal sources				
Unrestricted Grants	-	-	-	-
Unrestricted -state passthrough	-	-	-	35,881
Restricted Grants	-	-	-	230,127
Restricted -state passthrough	-	-	-	341,211
Department of Interior	-	-	-	-
Other items	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>(19,278)</u>	<u>-</u>	<u>709,755</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	344,194
Support Services				
Students	-	-	-	87,395
Instruction	-	-	-	10,105
General Administrator	-	-	-	1,113
School Administrator	-	-	-	-
Central Services	-	-	-	41,847
Operation & maintenance of plant	-	-	-	86,843
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Service				
Food services operation:	-	-	-	136,488
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>707,985</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(19,278)</u>	<u>-</u>	<u>1,770</u>
<i>Other financing sources (uses)</i>				
Transfers	-	-	-	(12,648)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,648)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(19,278)</u>	<u>-</u>	<u>(10,878)</u>
<i>Fund balances - beginning of year</i>	<u>33</u>	<u>51,600</u>	<u>-</u>	<u>79,179</u>
<i>Fund balances - end of year</i>	<u>\$ 33</u>	<u>\$ 32,322</u>	<u>\$ -</u>	<u>\$ 68,301</u>

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

(This page intentionally left blank.)



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**FOOD SERVICE SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-3

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 19,000	\$ 19,000	\$ 25,542	\$ 6,542
State sources	-	-	-	-
Federal sources	110,322	110,322	106,816	(3,506)
Interest	-	-	-	-
<i>Total revenues</i>	<u>129,322</u>	<u>129,322</u>	<u>132,358</u>	<u>3,036</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	131,822	131,820	125,563	6,257
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>131,822</u>	<u>131,820</u>	<u>125,563</u>	<u>6,257</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,500)</u>	<u>(2,498)</u>	<u>6,795</u>	<u>9,293</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	2,500	2,498	-	(2,498)
<i>Total other financing sources (uses)</i>	<u>2,500</u>	<u>2,498</u>	<u>-</u>	<u>(2,498)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,795</u>	<u>6,795</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>19,201</u>	<u>19,201</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,996</u>	<u>\$ 25,996</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 6,795	
Adjustment to revenue for accruals and other deferrals			(571)	
Adjustment to expenditures for payables, prepaids and other accruals			2,575	
Net change in fund balance (GAAP basis)			<u>\$ 8,799</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**ATHLETICS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-4

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 17,000	\$ 17,000	\$ 17,774	\$ 774
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,000</u>	<u>17,000</u>	<u>17,774</u>	<u>774</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	17,000	17,000	15,975	1,025
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,000</u>	<u>17,000</u>	<u>15,975</u>	<u>1,025</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,799</u>	<u>1,799</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,799</u>	<u>1,799</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,778</u>	<u>3,778</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,577</u>	<u>\$ 5,577</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,799	
Adjustment to revenue for accruals and other deferrals			(1,485)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 314</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TITLE I SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-5

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	39,685	43,921	21,084	(22,837)
Interest	-	-	-	-
<i>Total revenues</i>	<u>39,685</u>	<u>43,921</u>	<u>21,084</u>	<u>(22,837)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	36,051	40,287	35,969	4,318
Support Services				
Students	2,433	2,433	2,433	-
Instruction	-	-	(52)	52
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	1,201	1,273	1,015	258
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>39,685</u>	<u>43,993</u>	<u>39,365</u>	<u>4,628</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(72)</u>	<u>(18,281)</u>	<u>(18,209)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	72	-	(72)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>72</u>	<u>-</u>	<u>(72)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(18,281)</u>	<u>(18,281)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(5,337)</u>	<u>(5,337)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,618)</u>	<u>\$ (23,618)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (18,281)	
Adjustment to revenue for accruals and other deferrals			18,281	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**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 ENDED JUNE 30, 2010**

Statement A-6

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	59,870	60,882	64,734	3,852
Interest	-	-	-	-
<i>Total revenues</i>	<u>59,870</u>	<u>60,882</u>	<u>64,734</u>	<u>3,852</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	59,039	60,052	60,052	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	831	830	830	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>59,870</u>	<u>60,882</u>	<u>60,882</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,852</u>	<u>3,852</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,852</u>	<u>3,852</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(44,484)</u>	<u>(44,484)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40,632)</u>	<u>\$ (40,632)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 3,852	
Adjustment to revenue for accruals and other deferrals			(18,665)	
Adjustment to expenditures for payables, prepaids and other accruals			14,813	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**IDEA B DISCRETIONARY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-7

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	1,650	1,650
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,650</u>	<u>1,650</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	-	-	-	-
Operation of Non-instructional 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>1,650</u>	<u>1,650</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(1,650)	(1,650)
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,650)</u>	<u>(1,650)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(16,170)</u>	<u>(16,170)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,170)</u>	<u>\$ (16,170)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			(16,170)	
Adjustment to expenditures for payables, prepaids and other accruals			16,170	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**IDEA B PRESCHOOL SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-8

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	5,368	5,766	6,133	367
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,368</u>	<u>5,766</u>	<u>6,133</u>	<u>367</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,368	5,766	5,765	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,368</u>	<u>5,766</u>	<u>5,765</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>368</u>	<u>366</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>368</u>	<u>368</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,425)</u>	<u>(4,425)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,057)</u>	<u>\$ (4,057)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 368	
Adjustment to revenue for accruals and other deferrals			(4,425)	
Adjustment to expenditures for payables, prepaids and other accruals			4,057	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**ENHANCING EDUCATION THRU TECHNOLOGY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-9

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>727</u>	<u>727</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 727</u>	<u>\$ 727</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**ENHANCING EDUCATION THRU TECHNOLOGY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-10

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	694	-	(694)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>694</u>	<u>-</u>	<u>(694)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	694	694	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>694</u>	<u>694</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(694)</u>	<u>(694)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(694)</u>	<u>(694)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>694</u>	<u>694</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TITLE V PART A INNOVATIVE PRO STRATEGIES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-11

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TEACHER/PRINCIPAL TRAINING SPECIAL REVNUUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-12

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	12,088	22,105	17,111	(4,994)
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,088</u>	<u>22,105</u>	<u>17,111</u>	<u>(4,994)</u>
<i>Expenditures:</i>				
Current:				
Instruction	17,740	27,757	13,059	14,698
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,740</u>	<u>27,757</u>	<u>13,059</u>	<u>14,698</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,652)</u>	<u>(5,652)</u>	<u>4,052</u>	<u>9,704</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	5,652	5,652	-	(5,652)
<i>Total other financing sources (uses)</i>	<u>5,652</u>	<u>5,652</u>	<u>-</u>	<u>(5,652)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,052</u>	<u>4,052</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,835)</u>	<u>(3,835)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217</u>	<u>\$ 217</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 4,052	
Adjustment to revenue for accruals and other deferrals			(4,052)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SAFE AND DRUG FREE SCHOOLS SPECIAL REVENUE FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-13

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	771	1,568	-	(1,568)
Interest	-	-	-	-
<i>Total revenues</i>	<u>771</u>	<u>1,568</u>	<u>-</u>	<u>(1,568)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	651	651	-
Support Services				
Students	771	917	917	-
Instruction	771	-	-	-
General Administration	771	-	-	-
School Administration	771	-	-	-
Central Services	771	-	-	-
Operation & maintenance of plant	771	-	-	-
Student transportation	771	-	-	-
Other Support Services	771	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,168</u>	<u>1,568</u>	<u>1,568</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,397)</u>	<u>-</u>	<u>(1,568)</u>	<u>(1,568)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	5,397	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,397</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,568)</u>	<u>(1,568)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,568)</u>	<u>\$ (1,568)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (1,568)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			1,568	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
21st CENTURY COMMUNITY LEARNING CENTERS SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010

Statement A-14

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	17,469	75,456	57,987
Interest	-	-	-	-
<i>Total revenues</i>	-	17,469	75,456	57,987
<i>Expenditures:</i>				
Current:				
Instruction	-	17,469	17,469	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	17,469	17,469	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	57,987	57,987
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(27,566)	(27,566)
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(27,566)	(27,566)
<i>Net change in fund balances</i>	-	-	30,421	30,421
<i>Cash balances - beginning of year</i>	-	-	(30,421)	(30,421)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 30,421	
Adjustment to revenue for accruals and other deferrals			(30,421)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TITLE I FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-15

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	11,534	22,948	17,603	(5,345)
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,534</u>	<u>22,948</u>	<u>17,603</u>	<u>(5,345)</u>
<i>Expenditures:</i>				
Current:				
Instruction	11,534	19,401	16,866	2,535
Support Services				
Students	-	2,433	2,382	51
Instruction	-	-	-	-
General Administration	-	1,113	1,113	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>11,534</u>	<u>22,947</u>	<u>20,361</u>	<u>2,586</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>1</u>	<u>(2,758)</u>	<u>(2,759)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	(1)	-	1
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>1</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,758)</u>	<u>(2,758)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,758)</u>	<u>\$ (2,758)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (2,758)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			2,758	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**IDEA B ENTITLEMENT FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-16

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	28,655	55,095	46,347	(8,748)
Interest	-	-	-	-
<i>Total revenues</i>	<u>28,655</u>	<u>55,095</u>	<u>46,347</u>	<u>(8,748)</u>
<i>Expenditures:</i>				
Current:				
Instruction	18,467	44,307	44,305	2
Support Services				
Students	10,188	10,188	10,188	-
Instruction	10,188	-	-	-
General Administration	10,188	-	-	-
School Administration	10,188	-	-	-
Central Services	10,188	602	602	-
Operation & maintenance of plant	10,188	-	-	-
Student transportation	10,188	-	-	-
Other Support Services	10,188	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>99,971</u>	<u>55,097</u>	<u>55,095</u>	<u>2</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(71,316)</u>	<u>(2)</u>	<u>(8,748)</u>	<u>(8,746)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	71,316	2	-	(2)
<i>Total other financing sources (uses)</i>	<u>71,316</u>	<u>2</u>	<u>-</u>	<u>(2)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,748)</u>	<u>(8,748)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,748)</u>	<u>\$ (8,748)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (8,748)	
Adjustment to revenue for accruals and other deferrals			8,748	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**IDEA B PRESCHOOL FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-17

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	1,073	2,074	1,716	(358)
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,073</u>	<u>2,074</u>	<u>1,716</u>	<u>(358)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,073	2,074	2,074	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,073</u>	<u>2,074</u>	<u>2,074</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(358)</u>	<u>(358)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(358)</u>	<u>(358)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (358)</u>	<u>\$ (358)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (358)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			358	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**RURAL EDUCATION ACHIEVEMENT SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-18

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	16,859	16,859	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,859</u>	<u>16,859</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	16,859	16,859	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,859</u>	<u>16,859</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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>22,754</u>	<u>22,754</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,754</u>	<u>\$ 22,754</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SEG STIMULUS SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-19

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	158,517	213,668	199,398	(14,270)
Interest	-	-	-	-
<i>Total revenues</i>	<u>158,517</u>	<u>213,668</u>	<u>199,398</u>	<u>(14,270)</u>
<i>Expenditures:</i>				
Current:				
Instruction	87,666	90,545	90,143	402
Support Services				
Students	14,433	21,289	21,289	-
Instruction	70,851	-	-	-
General Administration	70,851	-	-	-
School Administration	70,851	-	-	-
Central Services	70,851	23,536	23,536	-
Operation & maintenance of plant	70,851	78,300	78,300	-
Student transportation	70,851	-	-	-
Other Support Services	70,851	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>598,056</u>	<u>213,670</u>	<u>213,268</u>	<u>402</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(439,539)</u>	<u>(2)</u>	<u>(13,870)</u>	<u>(13,868)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	439,539	2	-	(2)
<i>Total other financing sources (uses)</i>	<u>439,539</u>	<u>2</u>	<u>-</u>	<u>(2)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(13,870)</u>	<u>(13,870)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,870)</u>	<u>\$ (13,870)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (13,870)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			13,870	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**DANIELS SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-20

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 25,000	\$ -	\$ (25,000)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>(25,000)</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	25,000	25,000	-
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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(25,000)</u>	<u>(25,000)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>25,000</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (25,000)	
Adjustment to revenue for accruals and other deferrals			16,457	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (8,543)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**MICROSOFT SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-21

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,215)</u>	<u>(1,215)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,215)</u>	<u>\$ (1,215)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**DUAL CREDIT SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-22

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,900	2,900	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,900</u>	<u>2,900</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,900	2,900	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,900</u>	<u>2,900</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**GO LIBRARY SPECIAL REVENUE PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-23

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	9,338	-	(9,338)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>9,338</u>	<u>-</u>	<u>(9,338)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	9,338	9,338	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>9,338</u>	<u>9,338</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,338)</u>	<u>(9,338)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,338)</u>	<u>(9,338)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>129</u>	<u>129</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,209)</u>	<u>\$ (9,209)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (9,338)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			9,338	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-24

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	1,683	1,683
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,683</u>	<u>1,683</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	-	-	-	-
Operation of Non-instructional 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>1,683</u>	<u>1,683</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,683</u>	<u>1,683</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>376</u>	<u>376</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,059</u>	<u>\$ 2,059</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,683	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 1,683</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**TANF FULL DAY KINDERGARTEN SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-25

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 500</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**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 ENDED JUNE 30, 2010**

Statement A-26

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	157	-	(157)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>157</u>	<u>-</u>	<u>(157)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	157	156	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>157</u>	<u>156</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(156)</u>	<u>(156)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(156)</u>	<u>(156)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>156</u>	<u>156</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			(156)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (156)</u>	

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



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**LEGISLATIVE APPROPRIATIONS LAWS OF 2005 SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-27

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	772	-	(772)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>772</u>	<u>-</u>	<u>(772)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	772	771	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>772</u>	<u>771</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(771)</u>	<u>(771)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(771)</u>	<u>(771)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (771)</u>	<u>\$ (771)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			(771)	
Net change in fund balance (GAAP basis)			<u>\$ (771)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**GO LIBRARY 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 ENDED JUNE 30, 2010**

Statement A-28

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	129	-	(129)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>129</u>	<u>-</u>	<u>(129)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	129	129	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>129</u>	<u>129</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(129)</u>	<u>(129)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(129)</u>	<u>(129)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>129</u>	<u>129</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**PRESCHOOL INITIATIVE SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-29

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	34,812	34,813	43,430	8,617
Interest	-	-	-	-
<i>Total revenues</i>	<u>34,812</u>	<u>34,813</u>	<u>43,430</u>	<u>8,617</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	33,613	33,614	33,614	-
Support Services				
Students	1,199	-	-	-
Instruction	1,199	-	-	-
General Administration	1,199	-	-	-
School Administration	1,199	-	-	-
Central Services	1,199	1,199	1,199	-
Operation & maintenance of plant	1,199	-	-	-
Student transportation	1,199	-	-	-
Other Support Services	1,199	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>43,205</u>	<u>34,813</u>	<u>34,813</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,393)</u>	<u>-</u>	<u>8,617</u>	<u>8,617</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	8,393	-	-	-
<i>Total other financing sources (uses)</i>	<u>8,393</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>8,617</u>	<u>8,617</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(19,642)</u>	<u>(19,642)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,025)</u>	<u>\$ (11,025)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 8,617	
Adjustment to revenue for accruals and other deferrals			(8,617)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**

Statement A-30

BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	5,080	1,068	(4,012)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,080</u>	<u>1,068</u>	<u>(4,012)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	5,080	5,080	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	0	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,080</u>	<u>5,080</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,012)</u>	<u>(4,012)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,012)</u>	<u>(4,012)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,169</u>	<u>4,169</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157</u>	<u>\$ 157</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (4,012)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (4,012)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-31

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	6,963	6,963	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>6,963</u>	<u>6,963</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	6,963	6,963	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,963</u>	<u>6,963</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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
21st CENTURY LEARNING CENTERS SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010

Statement A-32

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	18,835	18,835
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>18,835</u>	<u>18,835</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
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>18,835</u>	<u>18,835</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(817)	(817)
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(817)</u>	<u>(817)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>18,018</u>	<u>18,018</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(18,018)</u>	<u>(18,018)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 18,018	
Adjustment to revenue for accruals and other deferrals			(18,835)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (817)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**

Statement A-33

PRE-KINDERGARTEN SPECIAL STATE SPECIAL REVENUE FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**

Statement A-34

LIBRARIES SB 301 GO BONDS-2006 SPECIAL REVENUE FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**

Statement A-35

STATE DIRECTED ACTIVITIES SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	53,791	34,931	(18,860)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>53,791</u>	<u>34,931</u>	<u>(18,860)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	33,414	33,327	87
Instruction	-	773	-	773
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	21,130	14,665	6,465
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>55,317</u>	<u>47,992</u>	<u>7,325</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,526)</u>	<u>(13,061)</u>	<u>(11,535)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	1,526	-	(1,526)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,526</u>	<u>-</u>	<u>(1,526)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(13,061)</u>	<u>(13,061)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,378)</u>	<u>(11,378)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (24,439)</u>	<u>\$ (24,439)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (13,061)	
Adjustment to revenue for accruals and other deferrals			24,439	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 11,378</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**

Statement A-36

SB 471 LIBRARY BOOKS SPECIAL REVENUE FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	690	1,380	-	(1,380)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>690</u>	<u>1,380</u>	<u>-</u>	<u>(1,380)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	690	-	-	-
Instruction	690	690	690	-
General Administration	690	-	-	-
School Administration	690	-	-	-
Central Services	690	-	-	-
Operation & maintenance of plant	690	-	-	-
Student transportation	690	-	-	-
Other Support Services	690	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,520</u>	<u>690</u>	<u>690</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(4,830)</u>	<u>690</u>	<u>(690)</u>	<u>(1,380)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	4,830	(690)	-	690
<i>Total other financing sources (uses)</i>	<u>4,830</u>	<u>(690)</u>	<u>-</u>	<u>690</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(690)</u>	<u>(690)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (690)</u>	<u>\$ (690)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (690)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (690)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**CYFD PRESCHOOL SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-37

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional 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>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	148	148
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ 148	\$ 148
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**ENMR SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-38

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>11</u>	<u>11</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11</u>	<u>\$ 11</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**McCUNE FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-39

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>33</u>	<u>33</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33</u>	<u>\$ 33</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**BOND BUILDING CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-40

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	10,289	10,289
<i>Total revenues</i>	<u>20,000</u>	<u>20,000</u>	<u>10,289</u>	<u>(9,711)</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	1,506,339	1,506,339	852,520	653,819
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,506,339</u>	<u>1,506,339</u>	<u>852,520</u>	<u>653,819</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,486,339)</u>	<u>(1,486,339)</u>	<u>(842,231)</u>	<u>644,108</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	1,486,339	1,486,339	-	(1,486,339)
<i>Total other financing sources (uses)</i>	<u>1,486,339</u>	<u>1,486,339</u>	<u>-</u>	<u>(1,486,339)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(842,231)</u>	<u>(842,231)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,340,764</u>	<u>1,340,764</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 498,533</u>	<u>\$ 498,533</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (842,231)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			(50,346)	
Net change in fund balance (GAAP basis)			<u>\$ (892,577)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SPECIAL CAPITAL OUTLAY STATE CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-41

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>32,322</u>	<u>32,322</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,322</u>	<u>\$ 32,322</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			(19,278)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (19,278)</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-42

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 88,220	\$ 88,220	\$ 105,216	\$ 16,996
State sources	-	7,445	26,222	18,777
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>88,220</u>	<u>95,665</u>	<u>131,438</u>	<u>35,773</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	883	-	-	-
Instruction	883	-	-	-
General Administration	883	904	904	-
School Administration	883	-	-	-
Central Services	883	-	-	-
Operation & maintenance of plant	883	-	-	-
Student transportation	883	-	-	-
Other Support Services	883	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	274,796	282,220	145,367	136,853
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>281,860</u>	<u>283,124</u>	<u>146,271</u>	<u>136,853</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(193,640)</u>	<u>(187,459)</u>	<u>(14,833)</u>	<u>172,626</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	193,640	187,459	-	(187,459)
<i>Total other financing sources (uses)</i>	<u>193,640</u>	<u>187,459</u>	<u>-</u>	<u>(187,459)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(14,833)</u>	<u>(14,833)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>204,356</u>	<u>204,356</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 189,523</u>	<u>\$ 189,523</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (14,833)	
Adjustment to revenue for accruals and other deferrals			2,880	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (11,953)</u>	

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



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**PUBLIC SCHOOL CAPITAL OUTLAY 20% CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Statement A-43

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
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	-	-	-	-
Operation of Non-instructional 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</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**DEBT SERVICE FUND**

Statement A-44

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 238,715	\$ 238,715	\$ 307,533	\$ 68,818
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	1,768	1,768
<i>Total revenues</i>	238,715	238,715	309,301	70,586
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	2,348	2,682	2,682	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	234,715	145,000	145,000	-
Interest	-	89,715	89,715	-
<i>Total expenditures</i>	237,063	237,397	237,397	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	1,652	1,318	71,904	70,586
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(1,652)	(1,318)	-	1,318
<i>Total other financing sources (uses)</i>	(1,652)	(1,318)	-	1,318
<i>Net change in fund balances</i>	-	-	71,904	71,904
<i>Fund balances - beginning of year</i>	-	-	178,050	178,050
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 249,954	\$ 249,954
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 71,904	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ 71,904	

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

**FIDUCIARY FUNDS**

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
Agency Funds

**Agency Funds** – To account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Logan Municipal Schools has the following funds classified as Agency Funds:

**Activity** – To account for assets held by the District until distributed to various organizations at the schools.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**For the Year Ended June 30, 2010**

Statement B  
Page 1 of 2

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
<b>ASSETS</b>				
6th Grade, Class of 2014	\$ 100	\$ 153	\$ 137	\$ 116
1st Grade, Class of 2019	7	10	-	17
2nd Grade, Class of 2018	100	55	55	100
3rd Grade, Class of 2017	25	9	-	34
4th Grade, Class of 2016	221	108	113	216
5th Grade, Class of 2015	166	139	-	305
6th Grade, Class of 2014	206	44	-	250
7th Grade, Class of 2013	772	2,135	860	2,047
8th Grade, Class of 2012	1,518	1,794	809	2,503
10th Grade, Class of 2010	8,986	3,107	11,710	383
11th Grade, Class of 2009	335	-	335	-
9th Grade, Class of 2011	3,200	7,998	6,025	5,173
Athletics	858	-	-	858
Baseball	2,124	-	1,058	1,066
Boys Basketball	318	6,137	6,185	270
Girls Basketball	65	817	882	-
Varsity Cheerleaders	4,915	5,980	10,183	712
Cafeteria Workshop	2,180	5,804	5,059	2,925
Drug Free	58	700	520	238
FCCLA	560	-	-	560
FFA	2,359	25,327	26,100	1,586
Honor Society	475	3,160	1,458	2,177
Horticulture	2,067	-	-	2,067
Irlen	61	-	-	61

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

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**For the Year Ended June 30, 2010**

Statement B  
Page 2 of 2

	Balance	Additions	Deletions	Balance
	June 30, 2009			June 30, 2010
Library	2,140	2,501	3,296	1,345
Lil' Dogies	1,087	863	1,030	920
Miscellaneous	8,935	8,490	8,441	8,984
Music	407	-	-	407
Student Council	1,070	3,394	1,511	2,953
Summer Work Program	-	-	-	-
Super Computers	1,484	-	-	1,484
Yearbook	3,124	7,687	6,443	4,368
Fifty Plus Club	185	-	-	185
SHREC	1,298	360	-	1,658
Burns Family Foundation	6,301	13,510	16,372	3,439
Scholarship Fund	47	-	-	47
June May Scholarship Fund	2,750	700	700	2,750
6th Class of 2016	-	194	-	194
Honor Rewards	-	1,569	662	907
Youth Leadership	-	2,898	2,898	-
5th Grade Class	-	97	40	57
 Total Assets	 \$ 60,504	\$ 105,740	\$ 112,882	\$ 53,362
 <b>LIABILITIES</b>				
Deposits held for others	60,504	105,740	112,882	53,362
Total Liabilities	\$ 60,504	\$ 105,740	\$ 112,882	\$ 53,362

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

(This page intentionally left blank.)



## **SUPPORTING SCHEDULES**

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
June 30, 2010

Schedule I

Name of Depository	Description of Pledged Collateral	Fair Par/Market Value June 30, 2010	Name and Location of Safekeeper
First National Bank of NM	Tularosa NM Mun Sch Dist 4 899172GN4, 4.125% 7/1/2014	15,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Dulce NM Indpt Sch Dist No 21 264430GQ6 4.0% 6/1/2014	50,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Eastern NM University Revs 27678NAK9 3.45% 8/15/2011	25,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Eastern NM University Revs 276785UA8 5.0% 4/1/2014	25,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Eastern NM University Revs 276785UA8 5.0% 4/1/2014	25,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Logan NM Sch District No. 32 541066AW6 4.25% 04/15/2013	125,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Logan NM Sch District No. 32 541066AX4 4.4% 04/15/2014	125,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Logan NM Sch District No. 32 541066AY2 4.65% 04/15/2015	125,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Alamogordo NM Sch District 001 011464FK5 3.0% 08/01/2014	25,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank of NM	Portales N Mex Mun Sch Dist 1 736151CZ2 3.0% 2/1/2016	125,000	Federal Home Loan Bank of Dallas Irving, TX
	<b>Total Collateral Pledged</b>	<b>\$ <u>665,000</u></b>	

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS**  
June 30, 2010

Schedule II

Deposit or Investment Account Type	First National Bank of NM	NM State Treasurer	Total
Operational Checking	\$ 1,250,405	\$ 100	\$ 1,250,505
Activities Checking	<u>149,730</u>	<u>-</u>	<u>149,730</u>
Total On Deposit	1,400,135	100	1,400,235
Reconciling Items	(129,901)	-	(129,901)
Reconciled Balance June 30, 2010	<u>\$ 1,270,234</u>	<u>\$ 100</u>	<u>\$ 1,270,334</u>

Reconciliation to financial statements:

Cash and cash equivalents:

Total cash and cash equivalents per Statement of Net Assets	\$ 1,216,972
Total cash and cash equivalents per Fiduciary Statement of Assets and Liabilities	<u>53,362</u>
	<u>\$ 1,270,334</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**

Logan Municipal Schools

Cash Reconciliation

June 30, 2010

	<u>Operational Account</u>	<u>Transportation Account</u>	<u>Instructional Materials Account</u>	<u>Food Services Account</u>	<u>Athletics Account</u>
Cash per June 30, 2009 audit report	\$ 235,215	\$ 1	\$ 1,398	\$ 19,201	\$ 3,778
Add:					
2009-10 revenues	2,446,595	225,159	11,182	132,358	17,774
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	2,681,810	225,160	12,580	151,559	21,552
Less:					
2009-10 expenditures	(2,447,519)	(225,159)	(12,528)	(125,563)	(15,975)
Receivables/Payables	91,127	-	-	-	-
Loans (to) from other funds	<u>12,647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2010	<u>\$ 338,065</u>	<u>\$ 1</u>	<u>\$ 52</u>	<u>\$ 25,996</u>	<u>\$ 5,577</u>
Bank balance end of year	\$ 462,828	\$ 1	\$ 52	\$ 25,996	\$ 5,577
Deposits in transit	-	-	-	-	-
Outstanding checks	(120,446)	-	-	-	-
Held checks	-	-	-	-	-
Adjustments	<u>(4,317)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2010	<u>\$ 338,065</u>	<u>\$ 1</u>	<u>\$ 52</u>	<u>\$ 25,996</u>	<u>\$ 5,577</u>

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

Activities Account	Federal Flowthrough	Federal Direct	Local Grants	State Flowthrough	State Direct
\$ 60,504	\$ (103,251)	\$ 22,754	\$ 23,785	\$ (42,246)	\$ 148
105,740	271,444	216,257	-	109,810	-
-	-	-	1,215	-	-
166,244	168,193	239,011	25,000	67,564	148
(112,882)	(216,865)	(230,127)	(25,000)	(108,832)	-
-	-	-	-	-	-
-	(32,655)	-	-	(818)	-
<u>\$ 53,362</u>	<u>\$ (81,327)</u>	<u>\$ 8,884</u>	<u>\$ -</u>	<u>\$ (42,086)</u>	<u>\$ 148</u>
\$ 53,362	\$ (81,327)	\$ 8,884	\$ -	\$ (42,086)	\$ 148
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 53,362</u>	<u>\$ (81,327)</u>	<u>\$ 8,884</u>	<u>\$ -</u>	<u>\$ (42,086)</u>	<u>\$ 148</u>

(This page intentionally left blank.)



**STATE OF NEW MEXICO**  
 Logan Municipal Schools  
 Cash Reconciliation  
 6/30/2010

Schedule III  
 (Page 2 of 2)

	<u>Local/State Fund</u>	<u>Bond Building</u>	<u>Special Capital Outlay-State</u>	<u>Capital Impr SB9</u>	<u>Debt Service</u>	<u>Total</u>
Cash per June 30, 2009 at \$	43	\$ 1,340,818	\$ 32,322	\$ 204,356	\$ 178,050	\$ 1,976,876
Add:						
2009-10 revenues	69,228	10,289	-	131,438	300,488	4,047,762
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,215</u>
Total cash available	69,271	1,351,107	32,322	335,794	478,538	6,025,853
Less:						
2009-10 expenditures	(29,654)	(852,520)	-	(146,271)	(237,397)	(4,786,292)
Receivables/Payables	(39,574)	(54)	-	-	-	51,499
Loans (to) from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(20,826)</u>
Cash June 30, 2010	<u>\$ 43</u>	<u>\$ 498,533</u>	<u>\$ 32,322</u>	<u>\$ 189,523</u>	<u>\$ 241,141</u>	<u>\$ 1,270,234</u>
Bank balance end of year \$	43	\$ 498,533	\$ 32,322	\$ 189,523	\$ 241,141	\$ 1,394,997
Deposits in transit	-	-	-	-	-	-
Outstanding checks	-	-	-	-	-	(120,446)
Held checks	-	-	-	-	-	-
Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,317)</u>
Cash June 30, 2010	<u>\$ 43</u>	<u>\$ 498,533</u>	<u>\$ 32,322</u>	<u>\$ 189,523</u>	<u>\$ 241,141</u>	<u>\$ 1,270,234</u>
			Cash per Exhibit B-1			1,216,872
			Cash per Exhibit D-1			<u>53,362</u>
			Total Cash			<u>1,270,234</u>

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

(This page intentionally left blank.)

**COMPLIANCE SECTION**

(This page intentionally left blank.)

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Board  
Logan Municipal Schools  
Logan, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statement of the General fund activities of Logan Municipal Schools, as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated August 15, 2010. We also have audited the financial statements of each of the District's nonmajor governmental funds and the budgetary comparisons for the Bond Building, and Capital Improvements SB-9 and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements and the budgetary comparison statements as of and for the year ended June 30, 2010 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Logan Municipal Schools' 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 Logan Municipal Schools' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Logan Municipal Schools' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis.

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

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

(This page intentionally left blank.)

schedule of findings and responses that we consider to be significant deficiencies in internal control over financial reporting as FS 10-03. A significant deficiency is a deficiency or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Logan Municipal Schools' 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 responses as items as FS 10-01 and FS 10-02.

Logan Municipal School's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit their 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, NM 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.

*Precision Accounting LLC*  
Albuquerque, New Mexico  
August 15, 2010

(This page intentionally left blank.)



**FEDERAL FINANCIAL ASSISTANCE**

(This page intentionally left blank.)

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

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Board  
Logan Municipal Schools  
Logan, New Mexico

Compliance

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

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

Internal Control Over Compliance

The management of Logan Municipal Schools' 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 Logan Municipal Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Logan Municipal Schools' internal control over compliance.

(This page intentionally left blank.)

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

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

This report is intended solely for the information and use of the audit committee, management, others within the organization, the Office of the State Auditor, the New Mexico Legislature, 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.

*Precision Accounting LLC*  
Albuquerque, New Mexico  
August 15, 2010

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2010

Schedule IV

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Disbursements/ Expenditures
<i>Direct Programs:</i>				
U.S. Department of Education				
Rural Education Achievement Program	93.778	25233	\$ 16,859	\$ 16,859
SEG Federal Stimulus	84.394	25250	213,268	213,268
Total Direct Programs			<u>230,127</u>	<u>230,127</u>
U.S. Department of Agriculture				
Passed through NM Public Education Department:				
Commodities Program	10.550	21000	-	-
National School Lunch Program	10.555	21000	113,507	129,525
National School Breakfast Program	10.553	21000	-	-
National School Snack Program	10.556	21000	-	-
Total U.S. Department of Agriculture			<u>113,507</u>	<u>129,525</u>
U.S. Department of Education				
Passed through NM Public Education Department:				
ESEA-Title I Basic	84.010	24101	39,365	39,365
IDEA B Entitlement	84.027	24106	60,882	60,882
IDEA B Discretionary	84.027	24107	(14,520)	-
IDEA B Preschool	84.173	24109	5,765	5,765
IDEA B Stimulus	84.000	24120	533	533
State Directed-IDEA B Discretionary	84.027	27200	-	47,992
Technology Literacy	84.318	24133	-	-
Enhancing Education thru Technology	84.318	24149	694	694
Title V (Part A)	84.298	24150	-	-
Teacher/Principal Training and Recruiting	84.367A	24154	13,059	13,059
Safe & Drug Free Schools	84.186	24157	1,568	1,568
21st Century Learning Centers	84.186A	24159	45,035	17,469
Title I Federal Stimulus	84.389	24201	20,361	20,361
IDEA B Entitlement Federal Stimulus	84.391	24206	52,888	52,888
IDEA B Preschool Federal Stimulus	84.392	24209	2,074	2,074
Total U.S. Department of Education			<u>227,704</u>	<u>262,650</u>
Total Federal Financial Assistance			<u>\$ 571,338</u>	<u>\$ 622,302</u>

**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 Logan Municipal 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.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 622,302
Total expenditures funded by other sources	<u>4,019,943</u>
Total expenditures	<u>\$ 4,642,245</u>

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

(This page intentionally left blank.)



**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
Year Ended June 30, 2010

**Schedule V**

1. The auditor's report expresses an unqualified opinion on the basic financial statements of Logan Municipal Schools.
2. One significant deficiency were disclosed during the audit of the financial statements.
3. Two instances of noncompliance material to the financial statements of Logan Municipal Schools were disclosed during the audit.
4. There were no audit findings required to be reported under A-133.510(a).
5. The auditor's report on compliance for major federal award programs for Tularosa Municipal Schools expresses an unqualified opinion.
6. The programs tested as major were the IDEA B Entitlement CFDA No. 84.027, IDEA B Discretionary CFDA No. 84.027, IDEA B Preschool CFDA No. 84.173, IDEA B Entitlement Stimulus CFDA No. 84.391, IDEA B Preschool Stimulus CFDA No. 84.392, and State Stabilization Funds (SEG Stimulus) CFDA No. 84.394.
7. The threshold for distinguishing Types A and B programs was \$300,000.
8. Logan Municipal Schools qualified as a high risk auditee.

(This page intentionally left blank.)

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
Year Ended June 30, 2010

**Schedule V**

**A. FINDINGS AND RESPONSES-FINANCIAL STATEMENT AUDIT**

*FS 10-1 – Procurement procedures related to bids*

**CONDITION:** During our Cash Disbursement test work we noted that services were hired for Electrical and Concrete work amounting to \$34,375.13 and the District did not solicit Competitive Sealed Bids and did not document that this was a sole source vendor.

**CRITERIA:** The NMAC Procurement Code 1.4.1.15 regulates that all procurement shall be achieved by competitive sealed bids except procurement achieved under certain other qualified methods unless the work is sole source and then the file should be documented as sole source.

**CAUSE OF CONDITION:** The District failed to follow the procurement procedures set out by the NM State Procurement Code for General Government Administration.

**EFFECT OF CONDITION:** The District violated the NMAC Procurement Code with regards to competitive sealed bids.

**RECOMMENDATION:** The District should review and comply with the New Mexico State Procurement Code for purchases, bids and documenting a sole source vendor if applicable.

**CLIENT RESPONSE:** As of July 1, 2010 Mr. Hazen, the new superintendant, has implemented the requirement that a bid sheet be attached to the requisition for any and all purchases over \$250.

*FS 10-02 Lack of supporting documentation for cash disbursements*

**CONDITION:** During our test work of expenditures, we noted seventeen (17) instances out of Two hundred eighty-five (285) where the purchase order was obtained after the invoice was received and one (1) instance where the amount and payee per check did not agree to the purchase order and invoice.

**CRITERIA:** NMAC 6.2.20 requires that the District have proper controls for authorizing, processing, recording, and reporting of financial transactions. The accounting controls shall ensure that information resulting from these activities is accurate, reliable, and useful, and that invoices are reviewed for accuracy.

**CAUSE OF CONDITION:** Controls were circumvented on 17 of the invoices tested. Control procedures were not evident in the documentation.

**EFFECT OF CONDITION:** By not using good internal controls and accounting practices opens up the possibility of making an unjustified expenditure.

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
Year Ended June 30, 2010

**Schedule V**

**RECOMMENDATION:** The District should comply with NMAC 6.2.20 in reviewing and processing invoices for payment and should maintain adequate documentation to justify the transactions.

**CLIENT RESPONSE:** The individuals who created these requisitions have been made aware of the discrepancies and have a clearer understanding of the need for accuracy. Additionally, the Business Manager will work harder to comply with the Best Accounting Controls to assure that these issues are not repeated.

*FS 10-03 Travel and Per Diem*

**CONDITION:** During our Travel & Per Diem test work we noted that the District does not have one methodology for paying travel expenses and are using both Per Diem and Actual Reimbursement. Out of thirty items tested we found one instance where the meal expense exceeded the \$30.00 limit per day per person with not detail receipt attached.

**CRITERIA:** Legislative HB 336 An Act relating to Public Employees, states that a non-salaried public officer, a salaried public officer, or a salaried employee of a public post secondary educational institution shall receive either reimbursement or per diem expenses. The Act further states that with prior written approval of the governing board or its designee, a non-salaried public officer, a salaried public officer, or a salaried employee of a public post secondary educational institution entitled to per diem expenses shall receive reimbursement for actual expenses.

**CAUSE OF CONDITION:** The District has not adopted a policy in accordance with The Act for regulating what methodology the District shall use to compensate officers and employees for travel expenses.

**EFFECT OF CONDITION:** The District is violating the requirements set forth in Legislative HB 336 An Act relating to Public Employees.

**RECOMMENDATION:** We recommend that The Governing Board of the District adopt and implement a Travel & Per Diem policy selecting one method of reimbursement for travel expenses.

**CLIENT RESPONSE:** The District acknowledges the violation and the School Board has determined that the methodology to be used and any deviations will be approved through board minutes.

**B. PRIOR YEAR AUDIT FINDINGS**

FS 09-01 Excess Expenditures over budget  
Resolved

**STATE OF NEW MEXICO**  
**LOGAN MUNICIPAL SCHOOLS**  
**OTHER DISCLOSURES**  
Year Ended June 30, 2010

**A. AUDITOR PREPARED FINANCIAL STATEMENTS**

Management is responsible for the content of the report and financial statements. It would be preferred and desirable for the District to prepare its own GAAP-basis financial statements; although the District is capable, with guidance, of preparing, reviewing and approving the financial statements, it is felt that the District's personnel do not have the time to prepare them. Therefore, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report.

**B. EXIT CONFERENCE**

The contents of this report were discussed on July 29, 2010. The following individuals were in attendance.

Logan Municipal Schools

Bill Cone, Board Member

Richard Hazen, Superintendent

Pat Copeland, Business Manager

Sheila Miller, Food Services

Rodney Paris, Audit Committee Member

Theresa Barraras, Audit Committee Member

Precision Accounting LLC

Melissa R. Santistevan, CPA

C. Jack Emmons, CPA, CFE