

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2010

WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

 KEYSTONE ACCOUNTING, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

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OFFICIAL ROSTER

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

OFFICIAL ROSTER
June 30, 2010

Board of Education

Joseph T. Griego	Board President
George A. Trujillo	Board Vice President
Dante E. Vigil	Board Secretary
Alex T. Montoya	Board Member
Arthur S. Romero	Board Member

Audit Committee

Arthur S. Romero	Chair
Dante E. Vigil	Member
Teresa Vigil	Member
Crystal Pacheco	Member

Finance Committee

Jospeh T. Greigo	Chair
George A. Trujillo	Member
Josephine Vigil	Member
Pamela Olivas	Member
Veronica Serna	Member

School Officials

Thomas A. Garcia	Superintendent
Agnes Padilla	Business Manager

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FINANCIAL SECTION

FISCAL YEAR 2010

JULY 1, 2009 THROUGH JUNE 30, 2010

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INDEPENDENT AUDITORS' REPORT

Hector H. Balderas, State Auditor
And the Board of Education of
Mora Independent School District No. 44

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the Mora Independent School District No. 44, as of and for the year ended June 30, 2010, which collectively comprise Mora Independent School District No. 44's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of Mora Independent School District No. 44's nonmajor governmental funds and the budgetary comparisons for the major capital project funds, debt service fund, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of Mora Independent School District No. 44's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial 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 the Mora Independent School District No. 44, as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the General Fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of Mora Independent School District No. 44 as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital projects funds, debt service fund, and all nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 22, 2010, on our consideration of the Mora Independent School District No. 44's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in assessing the results of our audit.

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Hector H. Balderas, State Auditor
And the Board of Education of
Mora Independent School District No. 44

The District has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not a required part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A- 133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



October 22, 2010

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

STATEMENT OF NET ASSETS
June 30, 2010

		Governmental <u>Activities</u>
ASSETS		
Cash and cash equivalents	\$	748,304
Receivables:		
Delinquent property taxes receivable		101,966
Grant		1,256,680
Due from other governments		14,233
Deferred bond issuance costs		74,784
USDA commodities inventory		6,141
Food inventory		2,710
Non-current:		
Non-depreciable assets		1,062,409
Depreciable capital assets, net		<u>13,611,203</u>
Total assets		<u>16,878,430</u>
LIABILITIES		
Accounts payable		23,457
Accrued interest		9,033
Deferred grant revenue		63,061
Compensated absences		32,175
Noncurrent liabilities:		
Due within one year		375,000
Due in more than one year		<u>2,174,346</u>
Total liabilities		<u>2,677,072</u>
NET ASSETS		
Invested in capital assets, net of related debt		12,190,017
Restricted for:		
Inventories		8,851
Capital projects		506,980
Debt service		372,191
Unrestricted		<u>1,123,319</u>
Total net assets	\$	<u>14,201,358</u>

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>	
Primary government:						
Governmental activities:						
Instruction	\$ 4,000,158	\$ -	\$ 1,670,915	\$ 6,893	\$ (2,322,350)	
Support Services - Students	1,025,524	34,187	428,374	1,767	(561,196)	
Support Services - Instruction	493,995	-	206,348	851	(286,796)	
Support Services - General Administration	508,490	-	212,403	876	(295,211)	
Support Services - School Administration	300,619	-	125,572	518	(174,529)	
Central Services	224,439	-	93,751	-	(130,688)	
Operations & Maintenance of Plant	1,237,703	-	517,004	-	(720,699)	
Student Transportation	444,725	-	494,550	-	49,825	
Food Services	400,262	4,291	353,336	-	(42,635)	
Bond interest paid	<u>125,444</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(125,444)</u>	
 Total governmental activities	 <u>\$ 8,761,359</u>	 <u>\$ 38,478</u>	 <u>\$ 4,102,253</u>	 <u>\$ 10,905</u>	 <u>(4,609,723)</u>	
General revenues:						
Property Taxes:						
General purposes						35,910
Debt service						353,399
Capital projects						142,099
Grants and contributions not restricted						4,594,771
Unrestricted investment earnings						<u>15,029</u>
Total general revenues						<u>5,141,208</u>
Change in net assets						531,485
Net assets - beginning						<u>13,669,872</u>
Net assets - ending						<u>\$ 14,201,357</u>

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2010

	General Fund	Food Service Fund	Headstart Fund	Incentives for School Improvement Fund	Bond Building Fund	Capital Improvements SB-9 Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
ASSETS									
Pooled cash and investments	\$ 888,390	\$ 278,964	\$ 383	\$ 19,356	\$ 329,398	\$ 149,634	\$ 288,459	\$ (1,206,280)	\$ 748,304
Receivables:									
Delinquent property taxes	3,947	-	-	-	-	24,107	73,912	-	101,966
Grant	-	-	3,615	-	-	-	-	1,253,065	1,256,680
Due from other governments	572	-	-	-	-	3,841	9,820	-	14,233
USDA commodities inventory	-	6,141	-	-	-	-	-	-	6,141
Food inventory	-	2,710	-	-	-	-	-	-	2,710
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 892,909</u>	<u>\$ 287,815</u>	<u>\$ 3,998</u>	<u>\$ 19,356</u>	<u>\$ 329,398</u>	<u>\$ 177,582</u>	<u>\$ 372,191</u>	<u>\$ 46,785</u>	<u>\$ 2,130,034</u>
LIABILITIES AND FUND BALANCE									
Liabilities:									
Accounts payable	\$ 19,459	\$ -	\$ 3,998	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,457
Deferred revenue:									
Federal, state, and local grants	-	-	-	19,356	-	-	-	43,705	63,061
Delinquent property taxes	3,557	-	-	-	-	21,598	66,985	-	92,140
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>23,016</u>	<u>-</u>	<u>3,998</u>	<u>19,356</u>	<u>-</u>	<u>21,598</u>	<u>66,985</u>	<u>43,705</u>	<u>178,658</u>
Fund balance:									
Reserved for:									
Inventories	-	8,851	-	-	-	-	-	-	8,851
Capital projects funds	-	-	-	-	329,398	155,984	-	-	485,382
Debt service	-	-	-	-	-	-	305,206	-	305,206
Unreserved, designated for, and reported in:									
Special revenue funds	-	278,964	-	-	-	-	-	-	278,964
Unreserved, undesignated, and reported in:									
General fund	869,893	-	-	-	-	-	-	-	869,893
Special revenue funds	-	-	-	-	-	-	-	3,080	3,080
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>869,893</u>	<u>287,815</u>	<u>-</u>	<u>-</u>	<u>329,398</u>	<u>155,984</u>	<u>305,206</u>	<u>3,080</u>	<u>1,951,376</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 892,909</u>	<u>\$ 287,815</u>	<u>\$ 3,998</u>	<u>\$ 19,356</u>	<u>\$ 329,398</u>	<u>\$ 177,582</u>	<u>\$ 372,191</u>	<u>\$ 46,785</u>	<u>\$ 2,130,034</u>

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

**STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44**

**RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
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	\$	1,951,376
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Capital assets		18,773,127
Accumulated depreciation		(4,099,515)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes receivable		92,140
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable		(2,545,000)
Accrued interest payable		(9,033)
Accrued vacation payable		(32,175)
Bond issue costs		74,784
Bond premiums		(4,346)
		(2,541,624)
Net assets of governmental activities	\$	14,201,358

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General Fund	Food Service Fund	Headstart Fund	Incentives for School Improvement Fund	Bond Building Fund	Capital Improvements SB-9 Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:									
Federal sources:									
Forest reserve	\$ 131,832	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 131,832
Federal flowthrough grants	-	-	-	-	-	-	-	735,141	735,141
Federal direct grants	31,813	-	1,314,566	-	-	-	-	560,286	1,906,665
Food and milk reimbursements	-	338,138	-	-	-	-	-	-	338,138
USDA Commodities	-	15,198	-	-	-	-	-	-	15,198
State sources:									
State equalization guarantee	4,462,939	-	-	-	-	-	-	-	4,462,939
Transportation	494,550	-	-	-	-	-	-	-	494,550
State instructional material	20,445	-	-	-	-	-	-	-	20,445
State grant	-	-	-	-	-	334	-	505,665	505,999
Local sources:									
Grant	-	-	-	-	-	-	-	81,816	81,816
District school tax levy	34,470	-	-	-	-	132,320	334,804	-	501,594
Fees and activities	-	4,291	-	-	-	-	-	34,187	38,478
Earnings from investments	11,040	3,843	-	-	7,559	3,347	3,539	146	29,474
Total revenue	<u>\$ 5,187,089</u>	<u>\$ 361,470</u>	<u>\$ 1,314,566</u>	<u>\$ -</u>	<u>\$ 7,559</u>	<u>\$ 136,001</u>	<u>\$ 338,343</u>	<u>\$ 1,917,241</u>	<u>\$ 9,262,269</u>

(continued)

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General Fund	Food Service Fund	Headstart Fund	Incentives for School Improvement Fund	Bond Building Fund	Capital Improvements SB-9 Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Expenditures:									
Current:									
Instruction	\$ 2,154,059	\$ -	\$ 587,467	\$ -	\$ -	\$ -	\$ -	\$ 966,946	\$ 3,708,472
Support Services - Students	619,892	-	49,781	-	-	-	-	281,071	950,744
Support Services - Instruction	51,618	-	396,933	-	-	-	-	26,002	474,553
Support Services - General Administration	373,145	-	22,895	-	-	1,325	3,427	70,619	471,411
Support Services - School Administration	278,698	-	-	-	-	-	-	-	278,698
Central Services	208,073	-	-	-	-	-	-	-	208,073
Operations & Maintenance of Plant	902,116	-	103,590	-	8,436	13,890	-	119,419	1,147,451
Student Transportation	402,674	-	9,622	-	-	-	-	-	412,296
Food Services	-	320,583	6,740	-	-	-	-	43,752	371,075
Capital outlay	199,257	17,621	137,538	-	76,525	-	-	409,796	840,737
Debt service:									
Principal retirement	-	-	-	-	-	-	290,000	-	290,000
Bond interest paid	-	-	-	-	-	-	111,150	-	111,150
Total expenditures	<u>5,189,532</u>	<u>338,204</u>	<u>1,314,566</u>	<u>-</u>	<u>84,961</u>	<u>15,215</u>	<u>404,577</u>	<u>1,917,605</u>	<u>9,264,660</u>
Excess (deficiency) of revenues over expenditures	<u>(2,443)</u>	<u>23,266</u>	<u>-</u>	<u>-</u>	<u>(77,402)</u>	<u>120,786</u>	<u>(66,234)</u>	<u>(364)</u>	<u>(2,391)</u>
Other financing sources and financing uses:									
Transfers in	-	-	-	-	-	-	-	434	434
Transfers out	-	(434)	-	-	-	-	-	-	(434)
Total other financing sources and financing uses	<u>-</u>	<u>(434)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>434</u>	<u>-</u>
Net change in fund balance	<u>(2,443)</u>	<u>22,832</u>	<u>-</u>	<u>-</u>	<u>(77,402)</u>	<u>120,786</u>	<u>(66,234)</u>	<u>70</u>	<u>(2,391)</u>
Fund balance at beginning of the year	<u>872,336</u>	<u>264,983</u>	<u>-</u>	<u>-</u>	<u>406,800</u>	<u>35,198</u>	<u>371,440</u>	<u>3,010</u>	<u>1,953,767</u>
Fund balance at end of the year	<u>\$ 869,893</u>	<u>\$ 287,815</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 329,398</u>	<u>\$ 155,984</u>	<u>\$ 305,206</u>	<u>\$ 3,080</u>	<u>\$ 1,951,376</u>

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

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

Net change in fund balance - total governmental funds	\$ (2,391)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year</p>	
Capital outlay	840,737
Depreciation	(629,722)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
<p style="padding-left: 20px;">Deferred property taxes at:</p>	
June 30, 2009	(62,326)
June 30, 2010	92,140
<p>The issuance of long-term debt (e.g., bonds) 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, and similar, items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Current year principal payments	290,000
Issuance cost amortization	(15,054)
Bond premium amortization	762
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
<p style="padding-left: 20px;">Compensated absences at:</p>	
June 30, 2009	48,755
June 30, 2010	(32,175)
<p style="padding-left: 20px;">Accrued interest at:</p>	
June 30, 2009	(9,033)
June 30, 2010	9,793
Change in net assets of governmental activities	\$ 531,486

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Forest reserve	\$ 116,217	\$ 116,217	\$ 130,395	\$ 14,178
Federal direct grant	29,441	29,441	31,813	2,372
State sources:				
State equalization guarantee	4,671,504	4,475,206	4,462,939	(12,267)
Transportation	514,623	537,341	494,550	(42,791)
State instructional material	-	45,819	20,445	(25,374)
Local sources:				
District school tax levy	18,219	18,219	34,564	16,345
Earnings from investments	8,878	8,878	11,040	2,162
Miscellaneous	<u>-</u>	<u>-</u>	<u>1,437</u>	<u>1,437</u>
Total revenues	<u>\$ 5,358,882</u>	<u>\$ 5,231,121</u>	<u>\$ 5,187,183</u>	<u>\$ (43,938)</u>

(continued)

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Expenditures:				
Current:				
Instruction	\$ 2,372,522	\$ 2,328,633	\$ 2,273,826	\$ 54,807
Support Services - Students	671,136	651,232	619,861	31,371
Support Services - Instruction	53,295	55,798	54,118	1,680
Support Services - General Administration	310,813	408,523	376,336	32,187
Support Services - School Administration	275,622	278,698	278,698	-
Central Services	212,909	209,789	208,073	1,716
Operation & Maintenance of Plant	1,067,761	983,376	893,417	89,959
Student Transportation	514,623	521,408	418,607	102,801
Other Support Services	171	171	-	171
Capital outlay:				
Equipment	-	15,933	15,933	-
Construction in progress	<u>494,987</u>	<u>392,517</u>	<u>63,269</u>	<u>329,248</u>
Total expenditures	<u>5,973,839</u>	<u>5,846,078</u>	<u>5,202,138</u>	<u>643,940</u>
Excess (deficiency) of revenues over expenditures	(614,957)	(614,957)	(14,955)	600,002
Beginning cash balance budgeted	614,957	614,957	-	(614,957)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>872,336</u>	<u>872,336</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>857,381</u>	<u>\$ 857,381</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,202	
Change in due from other governments			144	
Change in payables			12,606	
Change in deferred property taxes			(1,440)	
			<u>\$ 869,893</u>	

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

FOOD SERVICE SPECIAL REVENUE FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 265,815	\$ 230,726	\$ 350,576	\$ 119,850
Local sources:				
Fees and activities	2,788	2,788	4,291	1,503
Earnings from investments	2,850	2,850	3,843	993
Total revenues	271,453	236,364	358,710	122,346
Expenditures:				
Current:				
Food Services Operations	440,328	387,618	311,640	75,978
Capital outlay:				
Equipment	-	17,621	17,621	-
Total expenditures	440,328	405,239	329,261	75,978
Excess (deficiency) of revenues over expenditures	(168,875)	(168,875)	29,449	198,324
Beginning cash balance budgeted	168,875	168,875	-	(168,875)
Fund balance at beginning of the year	-	-	264,983	264,983
Fund balance at end of the year	\$ -	\$ -	294,432	\$ 294,432
RECONCILIATION TO GAAP BASIS:				
Change in inventory			5,821	
Change in grant receivable			(12,438)	
			\$ 287,815	

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

HEADSTART SPECIAL REVENUE FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 2,023,482	\$ 1,310,516	\$ (712,966)
Expenditures:				
Current:				
Instruction	-	937,415	587,230	350,185
Support Services - Students	-	59,249	49,535	9,714
Support Services - Instruction	-	637,145	396,402	240,743
Support Services - General Administration	-	40,920	22,895	18,025
Operation & Maintenance of Plant	-	164,032	100,680	63,352
Student Transportation	-	17,200	9,548	7,652
Food Services Operations	-	6,861	6,740	121
Capital outlay:				
Land and improvements	-	51,030	48,030	3,000
Equipment	-	68,208	51,087	17,121
Construction in progress	-	41,422	38,422	3,000
Total expenditures	-	2,023,482	1,310,569	712,913
Excess (deficiency) of revenues over expenditures	-	-	(53)	(53)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(53)	\$ (53)
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			53	
			\$ -	

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

INCENTIVES FOR SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2010

ASSETS

Pooled cash and investments	\$	<u>106,753</u>
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LIABILITIES

Deposits held for others	\$	<u>106,753</u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Mora Independent School District (District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the Village of Mora, New Mexico, and the surrounding areas. 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.

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. Based upon the application of these criteria, no component units or fiduciary units were included in the financial statements.

GAAP requires that financial statements present the District (primary government) and its component units. The district does not have any component units that are required to be presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*.

1. Blended Component Units

The District does not have any component units reported as blended component units.

2. Discretely Presented Component Units

The District does not have any component units reported as discretely presented component units.

The summary of significant accounting policies of the District is presented to assist in the understanding of the School District's financial statements. The financial statements and notes are the representation of Mora Independent School District's management who is responsible for their integrity and objectivity. The financial statements of the School District conform to Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. 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 changes in net assets) report information on all of the non-fiduciary activities of the school district. For the most part, the effect of interfund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The government reports the following major governmental funds:

General Fund – 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.

Food Service Special Revenue Fund – This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-12, 60 Stat. 230, 42 U.S.C. 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 stat. 886, 889, 42 U.S.C. 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71, 101 stat. 430.

Headstart Special Revenue Fund – To promote school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm-workers, through the provision of comprehensive health, educational, nutritional, social and other services; and to involve parents in their children’s learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of their local Head Start programs. The project is funded through the federal government, under the Community Opportunities, Accountability, and Training and Educational Services Act of 1998, Title I, Section 101-119,

Incentives for School Improvement Special Revenue Fund – State funding awarded to five School Districts in the state for achieving improved test scores of the students in their districts. The funds were used to purchase supplies and other textbooks for the school district. Authority for creation is NMSA 25-13A-1.

Bond Building Capital Projects Fund – This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

Capital Improvements SB-9 Capital Projects Fund – This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

Debt Service Fund – 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.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Additionally, the government reports the following fund types:

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

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.

Fiduciary Funds – Fiduciary Funds are the agency funds used to account for financial resources used by the student activity groups for which the District has stewardship

Similar to private-sector standards of accounting and financial reporting issued prior to November 30, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The government has elected not to follow subsequent private-sector guidance.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

D. Assets, Liabilities, and Net Assets or Equity

1. *Deposits and investments*

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

State statutes authorize the investment of the District's funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, and money market accounts. The District is also allowed to invest in United States Government obligations. All funds for the District must follow the above investment policies.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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 school 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.

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

The School District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, SB – 9 Capital Improvements Fund, and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

Under GASB Statement 33, property taxes are impressed non-exchange revenue. Assets from impressed non-exchange transactions are reported when the School District has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date. Taxes are payable in two equal installments on November 10 and April 10th following the levy and become delinquent after 30 days. Therefore, the School District has recorded a delinquent tax receivable and revenue for taxes received within the sixty days following year-end. A receivable and deferred revenue have been recorded for uncollected delinquent taxes. On the government-wide financial statements, the district has recorded delinquent property taxes receivable and revenue for taxes assessed as of year-end that have not be collected, as prescribed in GASB 34. An allowance for refunds and uncollectibles has not been recorded.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

3. *Inventories*

USDA Commodity, food inventories and part inventory are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. *Capital assets*

Capital assets, which include property, plant, and equipment (software), are reported in the applicable governmental-wide financial statements. Beginning July 1, 2005, the threshold for defining Capital assets by the government was raised from \$1,000 to assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. 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.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The costs of library books are not depreciated unless the individual cost is in excess of \$5,000. Software costs have been included with the cost of computer equipment and are capitalized with that equipment. The District does not develop software for internal use or any other use.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized.

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	40
Building improvements	20
Vehicles	5
Office equipment	5
Computer equipment	5

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

5. *Compensated absences*

It is the School District's policy to permit employees to accumulate earned but unused vacation, which no more than 20 days will be paid to employees upon separation from the District's service. Twelve-month employees that are full time are entitled to two weeks paid vacation per year. Vacation days may not accrue from one year to the next without the prior approval of the superintendent, and is accrued when incurred in the government-wide financial statements.

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

6. *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 discounts. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of 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 capital projects expenditures.

7. *Fund balance*

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

8. *Net assets*

Net assets are presented on the statement of net assets and may be presented in any of three components.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

a. Invested in capital assets, net of related debt

This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. That portion of the debt is included in restricted for capital projects.

b. Restricted net assets

Net assets are reported as being restricted when the restriction is either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

c. Unrestricted net assets

Unrestricted net assets consist of net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted.”

In the governmental environment, net assets often are designated to indicate that management does not consider them to be available for general operations. In contrast to restricted net assets, these types of constraints on resources are internal and management can remove or modify them. However, enabling legislation established by the reporting government should not be construed as an internal constraint.

9. *Indirect Costs*

The School District’s General Fund receives indirect cost reimbursements from the various federal programs it administers. These reimbursements are for expenses incurred in performing administrative functions on behalf of the Special Revenue Funds. They are shown as expenditures in the Special Revenue Funds, and as other special federal revenue in the General Fund.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

10. *Estimates*

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

11. *Revenues*

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

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 \$4,462,939 in state equalization guarantee distributions during the year ended June 30, 2010.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$494,550 in transportation distributions during the year ended June 30, 2010.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

Actual expenditures may not exceed the budget on a line item basis, i.e., 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, while not intended for the general public, is open for the general public unless a closed meeting has been called for.
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 Funds and Capital Projects Funds.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

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

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2010 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Mora Independent School District No. 44 to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 5,973,839	\$ 5,846,078
Special Revenue Fund	1,221,667	4,814,199
Debt Service Fund	442,843	442,920
Capital Projects Fund	1,432,655	1,432,655
Totals	\$ 9,071,004	\$ 12,535,852

B. Budgetary Violations

There were no budgetary violations for the year ending June 30, 2010.

C. Deficit Fund Equity

There were no funds with deficit fund equity as of June 30, 2010.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2010, the carrying amount of the District's deposits was \$855,057 and the bank balance was \$1,776,254, with the difference consisting of outstanding checks. Of this balance \$250,000 was covered by federal depository insurance and \$1,510,625 was covered by collateral held in joint safekeeping by a third party. The remaining \$15,629 not covered by pledged collateral is comprised of amounts in excess of those required to be collateralized under State law.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

A. Cash and Temporary Investments (continued)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits.

Uninsured and uncollateralized	\$	15,629
Uninsured and collateral held by pledging bank's trust department not in the district's name		<u>1,510,625</u>
Total uninsured		1,526,254
Insured (FDIC)		<u>250,000</u>
Total deposits	\$	<u><u>1,776,254</u></u>
State of New Mexico collateral requirement:		
50% of uninsured public fund bank deposits	\$	763,127
Pledged security		<u>1,510,625</u>
Over collateralization	\$	<u><u>747,498</u></u>

The collateral pledged is listed on Page 142 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 Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

B. Receivables

Receivables as of year-end for the government's individual major funds and non-major funds in the aggregate, including the following:

	<u>General</u>	<u>Headstart</u>	<u>Debt Service</u>	<u>Capital Improvements SB-9</u>	<u>Other Governmental Funds</u>
Receivables:					
Delinquent property taxes	\$ 3,947	\$ -	\$ 73,912	\$ 24,107	\$ -
Grant	-	3,615	-	-	1,253,065
Due from other:					
Governments	<u>572</u>	<u>-</u>	<u>9,820</u>	<u>3,841</u>	<u>-</u>
Total	<u>\$ 4,519</u>	<u>\$ 3,615</u>	<u>\$ 83,732</u>	<u>\$ 27,948</u>	<u>\$ 1,253,065</u>

An allowance for doubtful accounts has not been established. All receivables are expected to be collectible.

Governmental funds reported deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Incentives for School Improvement	-	19,356
Other Governmental Funds	-	43,705
Delinquent property taxes		
General Fund	3,557	-
Debt Service	66,985	-
Capital Improvements SB-9	<u>21,598</u>	<u>-</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 92,140</u>	<u>\$ 63,061</u>

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 460,006	\$ -	\$ -	\$ -	\$ 460,006
Construction in progress	183,579	418,824	-	-	602,403
Total capital assets, not being depreciated	<u>\$ 643,585</u>	<u>\$ 418,824</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,062,409</u>
Capital assets, being depreciated:					
Land improvements	\$ 1,594,087	\$ 24,875	\$ -	\$ -	\$ 1,618,962
Buildings and improvements	12,824,884	73,479	-	-	12,898,363
Furniture, fixtures, and equipment	2,869,834	323,559	-	-	3,193,393
Total capital assets being depreciated	<u>17,288,805</u>	<u>421,913</u>	<u>-</u>	<u>-</u>	<u>17,710,718</u>
Less accumulated depreciation for:					
Land improvements	(283,877)	(81,204)	-	-	(365,081)
Buildings and improvements	(1,468,450)	(313,409)	-	-	(1,781,859)
Furniture, fixtures, and equipment	<u>(1,717,466)</u>	<u>(235,109)</u>	<u>-</u>	<u>-</u>	<u>(1,952,575)</u>
Total accumulated depreciation	<u>(3,469,793)</u>	<u>(629,722)</u>	<u>-</u>	<u>-</u>	<u>(4,099,515)</u>
Total capital assets being depreciated, net	<u>\$ 13,819,012</u>	<u>\$ (207,809)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,611,203</u>

Depreciation has been allocated to the functions by the following amounts:

<u>Depreciation Allocation to Functions</u>	
Instruction	\$ 299,792
Support Services - Students	73,675
Support Services - Instruction	35,489
Support Services - General Administration	36,531
Support Services - School Administration	21,597
Central Services	16,124
Operations & Maintenance of Plant	85,809
Student Transportation	31,950
Food Services	28,755
Total Depreciation Expense	<u>\$ 629,722</u>

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

Construction commitments

The Mora Independent School District No. 44 did not receive any funds from the State of New Mexico Public School Facilities Authority for the year ended June 30, 2010.

The District is involved in several long-term construction projects as part of their master plan for upgrading the district buildings. The amount of \$485,232 in the capital projects fund designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

D. Inter-Fund Receivables and Payables

There were not any inter-fund receivables or payables at June 30, 2010.

E. Inter-Fund Transfers

The following were the inter-fund transfers in made during the year ended June 30, 2010 for the purpose of 1) covering fund deficits due to the fact that reimbursements had not been received, and 2) payment of inter-fund payable.

	<u>From</u>	<u>To</u>
Food Service	\$ 434	\$ -
Breakfast for Elementary Students	-	434
	\$ 434	\$ 434

The interfund transfers are cash basis items that show up on the budget-to-actual schedules.

**STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44**

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

F. Long-Term Debt

The details of the bonds and notes as of June 30, 2010 are as follows:

<u>General Obligations Bonds</u>		<u>Original Amount</u>	<u>Interest Rates</u>	<u>Balance June 30, 2010</u>	<u>Amount Due Within One Year</u>
Series	1999	\$ 500,000	4.25% to 5.10%	\$ 150,000	\$ 150,000
Series	2001	150,000	5.00% to 5.45%	150,000	75,000
Series	2005	400,000	4.05% to 4.25%	400,000	-
Series	2006	1,000,000	3.50% to 3.85%	945,000	150,000
Series	2007	<u>900,000</u>	4.00% to 4.25%	<u>900,000</u>	<u>-</u>
Total		<u>\$ 2,950,000</u>		<u>\$ 2,545,000</u>	<u>\$ 375,000</u>

Balances shown for bonds and notes do not include unamortized premiums or deferred amounts on refinancing.

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>General Obligation Bonds</u>			
<u>Year Ending June 30.</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2011	\$ 375,000	\$ 96,460	\$ 471,460
2012	335,000	81,511	416,511
2013	290,000	68,730	358,730
2014	305,000	56,958	361,958
2015	310,000	44,695	354,695
2016 - 2020	<u>930,000</u>	<u>78,449</u>	<u>1,008,449</u>
Total	<u>\$ 2,545,000</u>	<u>\$ 426,803</u>	<u>\$ 2,971,803</u>

General Obligation Bonds – The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the School District boundaries

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS (continued)

F. Long-Term Debt (continued)

Changes in long term debt – During the year ended June 30, 2010 the following changes occurred in liabilities reported in the general obligation bonds account group:

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2010</u>	<u>Amount Due</u> <u>Within One Year</u>
Compensated vacation	\$ 48,775	\$ 7,980	\$ 24,580	\$ 32,175	\$ 32,175
Bonds payable	<u>2,835,000</u>	<u>-</u>	<u>290,000</u>	<u>2,545,000</u>	<u>375,000</u>
	<u>\$ 2,883,775</u>	<u>\$ 7,980</u>	<u>\$ 314,580</u>	<u>\$ 2,577,175</u>	<u>\$ 407,175</u>
				<u>Balance</u> <u>June 30, 2010</u>	
				\$ 2,545,000	
	Unamortized:				
	Current maturities			(375,000)	
	Bond premiums			<u>4,346</u>	
	Total non-current liabilities			<u>\$ 2,174,346</u>	

The liability of compensated absences is liquidated with resources from the general fund and several special revenue funds. The liquidation of bonds payable is done with resources from the debt service fund.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2010.

B. Contingent Liabilities

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

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the government.

C. Employee Retirement Plan

Plan Description - Substantially all of Mora Independent School District's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes the financial statements and required supplementary information for the plan. That report may be obtained by writing to:

ERB
P.O. Box 26129
Santa Fe, New Mexico 87502-6129
www.nmerb.org

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

IV. OTHER INFORMATION (continued)

C. Employee Retirement Plan (continued)

Funding Policy - Plan members are required to contribute 7.9% of their gross salary. Mora Independent School District is required to contribute 12.460% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and Mora Independent School District are established in Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of legislature. Mora Independent School District's contributions to the ERB for the years ended June 30, 2010, 2009 and 2008 were \$495,466, \$510,238, and \$482,762 respectively, equal to the amount of the required contribution for the year. The contribution rates will increase each year as follows:

<u>Fiscal Year</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
2010-2011	13.150%	7.900%
2011-2012	13.900%	7.900%

D. Post-Employment Benefits – State Retiree Health Care Plan

Plan Description – Mora Independent School District No. 44 contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are:

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

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes to the Financial Statements
June 30, 2010

IV. OTHER INFORMATION (continued)

D. Post-Retirement Health Care Benefits (continued)

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to:

Retiree Health Care Authority
4308 Carlisle NE, Suite 104
Albuquerque, NM 87107

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after January 1, 1998 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

Mora Independent School District No. 44's contributions to the RHCA for the years ended June 30, 2010, 2009, and 2008 were \$56,172, \$56,932, and \$57,455, respectively, which equal the required contributions for each year.

E. School District Cash Flows

The District operates primarily on reimbursement grants. The District must support the expenditures of these grants with monies from the unrestricted operating monies. Operating on a reimbursement basis for these grants in its self does not adversely affect the District's ability to operate effectively. However, the time it takes to receive reimbursement, if extensive, does significantly affect the District cash flows and the ability to deliver educational services to the community in an effective manner. The delay in receiving reimbursements has been progressively increasing through this and the previous two years. The current trend will adversely affect the District in subsequent years.

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUNDS
June 30, 2010

OPERATING FUND

The government's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

TRANSPORTATION FUND

Accounts for all the Transportation funds received through the state that are used in the maintaining and operating vehicles used to transport students.

INSTRUCTIONAL MATERIALS FUND

Accounts for all the Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUND
Combining Balance Sheet
June 30, 2010

	General Funds			
	Operational <u>Fund</u>	Transportation <u>Fund</u>	Instructional Materials <u>Fund</u>	Total General <u>Funds</u>
ASSETS				
Pooled cash and investments	\$ 828,562	\$ 44,854	\$ 14,974	\$ 888,390
Receivables:				
Delinquent property taxes	3,947	-	-	3,947
Due from other governments	572	-	-	572
Total assets	\$ 833,081	\$ 44,854	\$ 14,974	\$ 892,909
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 19,459	\$ -	\$ -	\$ 19,459
Deferred revenue:				
Delinquent property taxes	3,557	-	-	3,557
Total liabilities	23,016	-	-	23,016
Fund balance:				
Unreserved, undesignated, and reported in:				
General fund	810,065	44,854	14,974	869,893
Total liabilities and fund balance	\$ 833,081	\$ 44,854	\$ 14,974	\$ 892,909

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUND
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General Funds			Total General Fund
	Operational Fund	Transportation Fund	Instructional Materials Fund	
Revenues:				
Federal sources:				
Forest reserve	\$ 131,832	\$ -	\$ -	\$ 131,832
Federal direct grants	31,813	-	-	31,813
State sources:				
State equalization guarantee	4,462,939	-	-	4,462,939
Transportation	-	494,550	-	494,550
State instructional material	-	-	20,445	20,445
Local sources:				
District school tax levy	34,470	-	-	34,470
Earnings from investments	10,125	-	915	11,040
Miscellaneous	-	-	-	-
Total revenue	\$ 4,671,179	\$ 494,550	\$ 21,360	\$ 5,187,089

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GENERAL FUND
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	General Funds			Total General <u>Fund</u>
	Operational <u>Fund</u>	Transportation <u>Fund</u>	Instructional Materials <u>Fund</u>	
Expenditures:				
Current:				
Instruction	\$ 2,122,293	\$ -	\$ 31,766	\$ 2,154,059
Support Services - Students	619,892	-	-	619,892
Support Services - Instruction	51,618	-	-	51,618
Support Services - General Administration	373,145	-	-	373,145
Support Services - School Administration	278,698	-	-	278,698
Central Services	208,073	-	-	208,073
Operations & Maintenance of Plant	902,116	-	-	902,116
Student Transportation	-	402,674	-	402,674
Capital outlay	183,324	15,933	-	199,257
Total expenditures	4,739,159	418,607	31,766	5,189,532
Excess (deficiency) of revenues over expenditures	(67,980)	75,943	(10,406)	(2,443)
Fund balance at beginning of the year	878,045	(31,089)	25,380	872,336
Fund balance at end of the year	\$ 810,065	\$ 44,854	\$ 14,974	\$ 869,893

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

OPERATIONAL FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Forest reserve	\$ 116,217	\$ 116,217	\$ 130,395	\$ 14,178
Federal direct grant	29,441	29,441	31,813	2,372
State sources:				
State equalization guarantee	4,671,504	4,475,206	4,462,939	(12,267)
Local sources:				
District school tax levy	18,219	18,219	34,564	16,345
Earnings from investments	8,878	8,878	10,125	1,247
Miscellaneous	-	-	1,437	1,437
Total revenues	4,844,259	4,647,961	4,671,273	23,312
Expenditures:				
Current:				
Instruction	2,372,522	2,282,814	2,242,060	40,754
Support Services - Students	671,136	651,232	619,861	31,371
Support Services - Instruction	53,295	55,798	54,118	1,680
Support Services - General Administration	310,813	408,523	376,336	32,187
Support Services - School Administration	275,622	278,698	278,698	-
Central Services	212,909	209,789	208,073	1,716
Operation & Maintenance of Plant	1,067,761	983,376	893,417	89,959
Other Support Services	171	171	-	171
Capital outlay:				
Construction in progress	494,987	392,517	63,269	329,248
Total expenditures	5,459,216	5,262,918	4,735,832	527,086
Excess (deficiency) of revenues over expenditures	(614,957)	(614,957)	(64,559)	550,398
Beginning cash balance budgeted	614,957	614,957	-	(614,957)
Fund balance at beginning of the year	-	-	878,045	878,045
Fund balance at end of the year	\$ -	\$ -	813,486	\$ 813,486
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,202	
Change in due from other governments			144	
Change in payables			(3,327)	
Change in deferred property taxes			(1,440)	
			\$ 810,065	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TRANSPORTATION FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
Transportation	\$ 514,623	\$ 537,341	\$ 494,550	\$ (42,791)
 Expenditures:				
Current:				
Student Transportation	514,623	521,408	418,607	102,801
Capital outlay:				
Equipment	-	15,933	15,933	-
Total expenditures	<u>514,623</u>	<u>537,341</u>	<u>434,540</u>	<u>102,801</u>
Excess of revenues over expenditures	-	-	60,010	60,010
Fund balance (deficit) at beginning of the year	-	-	(31,089)	(31,089)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	28,921	<u>\$ 28,921</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>15,933</u>	
			<u>\$ 44,854</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

INSTRUCTIONAL MATERIALS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State instructional material	\$ -	\$ 45,819	\$ 20,445	\$ (25,374)
Local sources:				
Earnings from investments	-	-	915	915
Total revenues	-	45,819	21,360	(24,459)
Expenditures:				
Current:				
Instruction	-	45,819	31,766	14,053
Excess (deficiency) of revenues over expenditures	-	-	(10,406)	(10,406)
Fund balance at beginning of the year	-	-	25,380	25,380
Fund balance at end of the year	\$ -	\$ -	14,974	\$ 14,974
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 14,974</u>	

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds					
	Athletics <u>Fund</u>	Title I <u>Fund</u>	Entitlement IDEA-B <u>Fund</u>	Discretionary IDEA-B <u>Fund</u>	Fresh Fruits and Vegetables <u>Fund</u>	IDEA-B "Risk Pool" <u>Fund</u>
ASSETS						
Pooled cash and investments	\$ 3,080	\$ (112,407)	\$ (69,813)	\$ -	\$ -	\$ (1,499)
Receivables:						
Grant	<u>-</u>	<u>112,407</u>	<u>69,813</u>	<u>-</u>	<u>-</u>	<u>1,499</u>
Total assets	<u>\$ 3,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Deferred revenue:						
Federal, state, and local grants	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:						
Unreserved, undesignated, and reported in:						
Special revenue funds	<u>3,080</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 3,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds					
	Title I - SIG <u>Fund</u>	Partnerships in Character <u>Fund</u>	Title V <u>Fund</u>	Title III English Language <u>Fund</u>	Title II Teacher Quality <u>Fund</u>	Title IV Drug Free Schools <u>Fund</u>
ASSETS						
Pooled cash and investments	\$ -	\$ 248	\$ (11,210)	\$ (2,485)	\$ (32,097)	\$ 3,284
Receivables:						
Grant	-	-	11,210	2,485	32,097	-
Total assets	<u>\$ -</u>	<u>\$ 248</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,284</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Deferred revenue:						
Federal, state, and local grants	<u>\$ -</u>	<u>\$ 248</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,284</u>
Fund balance:						
Unreserved, undesignated, and reported in:						
Special revenue funds	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 248</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,284</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds					
	21st Century Community Living Centers <u>Fund</u>	Title I School Improvement <u>Fund</u>	Carl D Perkins Tech Prep <u>Fund</u>	Carl D Perkins - JAG <u>Fund</u>	Title I - Stimulus <u>Fund</u>	Entitlement IDEA-B - Stimulus <u>Fund</u>
ASSETS						
Pooled cash and investments	\$ 870	\$ (54,583)	\$ (386)	\$ (31,560)	\$ (69,336)	\$ (34,149)
Receivables:						
Grant	<u>-</u>	<u>54,583</u>	<u>386</u>	<u>31,560</u>	<u>69,336</u>	<u>34,149</u>
Total assets	<u>\$ 870</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Deferred revenue:						
Federal, state, and local grants	<u>\$ 870</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:						
Unreserved, undesignated, and reported in:						
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 870</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds					
	Preschool IDEA-B - Stimulus <u>Fund</u>	Child Nutrition - ARRA <u>Fund</u>	Title XIX Medicaid <u>Fund</u>	Child & Adult Food Program <u>Fund</u>	State Revitalization - ARRA <u>Fund</u>	Head Start - Stimulus <u>Fund</u>
ASSETS						
Pooled cash and investments	\$ -	\$ -	\$ 714	\$ 10,030	\$ (196,464)	\$ 2,842
Receivables:						
Grant	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>196,464</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 714</u>	<u>\$ 10,030</u>	<u>\$ -</u>	<u>\$ 2,842</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Deferred revenue:						
Federal, state, and local grants	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 714</u>	<u>\$ 10,030</u>	<u>\$ -</u>	<u>\$ 2,842</u>
Fund balance:						
Unreserved, undesignated, and reported in:						
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 714</u>	<u>\$ 10,030</u>	<u>\$ -</u>	<u>\$ 2,842</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds					
	LANL Foundation <u>Fund</u>	Jobs for Americas Graduates <u>Fund</u>	Dual Credit Instructional Materials <u>Fund</u>	Go Bond Library <u>Fund</u>	Family & Youth Resources <u>Fund</u>	Libraries GO Bond 2004 <u>Fund</u>
ASSETS						
Pooled cash and investments	\$ 3,433	\$ (1,620)	\$ (10,000)	\$ (3,000)	\$ -	\$ 16,067
Receivables:						
Grant	<u>-</u>	<u>1,620</u>	<u>10,000</u>	<u>3,000</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 3,433</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,067</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Deferred revenue:						
Federal, state, and local grants	<u>\$ 3,433</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,067</u>
Fund balance:						
Unreserved, undesignated, and reported in:						
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 3,433</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,067</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	Special Revenue Funds				
	Beginning Teacher Mentoring <u>Fund</u>	Breakfast for Elementary Students <u>Fund</u>	School Improvement <u>Fund</u>	State 21st Century Community Learning Center <u>Fund</u>	After School Enrichment <u>Fund</u>
ASSETS					
Pooled cash and investments	\$ -	\$ -	\$ (4,000)	\$ (12,288)	\$ (11,006)
Receivables:					
Grant	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>12,288</u>	<u>11,006</u>
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Deferred revenue:					
Federal, state, and local grants	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:					
Unreserved, undesignated, and reported in:					
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

Special Revenue Funds

	<u>State Directed Activities Fund</u>	<u>Information Technology Fund</u>	<u>Coordinated Approach to Child Health Fund</u>	<u>NM Forum for Youth Fund</u>	<u>McCune Charitable Foundation Fund</u>
ASSETS					
Pooled cash and investments	\$ -	\$ (4,600)	\$ (600)	\$ (607)	\$ 2,000
Receivables:					
Grant	<u>-</u>	<u>4,600</u>	<u>600</u>	<u>607</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Deferred revenue:					
Federal, state, and local grants	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000</u>
Fund balance:					
Unreserved, undesignated, and reported in:					
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2010

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>		
	School Based Health Center <u>Fund</u>	Exemplary School Based Health Center <u>Fund</u>	Total Non-Major Special Revenue <u>Funds</u>	Special Capital Outlay - State <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
ASSETS					
Pooled cash and investments	\$ (49)	\$ 4,217	\$ (616,974)	\$ (589,306)	\$ (1,206,280)
Receivables:					
Grant	49	-	663,759	589,306	1,253,065
Total assets	\$ -	\$ 4,217	\$ 46,785	\$ -	\$ 46,785
LIABILITIES AND FUND BALANCE					
Liabilities:					
Deferred revenue:					
Federal, state, and local grants	\$ -	\$ 4,217	\$ 43,705	\$ -	\$ 43,705
Fund balance:					
Unreserved, undesignated, and reported in:					
Special revenue funds	-	-	3,080	-	3,080
Total liabilities and fund balance	\$ -	\$ 4,217	\$ 46,785	\$ -	\$ 46,785

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds					
	Athletics <u>Fund</u>	Title I <u>Fund</u>	Entitlement IDEA-B <u>Fund</u>	Discretionary IDEA-B <u>Fund</u>	Fresh Fruits and Vegetables <u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ 228,375	\$ 69,390	\$ -	\$ 10,600
Federal direct grants	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	34,187	-	-	-	-
Earnings from investments	<u>146</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>34,333</u>	<u>228,375</u>	<u>69,390</u>	<u>-</u>	<u>10,600</u>

	<u>Athletics</u> <u>Fund</u>	<u>Title I</u> <u>Fund</u>	<u>Entitlement</u> <u>IDEA-B</u> <u>Fund</u>	<u>Discretionary</u> <u>IDEA-B</u> <u>Fund</u>	<u>Fresh Fruits</u> <u>and</u> <u>Vegetables</u> <u>Fund</u>
Expenditures:					
Current:					
Instruction	\$ 34,263	\$ 206,179	\$ 37,729	\$ -	\$ -
Support Services - Students	-	4,794	31,661	-	-
Support Services - Instruction	-	12,584	-	-	-
Support Services - General Administration	-	4,818	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Food Services	-	-	-	-	10,600
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>34,263</u>	<u>228,375</u>	<u>69,390</u>	<u>-</u>	<u>10,600</u>
Excess (deficiency) of revenues over expenditures	70	-	-	-	-
Other financing sources:					
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	70	-	-	-	-
Fund balance at beginning of the year	<u>3,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 3,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds					
	IDEA-B "Risk Pool" <u>Fund</u>	Title I - SIG <u>Fund</u>	Partnerships in Character <u>Fund</u>	Title V <u>Fund</u>	Title III English Language <u>Fund</u>	Title II Teacher Quality <u>Fund</u>
Revenues:						
Federal sources:						
Federal flowthrough grants	\$ 1,499	\$ -	\$ -	\$ -	\$ -	\$ 60,706
Federal direct grants	-	-	-	-	-	-
State sources:						
State grant	-	-	-	-	-	-
Local sources:						
Grant	-	-	-	-	-	-
Fees and activities	-	-	-	-	-	-
Earnings from investments	-	-	-	-	-	-
Total revenue	<u>1,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,706</u>

	IDEA-B "Risk Pool" <u>Fund</u>	Title I - SIG <u>Fund</u>	Partnerships in Character <u>Fund</u>	Title V <u>Fund</u>	Title III English Language <u>Fund</u>	Title II Teacher Quality <u>Fund</u>
Expenditures:						
Current:						
Instruction	\$ 1,499	\$ -	\$ -	\$ -	\$ -	\$ 60,706
Support Services - Students	-	-	-	-	-	-
Support Services - Instruction	-	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-	-
Food Services	-	-	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,706</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing uses:						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

Special Revenue Funds

	Title IV Drug Free Schools <u>Fund</u>	21st Century Community Living Centers <u>Fund</u>	Title I School Improvement <u>Fund</u>	Carl D Perkins Tech Prep <u>Fund</u>	Carl D Perkins - JAG <u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ 42,227	\$ 80,000	\$ -	\$ 57,481
Federal direct grants	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>-</u>	<u>42,227</u>	<u>80,000</u>	<u>-</u>	<u>57,481</u>

	Title IV Drug Free Schools <u>Fund</u>	21st Century Community Living Centers <u>Fund</u>	Title I School Improvement <u>Fund</u>	Carl D Perkins Tech Prep <u>Fund</u>	Carl D Perkins - JAG <u>Fund</u>
Expenditures:					
Current:					
Instruction	\$ -	\$ 38,565	\$ 80,000	\$ -	\$ 57,481
Support Services - Students	-	3,662	-	-	-
Support Services - Instruction	-	-	-	-	-
Support Services - General Administration	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Food Services	-	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>42,227</u>	<u>80,000</u>	<u>-</u>	<u>57,481</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing uses:					
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds			
	Title I - Stimulus <u>Fund</u>	Entitlement IDEA-B - Stimulus <u>Fund</u>	Preschool IDEA-B - Stimulus <u>Fund</u>	Child Nutrition - ARRA <u>Fund</u>
Revenues:				
Federal sources:				
Federal flowthrough grants	\$ 100,418	\$ 72,093	\$ -	\$ 12,352
Federal direct grants	-	-	-	-
State sources:				
State grant	-	-	-	-
Local sources:				
Grant	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	-	-	-	-
Total revenue	100,418	72,093	-	12,352

	Title I - Stimulus <u>Fund</u>	Entitlement IDEA-B - Stimulus <u>Fund</u>	Preschool IDEA-B - Stimulus <u>Fund</u>	Child Nutrition - ARRA <u>Fund</u>
Expenditures:				
Current:				
Instruction	\$ 100,418	\$ 72,093	\$ -	\$ -
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
Support Services - General Administration	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-
Food Services	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,352</u>
Total expenditures	<u>100,418</u>	<u>72,093</u>	<u>-</u>	<u>12,352</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing uses:				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds					
	Title XIX Medicaid <u>Fund</u>	Child & Adult Food Program <u>Fund</u>	State Revitalization - ARRA <u>Fund</u>	Head Start - Stimulus <u>Fund</u>	LANL Foundation <u>Fund</u>	Jobs for Americas Graduates <u>Fund</u>
Revenues:						
Federal sources:						
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal direct grants	71,828	22,332	442,760	23,366	-	-
State sources:						
State grant	-	-	-	-	-	-
Local sources:						
Grant	-	-	-	-	2,155	-
Fees and activities	-	-	-	-	-	-
Earnings from investments	-	-	-	-	-	-
Total revenue	<u>71,828</u>	<u>22,332</u>	<u>442,760</u>	<u>23,366</u>	<u>2,155</u>	<u>-</u>

	Title XIX Medicaid <u>Fund</u>	Child & Adult Food Program <u>Fund</u>	State Revitalization - ARRA <u>Fund</u>	Head Start - Stimulus <u>Fund</u>	LANL Foundation <u>Fund</u>	Jobs for Americas Graduates <u>Fund</u>
Expenditures:						
Current:						
Instruction	\$ -	\$ -	\$ 217,633	\$ 10,224	\$ 2,155	\$ -
Support Services - Students	71,828	-	79,617	4,320	-	-
Support Services - Instruction	-	-	-	6,418	-	-
Support Services - General Administration	-	-	64,339	855	-	-
Operations & Maintenance of Plant	-	-	81,171	1,549	-	-
Food Services	-	22,332	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>71,828</u>	<u>22,332</u>	<u>442,760</u>	<u>23,366</u>	<u>2,155</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing uses:						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds			
	Dual Credit Instructional Materials <u>Fund</u>	Go Bond Library <u>Fund</u>	Family & Youth Resources <u>Fund</u>	Libraries GO Bond 2004 <u>Fund</u>
Revenues:				
Federal sources:				
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-
State sources:				
State grant	10,000	3,000	-	-
Local sources:				
Grant	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	-	-	-	-
Total revenue	<u>10,000</u>	<u>3,000</u>	<u>-</u>	<u>-</u>

	Dual Credit Instructional Materials <u>Fund</u>	Go Bond Library <u>Fund</u>	Family & Youth Resources <u>Fund</u>	Libraries GO Bond 2004 <u>Fund</u>
Expenditures:				
Current:				
Instruction	\$ 10,000	\$ -	\$ -	\$ -
Support Services - Students	-	-	-	-
Support Services - Instruction	-	3,000	-	-
Support Services - General Administration	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-
Food Services	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>10,000</u>	<u>3,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing uses:				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds				
	Beginning Teacher Mentoring <u>Fund</u>	Breakfast for Elementary Students <u>Fund</u>	School Improvement <u>Fund</u>	State 21st Century Community Learning Center <u>Fund</u>	After School Enrichment <u>Fund</u>
Revenues:					
Federal sources:					
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-	-
State sources:					
State grant	2,136	10,386	4,000	-	46,400
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>2,136</u>	<u>10,386</u>	<u>4,000</u>	<u>-</u>	<u>46,400</u>

	Beginning Teacher Mentoring <u>Fund</u>	Breakfast for Elementary Students <u>Fund</u>	School Improvement <u>Fund</u>	State 21st Century Community Learning Center <u>Fund</u>	After School Enrichment <u>Fund</u>
Expenditures:					
Current:					
Instruction	\$ 2,136	\$ -	\$ -	\$ -	\$ 35,865
Support Services - Students	-	-	-	-	10,535
Support Services - Instruction	-	-	4,000	-	-
Support Services - General Administration	-	-	-	-	-
Operations & Maintenance of Plant	-	-	-	-	-
Food Services	-	10,820	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,136</u>	<u>10,820</u>	<u>4,000</u>	<u>-</u>	<u>46,400</u>
Excess (deficiency) of revenues over expenditures	-	(434)	-	-	-
Other financing uses:					
Transfers in	<u>-</u>	<u>434</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	Special Revenue Funds					
	State Directed Activities <u>Fund</u>	Information Technology <u>Fund</u>	Coordinated Approach to Child Health <u>Fund</u>	NM Forum for Youth <u>Fund</u>	McCune Charitable Foundation <u>Fund</u>	School Based Health Center <u>Fund</u>
Revenues:						
Federal sources:						
Federal flowthrough grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal direct grants	-	-	-	-	-	-
State sources:						
State grant	-	-	600	-	-	-
Local sources:						
Grant	-	-	-	5,607	-	60,000
Fees and activities	-	-	-	-	-	-
Earnings from investments	-	-	-	-	-	-
Total revenue	-	-	600	5,607	-	60,000

	State Directed Activities <u>Fund</u>	Information Technology <u>Fund</u>	Coordinated Approach to Child Health <u>Fund</u>	NM Forum for Youth <u>Fund</u>	McCune Charitable Foundation <u>Fund</u>	School Based Health Center <u>Fund</u>
Expenditures:						
Current:						
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Services - Students	-	-	600	-	-	60,000
Support Services - Instruction	-	-	-	-	-	-
Support Services - General Administration	-	-	-	607	-	-
Operations & Maintenance of Plant	-	-	-	5,000	-	-
Food Services	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	-	-	600	5,607	-	60,000
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing uses:						
Transfers in	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-
Fund balance at beginning of the year	-	-	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2010

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	Exemplary School Based Health Center <u>Fund</u>	Total Nonmajor Special Revenue <u>Funds</u>	Special Capital Outlay - State <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
Revenues:				
Federal sources:				
Federal flowthrough grants	\$ -	\$ 735,141	\$ -	\$ 735,141
Federal direct grants	-	560,286	-	560,286
State sources:				
State grant	-	76,522	429,143	505,665
Local sources:				
Grant	14,054	81,816	-	81,816
Fees and activities	-	34,187	-	34,187
Earnings from investments	-	146	-	146
Total revenue	14,054	1,488,098	429,143	1,917,241

	Exemplary School Based Health Center <u>Fund</u>	Total Nonmajor Special Revenue <u>Funds</u>	Special Capital Outlay - State <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
Expenditures:				
Current:				
Instruction	\$ -	\$ 966,946	\$ -	\$ 966,946
Support Services - Students	14,054	281,071	-	281,071
Support Services - Instruction	-	26,002	-	26,002
Support Services - General Administration	-	70,619	-	70,619
Operations & Maintenance of Plant	-	87,720	31,699	119,419
Food Services	-	43,752	-	43,752
Capital outlay	<u>-</u>	<u>12,352</u>	<u>397,444</u>	<u>409,796</u>
Total expenditures	<u>14,054</u>	<u>1,488,462</u>	<u>429,143</u>	<u>1,917,605</u>
Excess (deficiency) of revenues over expenditures	-	(364)	-	(364)
Other financing uses:				
Transfers in	<u>-</u>	<u>434</u>	<u>-</u>	<u>434</u>
Net change in fund balance	-	70	-	70
Fund balance at beginning of the year	<u>-</u>	<u>3,010</u>	<u>-</u>	<u>3,010</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ 3,080</u>	<u>\$ -</u>	<u>\$ 3,080</u>

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BUDGETARY PRESENTATION

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

ATHLETICS

This fund provides financing for school athletic activities. Funding is provided by fees from patrons.

TITLE I

To help local education agencies (LEAs) and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards. Funding authorization: Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

ENTITLEMENT/DISCRETIONARY/"RISK POOL" IDEA-B

The Entitlement/Discretionary IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

FRESH FRUIT AND VEGETABLE

To purchase unique fresh fruits and vegetables to be made available at no charge to every student, which exposes school children to a variety of produce that they otherwise may not have the opportunity to sample. The program is authorized by the Richard B. Russell National School Lunch Act (NSLA), the Food, Conservation, Energy Act of 2008 (Farm Bill), which added section 19, the Fresh Fruit and Vegetable Program (FFVP).

RISK POOL" IDEA-B

The "Risk Pool" IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

TITLE I SIG

To strengthen the capacity to carry out program improvement responsibilities required under Sections 1116 and 1117 of Title I of the ESEA by (1) building District capacity to provide leadership in implementing effective school improvement strategies for local educational agencies (LEAs) and schools that have been identified for improvement, are in corrective action, and are in the restructuring process and (2) providing resources to LEAs to support school improvement activities, including the development and implementation of effective restructuring plans. Authorized by Elementary and Secondary Education Act (ESEA), as amended, Executive Order Section 1003(g), Title I.

PARTNERSHIPS IN CHARACTER

To design and implement a character education program that is able to be: (a) integrated into classroom instruction and is consistent with state academic content standards and (b) carried out in conjunction with other education reform efforts. Elementary and Secondary Education Act of 1965, as amended, Title V, Part D, Subpart 3, Sec 5431 — Partnerships in Character Education; 20 U.S.C. 7247

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

TITLE V

To assist State and Local educational agencies in the reform of elementary and secondary education. Authorized by the Elementary and Secondary Education Act of 1965, Title VI, as amended, 20 U.S.C. 7301-7373.

TITLE III ENGLISH LANGUAGE

To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander, and Alaskan native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The fund is authorized through the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101,3129.

TITLE II TEACHER QUALITY

To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in the academic achievement. Authorization is granted through the Elementary and Secondary Education Act of 1965, as amended, Title II, Part A, Public Law 107-110.

TITLE IV DRUG FREE SCHOOLS

To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources. Authorized by Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

21ST CENTURY COMMUNITY LIVING CENTERS

After school adolescence care, providing the community with responsible Child Care, while providing the children and their families with referral services, drug prevention education, academic help, and character building (social skill) activities. Funding is provided by the Department of Education under the Elementary and Secondary Education Act of 1965, Title X, part I Section 10901, Public Law 103-382 Stat. 3844, 20 U.S.C. 8241.

TITLE I SCHOOL IMPROVEMENT

To develop parental involvement in the school curriculum. The program is funded by the United States government under P.L. 100-297.

CARL D. PERKINS – TECH PREP

Basic grants assist State and outlying areas to expand and improve their programs of vocational education and provide equal access in vocational education to special need populations. Authorized by Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998, Title I, Public Law 105-332, 20 U.S.C. 2301, et seq.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

CARL D PERKINS – JAG

To provide funds for the implementation of a school-to-career transition program. This program is funded through the Carl D. Perkins Career and Technical Education Improvement Act of 2006 (Perkins IV).

TITLE I – STIMULUS

Use of funds varies, depending on whether a school is operating a schoolwide program under Title I, section 1114 of ESEA or a targeted assistance program under Section 1115 of the ESEA. A school with at least a 40 percent poverty rate may choose to operate a schoolwide program under Section 1114 that allows Title I funds to be combined with other Federal, State, and local funds to upgrade the school's overall instructional program. Schoolwide program schools must receive the amount of non-Federal resources they would have received in the absence of Title I funds. All other participating schools must operate targeted assistance programs that provide extra instruction to those children failings, or most at risk of failing, to meet State academic achievement standards. Targeted assistance programs must ensure that Title I services supplement, and do not supplant the regular education programs normally provided with non-Federal funds by local educational agencies. This program is subject to non-supplanting requirements and must use a restricted indirect cost rate, which is referenced under 34 CFR 76.564-76.569. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), Title I, Part A, 20 U.S.C. 6301 et seq. and the American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

ENTITLEMENT IDEA-B – STIMULUS

Used in accordance with the IDEA, to help provide the special education and related services needed to make a free appropriate public education available to all eligible children and, in some cases, early intervening services. Authorization: Individuals with Disabilities Education (IDEA), as amended, Part B, Section 611-618, 20 U.S.C 1411-1418; American Recovery and Reinvestment Act of 2009 (ARRA), Public Law 111-5.

PRESCHOOL IDEA-B – STIMULUS

Funds are used: (1) to provide a free appropriate public education (FAPE) to preschool children with disabilities ages 3 through 5, and at the State's discretion, to 2-year-old children with disabilities who will reach age 3 during the next school year; (2) to administer section 619; and (3) for support services, direct services, activities to meet the State's performance goals, to supplement other funds used for a Statewide coordinated service system designed to improve results for children and families, to provide early intervention services in accordance with Part C to children ages 3 through 5 who would otherwise be eligible under the Preschool Grants program, and to continue service coordination or case management for families who receive services under Part C. Authorization: Individuals with Disabilities Education Act (IDEA), as amended, , Part B, Section 619, 20 U.S.C 1419; American Recovery and Reinvestment Act of 2010 (ARRA), Public Law 111-5.

CHILD NUTRITION – ARRA

To purchase food service equipment under the Equipment Assistance Program. Authorization: American Recovery and Reinvestment Act of 2009 (ARRA), which provides funding for the Equipment Assistance Program, Public Law 111-5.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

TITLE XIX MEDICAID

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-112, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

CHILD & ADULT FOOD PROGRAM

To account for the activities of a program to provide for healthier schools by providing a health center at the schools. Funding is from the New Mexico Department of Health. The authority for creation of this fund was approved by the original budget by the Mora Board of Education.

STATE REVITALIZATION – ARRA

To support and restore funding for elementary, secondary, and postsecondary education and, as applicable, early child hood education programs and services in States and local educational agencies. Authorization: American Recovery and Reinvestment Act of 2009 (ARRA), Division A, Title XIV, Public Law 111-5.

HEAD START – ARRA

To promote school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm-workers, through the provision of comprehensive health, educational, nutritional, social and other services; and to involve parents in their children's learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of their local Head Start programs. The project is funded through the federal government, under the Community Opportunities, Accountability, and Training and Educational Services Act of 1998, Title I, Section 101-119, and the American Recovery and Reinvestment Act of 2009 (ARRA), Division A, Title XIV, Public Law 111-5.

LANL FOUNDATION

Local grant sponsored by Los Alamos National Laboratory that was used to provide a scholarship to a senior high student at the high school that was to be used in a four-year program for educational efforts in pursuing an engineering degree at a New Mexico college or university.

JOBS FOR AMERICAS GRADUATES

To provide funds for the implementation of a school-to-career transition program.

DUAL CREDIT INSTRUCTIONAL MATERIALS

To provide instructional materials to be used for a dual credit course approved by Higher Education Department (HED) and through a college/university for which the district has an approved agreement.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

GO BOND LIBRARY

To provide funds for improvement or acquisition and to acquire library books and library resources to support the library program.

FAMILY AND YOUTH RESOURCES

To coordinate services to non-cognitive students in order to ensure the students success in school

LIBRARIES GO BOND

Funding made available to update and expand library collections.

BEGINNING TEACHER MENTORING

Funds to assist school districts in the design, implementation, and evaluation of beginning teacher mentoring programs. Funding is provided through the 2000 legislative session, with appropriated funds from the General Appropriations Act.

BREAKFAST FOR ELEMENTARY STUDENTS

To provide elementary students with the nutrition necessary to facilitate learning.

SCHOOLS ON THE RISE

To provide funding for the school's library.

STATE 21ST CENTURY COMMUNITY LEARNING CENTER

To provide (1) opportunities for academic enrichment, including providing tutorial services to help students, particularly students in high-poverty areas and those who attend low-performing schools, meet State and local student performance standards in core academic subjects such as reading and mathematics; (2) students a broad array of additional services, programs, and activities, such as youth development activities, drug and violence prevention programs, counseling programs, art, music, and recreation programs, technology education programs, and character education programs, that are designed to reinforce and complement the regular academic program of participating students; and (3) families of students served by community learning centers opportunities for literacy and related educational development.

AFTER SCHOOL ENRICHMENT

To provide funding for a wide range of after-school programs focused on reading and literacy and math and science, while addressing resiliency and behavior. The program uses contextual, integrated, thematic approaches to appeal to different learning styles and interests, demonstrate the value of education, engage families in learning together, and help children plan successful futures.

STATE DIRECTED ACTIVITIES

To support the improvement of educational results and functional outcomes for all children with disabilities.

INFORMATION TECHNOLOGY

To provide assistance in information technology for the district.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL REVENUE FUNDS
June 30, 2010

COORDINATED APPROACH TO CHILD HEALTH PROJECT

To fund research-based physical activity and nutrition diabetes prevention program for elementary school children.

NEW MEXICO FORUM FOR YOUTH

To support the implementation of an infrastructure network for Positive Youth Development in New Mexico. The district will serve as a convener, connector, and capacity-builder to assure positive youth development practices, principles, strategic partnerships, and policies to support the NM youth development field.

MCCUNE CHARITABLE FOUNDATION

To support programs for elementary school children to explore science and math.

SCHOOL BASED HEALTH CENTER

To enhance school based health centers infrastructure, develop and implement billing protocols, improve communication with school personnel, families, and outside agencies, and improve behavioral health programs.

EXEMPLARY SCHOOL BASED HEALTH CENTER

To provide a comprehensive array of school based behavioral health programs and services for school students.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

ATHLETICS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Fees and activities	\$ 23,840	\$ 33,243	\$ 34,187	\$ 944
Earnings from investments	<u>60</u>	<u>60</u>	<u>146</u>	<u>86</u>
Total revenues	23,900	33,303	34,333	1,030
 Expenditures:				
Current:				
Instruction	<u>25,431</u>	<u>34,834</u>	<u>34,263</u>	<u>571</u>
Excess (deficiency) of revenues over expenditures	(1,531)	(1,531)	70	1,601
Beginning cash balance budgeted	1,531	1,531	-	(1,531)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>3,010</u>	<u>3,010</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>3,080</u>	<u>\$ 3,080</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 3,080</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE I SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 237,379	\$ 470,948	\$ 342,358	\$ (128,590)
Expenditures:				
Current:				
Instruction	214,963	426,116	206,179	219,937
Support Services - Students	4,854	9,708	4,794	4,914
Support Services - Instruction	12,743	25,486	12,584	12,902
Support Services - General Administration	<u>4,819</u>	<u>9,638</u>	<u>4,818</u>	<u>4,820</u>
Total expenditures	<u>237,379</u>	<u>470,948</u>	<u>228,375</u>	<u>242,573</u>
Excess of revenues over expenditures	-	-	113,983	113,983
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	113,983	<u>\$ 113,983</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(113,983)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 92,053	\$ 88,501	\$ (3,552)
 Expenditures:				
Current:				
Instruction	-	58,252	37,729	20,523
Support Services - Students	-	33,801	31,661	2,140
Total expenditures	-	92,053	69,390	22,663
Excess of revenues over expenditures	-	-	19,111	19,111
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	19,111	\$ 19,111
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(19,111)	
			\$ -	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

DISCRETIONARY IDEA-B SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 4,722	\$ 4,722
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	4,722	4,722
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,722	<u>\$ 4,722</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(4,722)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

FRESH FRUITS AND VEGETABLES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 10,600	\$ 10,600	\$ -
 Expenditures:				
Current:				
Food Services Operations	-	10,600	10,600	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

IDEA-B "RISK POOL" SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 1,499	\$ -	\$ (1,499)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>1,499</u>	<u>1,499</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(1,499)	(1,499)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(1,499)	<u>\$ (1,499)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>1,499</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE I - SIG SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 61,355	\$ 61,355
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	61,355	61,355
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	61,355	<u>\$ 61,355</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(61,355)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

PARTNERSHIPS IN CHARACTER SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
 Excess of revenues over expenditures	-	-	-	-
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE V SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE III ENGLISH LANGUAGE SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE II TEACHER QUALITY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 60,106	\$ 60,706	\$ 60,571	\$ (135)
 Expenditures:				
Current:				
Instruction	<u>60,106</u>	<u>60,706</u>	<u>60,706</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(135)	(135)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(135)	<u>\$ (135)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>135</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE IV DRUG FREE SCHOOLS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 1,291	\$ 1,291
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	1,291	1,291
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,291	<u>\$ 1,291</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(1,291)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

21ST CENTURY COMMUNITY LIVING CENTERS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 42,233	\$ 42,233	\$ 42,227	\$ (6)
 Expenditures:				
Current:				
Instruction	41,933	38,571	38,565	6
Support Services - Students	<u>300</u>	<u>3,662</u>	<u>3,662</u>	<u>-</u>
Total expenditures	<u>42,233</u>	<u>42,233</u>	<u>42,227</u>	<u>6</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 80,000	\$ 25,417	\$ (54,583)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(54,583)	(54,583)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(54,583)</u>	<u>\$ (54,583)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>54,583</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CARL D PERKINS TECH PREP SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
 Excess of revenues over expenditures	-	-	-	-
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CARL D PERKINS - JAG SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 57,481	\$ 25,921	\$ (31,560)
Expenditures:				
Current:				
Instruction	<u>-</u>	<u>57,481</u>	<u>57,481</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(31,560)	(31,560)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(31,560)</u>	<u>\$ (31,560)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>31,560</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE I - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 74,843	\$ 223,750	\$ 31,082	\$ (192,668)
 Expenditures:				
Current:				
Instruction	<u>74,843</u>	<u>223,750</u>	<u>100,418</u>	<u>123,332</u>
Excess (deficiency) of revenues over expenditures	-	-	(69,336)	(69,336)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(69,336)	<u>\$ (69,336)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>69,336</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

ENTITLEMENT IDEA-B - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 154,799	\$ 39,548	\$ (115,251)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>154,799</u>	<u>72,093</u>	<u>82,706</u>
Excess (deficiency) of revenues over expenditures	-	-	(32,545)	(32,545)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(32,545)</u>	<u>\$ (32,545)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>32,545</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

PRESCHOOL IDEA-B - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 5,824	\$ -	\$ (5,824)
 Expenditures:				
Current:				
Instruction	-	5,824	-	5,824
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CHILD NUTRITION - ARRA SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 12,352	\$ 12,352	\$ -
 Expenditures:				
Capital outlay:				
Equipment	-	12,352	12,352	-
 Excess of revenues over expenditures	-	-	-	-
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

TITLE XIX MEDICAID SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 72,792	\$ 54,507	\$ (18,285)
 Expenditures:				
Current:				
Support Services - Students	-	72,792	71,828	964
Excess (deficiency) of revenues over expenditures	-	-	(17,321)	(17,321)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(17,321)	<u>\$ (17,321)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			<u>17,321</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CHILD & ADULT FOOD PROGRAM SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 24,176	\$ 24,345	\$ 169
 Expenditures:				
Current:				
Food Services Operations	-	24,176	22,332	1,844
Excess of revenues over expenditures	-	-	2,013	2,013
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,013	<u>\$ 2,013</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(2,013)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

STATE REVITALIZATION - ARRA SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal direct grant	\$ 341,347	\$ 784,107	\$ 246,296	\$ (537,811)
Expenditures:				
Current:				
Instruction	153,700	371,333	217,633	153,700
Support Services - Students	75,917	155,534	79,617	75,917
Support Services - General Administration	63,060	127,399	64,339	63,060
Operation & Maintenance of Plant	48,670	129,841	81,171	48,670
Total expenditures	341,347	784,107	442,760	341,347
Excess (deficiency) of revenues over expenditures	-	-	(196,464)	(196,464)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(196,464)	\$ (196,464)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			196,464	
			\$ -	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

HEAD START - STIMULUS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 85,537	\$ 26,208	\$ (59,329)
Expenditures:				
Current:				
Instruction	-	28,109	10,224	17,885
Support Services - Students	-	15,996	4,320	11,676
Support Services - Instruction	-	8,629	6,418	2,211
Support Services - General Administration	-	1,710	855	855
Operation & Maintenance of Plant	-	31,093	1,549	29,544
Total expenditures	-	85,537	23,366	62,171
Excess of revenues over expenditures	-	-	2,842	2,842
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	2,842	\$ 2,842
RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(2,842)	
			\$ -	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

LANL FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ 5,588	\$ 4,678	\$ (910)
 Expenditures:				
Current:				
Instruction	-	5,588	2,155	3,433
Excess of revenues over expenditures	-	-	2,523	2,523
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,523	<u>\$ 2,523</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(2,523)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

JOBS FOR AMERICAS GRADUATES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

DUAL CREDIT INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 10,000	\$ -	\$ (10,000)
Expenditures:				
Current:				
Instruction	-	10,000	10,000	-
Excess (deficiency) of revenues over expenditures	-	-	(10,000)	(10,000)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(10,000)	<u>\$ (10,000)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>10,000</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

GO BOND LIBRARAY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 3,000	\$ -	\$ (3,000)
Expenditures:				
Current:				
Support Services - Instruction	-	3,000	3,000	-
Excess (deficiency) of revenues over expenditures	-	-	(3,000)	(3,000)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(3,000)	<u>\$ (3,000)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>3,000</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

FAMILY & YOUTH RESOURCES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 32,534	\$ 32,534
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	32,534	32,534
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	32,534	<u>\$ 32,534</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(32,534)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

LIBRARIES GO BOND 2004 SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 2,136	\$ 2,136	\$ -
 Expenditures:				
Current:				
Instruction	-	2,136	2,136	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 10,820	\$ 10,820	\$ -
Expenditures:				
Current:				
Food Services Operations	-	10,820	10,820	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 4,000	\$ -	\$ (4,000)
 Expenditures:				
Current:				
Support Services - Instruction	-	4,000	4,000	-
Excess (deficiency) of revenues over expenditures	-	-	(4,000)	(4,000)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(4,000)	<u>\$ (4,000)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>4,000</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

STATE 21ST CENTURY COMMUNITY LEARNING CENTER SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 29,372	\$ 29,372
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	29,372	29,372
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	29,372	<u>\$ 29,372</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(29,372)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

AFTER SCHOOL ENRICHMENT SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 46,400	\$ 35,394	\$ (11,006)
Expenditures:				
Current:				
Instruction	-	35,865	35,865	-
Support Services - Students	-	10,535	10,535	-
Total expenditures	-	46,400	46,400	-
Excess (deficiency) of revenues over expenditures	-	-	(11,006)	(11,006)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(11,006)	<u>\$ (11,006)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>11,006</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

STATE DIRECTED ACTIVITIES SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 15,044	\$ 15,044
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	15,044	15,044
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	15,044	<u>\$ 15,044</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(15,044)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

INFORMATION TECHNOLOGY SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

COORDINATED APPROACH TO CHILD HEALTH SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 600	\$ -	\$ (600)
 Expenditures:				
Current:				
Support Services - Students	-	600	600	-
Excess (deficiency) of revenues over expenditures	-	-	(600)	(600)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(600)	<u>\$ (600)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>600</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

NM FORUM FOR YOUTH SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ 10,000	\$ 5,000	\$ (5,000)
Expenditures:				
Current:				
Support Services - General Administration	-	5,000	607	4,393
Operation & Maintenance of Plant	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>10,000</u>	<u>5,607</u>	<u>4,393</u>
Excess (deficiency) of revenues over expenditures	-	-	(607)	(607)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(607)	<u>\$ (607)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>607</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

MCCUNE CHARITABLE FOUNDATION SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ 2,000	\$ 2,000	\$ -
 Expenditures:				
Current:				
Instruction	-	2,000	-	2,000
Excess of revenues over expenditures	-	-	2,000	2,000
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,000	<u>\$ 2,000</u>
 RECONCILIATION TO GAAP BASIS:				
Change in deferred revenue			(2,000)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHOOL BASED HEALTH CENTER SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ 60,000	\$ 65,700	\$ 5,700
 Expenditures:				
Current:				
Support Services - Students	-	60,000	60,000	-
Excess of revenues over expenditures	-	-	5,700	5,700
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	5,700	<u>\$ 5,700</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(5,700)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

EXEMPLARY SCHOOL BASED HEALTH CENTER SPECIAL REVENUE FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ 17,243	\$ 43,479	\$ 26,236
 Expenditures:				
Current:				
Support Services - Students	-	17,243	15,755	1,488
Excess of revenues over expenditures	-	-	27,724	27,724
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	27,724	<u>\$ 27,724</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(25,208)	
Change in payables			1,701	
Change in deferred revenue			<u>(4,217)</u>	
			<u>\$ -</u>	

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44
CAPITAL PROJECTS FUNDS
June 30, 2010

BOND BUILDING FUND

This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

SPECIAL CAPITAL OUTLAY - STATE

This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

CAPITAL IMPROVEMENTS SB – 9

This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

BOND BUILDING CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Earnings from investments	\$ 5,500	\$ 5,500	\$ 7,559	\$ 2,059
Expenditures:				
Current:				
Operation & Maintenance of Plant	8,436	8,436	8,436	-
Capital outlay:				
Construction in progress	<u>435,282</u>	<u>435,282</u>	<u>196,580</u>	<u>238,702</u>
Total expenditures	<u>443,718</u>	<u>443,718</u>	<u>205,016</u>	<u>238,702</u>
Excess (deficiency) of revenues over expenditures	(438,218)	(438,218)	(197,457)	240,761
Beginning cash balance budgeted	438,218	438,218	-	(438,218)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>406,800</u>	<u>406,800</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	209,343	<u>\$ 209,343</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>120,055</u>	
			<u>\$ 329,398</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 717,719	\$ 717,719	\$ -	\$ (717,719)
Expenditures:				
Current:				
Operation & Maintenance of Plant	31,699	31,699	31,699	-
Capital outlay:				
Equipment	6,571	6,571	-	6,571
Construction in progress	<u>679,449</u>	<u>679,449</u>	<u>397,444</u>	<u>282,005</u>
Total expenditures	<u>717,719</u>	<u>717,719</u>	<u>429,143</u>	<u>288,576</u>
Excess (deficiency) of revenues over expenditures	-	-	(429,143)	(429,143)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(429,143)	<u>\$ (429,143)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>429,143</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 334	\$ 334
Local sources:				
District school tax levy	124,541	124,541	132,492	7,951
Fees and activities	3,923	3,923	3,347	(576)
Total revenues	128,464	128,464	136,173	7,709
Expenditures:				
Current:				
Support Services - General Administration	998	1,998	1,325	673
Operation & Maintenance of Plant	26,351	25,351	13,890	11,461
Capital outlay:				
Equipment	105,507	105,507	-	105,507
Construction in progress	138,362	138,362	-	138,362
Total expenditures	271,218	271,218	15,215	256,003
Excess (deficiency) of revenues over expenditures	(142,754)	(142,754)	120,958	263,712
Beginning cash balance budgeted	142,754	142,754	-	(142,754)
Fund balance at beginning of the year	-	-	35,198	35,198
Fund balance at end of the year	\$ -	\$ -	156,156	\$ 156,156
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			8,525	
Change in due from other governments			1,082	
Change in deferred property taxes			(9,779)	
			\$ 155,984	

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

DEBT SERVICE FUNDS
June 30, 2010

DEBT SERVICE FUND

Used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest, and related costs associated with general obligation bonds.

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

DEBT SERVICE FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
District school tax levy	\$ 333,680	\$ 333,757	\$ 342,721	\$ 8,964
Earnings from investments	<u>2,868</u>	<u>2,868</u>	<u>3,539</u>	<u>671</u>
Total revenues	<u>\$ 336,548</u>	<u>\$ 336,625</u>	<u>\$ 346,260</u>	<u>\$ 9,635</u>
Expenditures:				
Current:				
Support Services - General Administration	3,350	3,427	3,427	-
Debt service:				
Principal retirement	290,000	290,000	290,000	-
Bond interest paid	111,150	111,150	111,150	-
Reserves	<u>38,343</u>	<u>38,343</u>	<u>-</u>	<u>38,343</u>
Total expenditures	<u>442,843</u>	<u>442,920</u>	<u>404,577</u>	<u>38,343</u>
Excess (deficiency) of revenues over expenditures	(106,295)	(106,295)	(58,317)	47,978
Beginning cash balance budgeted	106,295	106,295	-	(106,295)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>371,440</u>	<u>371,440</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>313,123</u>	<u>\$ 313,123</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			10,943	
Change in due from other governments			(265)	
Change in deferred property taxes			<u>(18,595)</u>	
			<u>\$ 305,206</u>	

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OTHER SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2010

Activity		Balance			Balance
Fund	ASSETS	<u>June 30, 2009</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2010</u>
23001	Cheerleaders	\$ 960	\$ 3,812	\$ 3,455	\$ 1,317
23002	National Honor Society	206	-	82	124
23003	High School	2,163	3,169	542	4,790
23004	Mesa	1,412	200	649	963
23005	BPA	1,157	5,403	5,987	573
23006	Scholarship	4,111	1,000	1,250	3,861
23007	High School Student Council	531	665	512	684
23008	Yearbook	3,877	17,659	15,262	6,274
23009	Spanish Club	18	-	18	-
23010	Band	6,128	-	1,686	4,442
23011	Artist in Residence	2,025	2,780	1,523	3,282
23012	Class of 2010	8,899	580	8,991	488
23013	Peer Educators	120	-	30	90
23014	Swimming Pool	3,868	-	-	3,868
23015	Class of 2007	119	-	119	-
23016	Alumni Scholarship	2,705	-	-	2,705
23017	21st CCLC Activity	886	2,350	-	3,236
23018	Class of 2011	4,751	9,346	7,748	6,349
23019	JAG Activity	679	693	1,018	354
23020	Girls Basketball Camp	2,074	10,498	11,710	862
23021	Boys Basketball Camp	3,842	12,975	14,609	2,208
23022	Class of 2013	85	1,753	825	1,013
23023	Basketball District 4AA	56	11,529	11,531	54
23024	DARE Program	1,240	-	569	671
23026	Class of 2006	641	-	641	-
23027	Prevention Activities	3,217	-	624	2,593
23028	Class of 2012	870	1,148	287	1,731
23029	Drama Club	339	-	-	339
23030	FFA	2,610	-	-	2,610
23031	Clothing Fund	379	-	-	379
23032	Dental Unit	138	-	138	-
23033	5th/6th Girls Athletics	69	1,592	1,660	1
23034	Elementary General	11,155	6,222	8,258	9,119
23035	Mora Headstart Parents	373	1,385	1,196	562
23036	Middle School Student Council	885	427	822	490
23037	Middle School Drill Team	241	-	241	-
23038	Art Club	79	-	79	-
23039	Youth Art Project	\$ 125	\$ -	\$ 125	\$ -

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2010

Activity		Balance				Balance
Fund ASSETS		<u>June 30, 2009</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2010</u>
(continued)						
23040	Junior High Mesa	\$ 333	\$ 200	\$ -		\$ 533
23041	Elementary Library	234	-	-		234
23042	Elementary Yearbook	1,475	2,527	2,345		1,657
23043	Cafeteria Activity	1,566	960	1,326		1,200
23044	Junior High Yearbook	999	1,948	2,303		644
23045	Community Partnership	2,350	-	2,350		-
23046	Luz de Mi Vida	352	-	352		-
23047	General Admin	4,062	305	4,367		-
23048	Middle School General	584	-	584		-
23049	5th/6th Boys Athletics	264	1,622	1,832		54
23050	Elementary Teachers	1,473	599	2,072		-
23051	Springer Headstart	28	-	28		-
23052	Vacant Elementary Account	339	-	339		-
23053	7th-8th Boys Basketball	127	-	-		127
23054	Mora Headstart Office	6,111	1,983	4,281		3,813
23055	Innovation & Advancement	43,306	54,034	76,366		20,974
23056	Health Club	481	247	70		658
23057	Spanish Spelling Bee	76	-	76		-
23058	Bilingual Math/Science	3,000	-	3,000		-
23059	Annenbug Rural Challenge	607	-	607		-
23060	Class of 2009	203	-	-		203
23061	7th/8th Girls Volleyball	12	-	-		12
23062	Elementary Student Council	1,557	753	1,185		1,125
23063	Junior High Football	978	479	-		1,457
23064	Elementary Reading Program	100	-	100		-
23065	Junior High No Referral	4,491	3,446	767		7,170
23066	Middle School Science Lab	505	-	-		505
23067	7th/8th Girls Basketball	<u>355</u>	<u>-</u>	<u>-</u>		<u>355</u>
	Pooled cash and investments	<u>\$ 149,001</u>	<u>\$ 164,289</u>	<u>\$ 206,537</u>		<u>\$ 106,753</u>
 LIABILITIES						
	Deposits held for others	<u>\$ 149,001</u>	<u>\$ 164,289</u>	<u>\$ 206,537</u>		<u>\$ 106,753</u>

**STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44**

**SCHEDULE OF PLEDGED COLLATERAL
June 30, 2010**

	<u>Bank of Las Vegas</u>
Cash on deposit at June 30, 2010	\$ 1,776,255
Less FDIC coverage	<u>250,000</u>
Uninsured funds	<u>\$ 1,526,255</u>
50% collateral requirement	\$ 763,128
Pledged collateral	<u>1,510,625</u>
Excess (deficiency) of pledged collateral	<u>\$ 747,497</u>

Pledged collateral of financial institutions consists of the following at June 30, 2010

	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
The Bank of Las Vegas			
FNMA	8/26/2013	3136J7M7	\$ 501,565
FHLB	5/12/2012	3133XWDC0	<u>1,009,060</u>
			<u>\$ 1,510,625</u>

The above securities are held at Federal Home Loan Bank (FHLB) in Dallas, TX.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

CASH RECONCILIATION

June 30, 2010

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 893,122	\$ 5,682,443	\$ (5,747,003)	\$ -	\$ 828,562	\$ -	\$ 828,562
Transportation	(15,156)	512,040	(452,030)	-	44,854	-	44,854
Instructional Materials	25,380	46,740	(57,146)	-	14,974	-	14,974
Food Services	249,515	608,845	(578,962)	(434)	278,964	-	278,964
Athletics	3,010	37,353	(37,283)	-	3,080	-	3,080
Federal Flowthrough Funds	(425,926)	1,355,374	(1,344,571)	-	(415,123)	-	(415,123)
Federal Direct Funds	26,488	1,742,395	(1,951,378)	-	(182,495)	-	(182,495)
Local Grants	(709)	7,208	(4,686)	-	1,813	-	1,813
State Flowthrough Funds	(58,849)	254,996	(206,052)	434	(9,471)	-	(9,471)
State Direct Funds	-	-	(600)	-	(600)	-	(600)
Local/State	(29,255)	150,915	(116,099)	-	5,561	-	5,561
Bond Building	406,801	534,415	(611,818)	-	329,398	-	329,398
Special Capital Outlay - State	(160,163)	160,163	(589,306)	-	(589,306)	-	(589,306)
Capital Improvements SB-9	28,676	164,849	(43,891)	-	149,634	-	149,634
Debt Service	346,776	707,631	(765,948)	-	288,459	-	288,459
Agency Funds	-	-	-	-	-	106,753	106,753
Total	\$ 1,289,710	\$ 11,965,367	\$ (12,506,773)	\$ -	\$ 748,304	\$ 106,753	\$ 855,057

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	<u>Adjustments to report:</u>	
Operational	Checking	Bank of Las Vegas	\$ 1,443,460	Escrow cash	\$ -
Cafeteria	Checking	Bank of Las Vegas	296,705	Agency funds	106,753
Athletics	Checking	Bank of Las Vegas	5,042	Total adjustment to the report	\$ 106,753
Federal	Checking	Bank of Las Vegas	(89,892)	<u>Adjustments to cash:</u>	
HS Activity	Checking	Bank of Las Vegas	61,610	Bank Balance	\$ 1,776,254
Elem Activity	Checking	Bank of Las Vegas	59,329	Oustanding deposits	-
Total			\$ 1,776,254	Oustanding checks	(985,555)
				Reconciling errors	64,358
				Total adjustment to cash	\$ 855,057

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SINGLE AUDIT SECTION

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

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

Hector H. Balderas, State Auditor
and the Board of Education
Mora Independent School District No. 44

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Mora Independent School District No. 44 as of and for the year ended June 30, 2010, and have issued our report thereon dated October 22, 2010. 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 Mora Independent School District No. 44's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Mora Independent School District No. 44's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Mora Independent School District No. 44's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses. Findings 2010-2, 2010-3, 2010-5, 2010-6, 2010-8 and 2010-10.

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Hector H. Balderas, State Auditor
and the Board of Education
Mora Independent School District No. 44

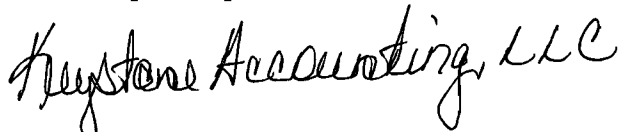
A *significant deficiency* is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Findings 2010-1, 2010-4, 2010-7, 2010-9, 2010-11, and 2010-12.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mora Independent School District No. 44's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as Findings 2010-1, 2010-2, 2010-3, 2010-4, 2010-5, 2010-6, 2010-7, 2010-8, 2010-9, 2010-10, 2010-11, and 2010-12.

Mora Independent School District No. 44's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Mora Independent School District No. 44's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of Education of Mora Independent School District No. 44, others within Mora Independent School District No. 44, the U.S. Department of Education, the State Auditor, the New Mexico Legislature, the New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



October 22, 2010

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Hector H. Balderas, State Auditor
And the Board of Education
Mora Independent School District No. 44

Compliance

We have audited Mora Independent School District No. 44's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Mora Independent School District No. 44's major federal programs for the year ended June 30, 2010. Mora Independent School District No. 44's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Mora Independent School District No. 44's management. Our responsibility is to express an opinion on Mora Independent School District No. 44's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Mora Independent School District No. 44's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Mora Independent School District No. 44's compliance with those requirements.

In our opinion, Mora Independent School District No. 44, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2010-5C and 2010-6C.

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Hector H. Balderas, State Auditor
And the Board of Education
Mora Independent School District No. 44

Internal Control Over Compliance


Management of Mora Independent School District No. 44 is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Mora Independent School District No. 44's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Mora Independent School District No. 44's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2010-5C and 2010-6C. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Mora Independent School District No. 44's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Mora Independent School District No. 44's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, others within the Mora Independent School District No. 44, the U.S. Department of Education, the State Auditor, the New Mexico Legislature, New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.


October 22, 2010

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2009

A. PRIOR YEAR AUDIT FINDINGS

2006 – 1 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

Current Status: Resolved. Not repeated in the current year.

2007 – 4 PREPARATION OF FINANCIAL STATEMENTS

Current Status: Not resolved. Repeated in the current year as finding 2010 – 1.

2008 – 2 BUDGET OVER EXPENDITURES

Current Status: Resolved. Not repeated in the current year.

2009 – 3 STATE REPORTS

Current Status: Not resolved. Repeated in the current year as finding 2010 – 11.

2009 – 5 CASH DEFICITS IN FEDERAL PROGRAMS BANK ACCOUNT

Current Status: Not resolved. Repeated in the current year as finding 2010 – 2.

2009 – 6 PURCHASE OF ITEMS FOR LEGISLATOR

Current Status: Resolved. Not repeated in the current year.

2009 – 7 UNAUTHORIZED TRANSFER OF CASH

Current Status: Resolved. Not repeated in the current year.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Mora Independent School District No. 44.
2. There were twelve significant deficiencies disclosed during the audit of the financial statements in the Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards. There were six significant deficiencies considered to be material weaknesses.
3. Twelve instances of noncompliance material to the financial statements of Mora Independent School District No. 44 was disclosed during the audit.
4. There were two significant deficiencies disclosed during the audit of the major federal awards program in the Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133. There were two material weaknesses.
5. The auditors' report on compliance for the major federal award programs for Mora Independent School District No. 44 expresses a qualified opinion.
6. There were two audit findings relative to the major federal award programs for Mora Independent School District No. 44 that is required to be reported in accordance with OMB Circular A-133.510(a).
7. The programs treated as major programs include: USDA Child Nutrition Cluster CFDA# 10.553 and 10.555; Title I, Part A Cluster CFDA# 84.010 and 84.389; Headstart Cluster CFDA# 93.600 and 93.708, and State Fiscal Stabilization CFDA# 84.394.
8. The threshold for distinguishing types A and B programs was \$300,000.
9. Mora Independent School District No. 44 was determined to be a high risk auditee.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

2010 – 1 PREPARATION OF FINANCIAL STATEMENTS
(Repeat of finding 2007-4)

Condition: The financial statements were prepared by the auditor.

Criteria: As per SAS 115, management is required to have an internal control system of financial reporting including the preparation of the financial statements.

Effect of condition: Management's ability to ascertain the accuracy and completeness of the financial statements has been diminished.

Cause: Management does not have internal controls in place that are necessary for the preparation of the financial statements.

Recommendation: Management should develop a plan and system of controls that enable them to review the accuracy and completeness of the financial statements.

Management's Response: A system of controls will be developed and implemented that will allow management to determine the accuracy and fair presentation of the financial statements.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 2 CASH DEFICITS IN FEDERAL PROGRAMS BANK ACCOUNT

(Repeat of finding 2009 – 5)

Condition: The bank account used for administering the federal programs experienced overdrafts during the year. The District has incurred NSF fees from the Bank of Las Vegas, most which were forgiven by the bank. As of June 30, 2010, the federal programs bank account had \$130 of unforgiven NSF fees and a negative \$89,892 balance.

Criteria: According to the NMSA 1978 section 30-36-4, it is unlawful for a person to issue in exchange for anything of value, with intent to defraud, any check, draft or order for payment of money upon any bank or other depository, knowing at the time of the issuing that the offender has insufficient funds in or credit with the bank or depository for the payment of such check, draft or order in full upon its presentation. Internal control should exist to provide reasonable assurance that no disbursement is made that would result in a deficit bank balance.

Effect of condition: An over-expensed Bank account must be covered by funds from other programs. This causes monies to be spent for purposes for which they were not intended. Overall, the administration of programs is hindered.

Cause: The delays in receiving reimbursement funding for expenditures has resulted in cash deficiencies within the funds. The District only has \$828,562 available in the Operational Fund. This amount is not sufficient to cover the cash deficits until funding is received and support the District's operations.

Recommendation: Procedures should be implemented requiring close coordination with program coordinators and management to verify funds availability prior to authorization of disbursements.

Management's Response: Although the District concurs with the Auditor's recommendation and current practice requires close coordination with respective program leadership and fund availability, the District cannot guarantee the immediate and prompt reimbursement of funds from the New Mexico Public Education Department since it is outside of the District's legal jurisdiction. The District does not encumber and expend any funds without proper budget authority.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 3 CASH ACCOUNTS NOT RECONCILED TO THE GENERAL LEDGER

Condition: Reconciliations of bank balances to general ledger were out of balance by \$55,697.

Criteria: Reconciliation of bank statements to general ledger cash balances should be performed monthly, and reviewed by internal management to maintain fiscal responsibility and safeguard the District's assets. Cash account reconciliation is required per NMSA 6-10-2.

Effect of Condition: Over-expenditure of funds, overdraft of cash accounts, and exposure to possible consequences of fraudulent reporting to the New Mexico Board of Education and Federal oversight agencies.

Cause: Reconciling items are not being recorded properly in the general ledger.

Recommendation: Review bank reconciliation reports for each bank account and compare to actual balances in the general ledger. Any errors or variances should be researched and correct, and reconciling items should be recorded in the general ledger where appropriate.

Management Response: The District is currently reconciling all transactions from our bank account with the General Ledger. This reconciliation process also includes all pending transfers.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 4 EMPLOYEES PAID ON MULTIPLE PAYROLL CHECKS

Condition: Out of 41 payroll checks selected for testing, we noted 4 employees that were paid with multiple checks for the same payroll period.

Criteria: Employees should not be paid on multiple checks because the federal withholding amount will not be calculated correctly for proportionately smaller check amounts, such as pay for stipends or tutoring. According to the Internal Revenue Code Section 3509, employers that fail to deduct and withhold taxes properly are responsible to pay 1.5 percent of wages for withholding taxes, which cannot be recovered from the employee.

Effect of condition: Federal withholding amounts are not consistently calculated for employee paychecks.

Cause: Employees that are paid a regular salary from one bank account and that receive additional monies from funds associated with another bank account are paid with multiple paychecks from each account, rather than consolidating the amount into one check.

Recommendation: We recommend that a payroll clearing account be set up so that funds from the various funds can be aggregated and disbursed to employees on one check per pay period.

Management's Response: The District authorized a payroll clearing account, effective July 2010.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 5 INAPPROPRIATE PURCHASE

Condition: Included in the purchase of snacks for the Head Start program was three cans of Diet Coke that were purchased for \$12, which is not allowed to be sold to children for health reasons. Employee snacks are not allowed under the federal program.

Criteria: In accordance with OMB A-133 Compliance Circular, employee refreshments are not an allowable cost for the Head Start Program. The District should use the funds available with a diligence toward reasonable need for business, and save funds that are unnecessary.

Effect of condition: The District could be spending more money than is necessary.

Cause: The program should document the attendees at meetings when food is purchased with federal funds that is not specifically for the students.

Recommendation: We recommend that a payroll clearing account be set up so that funds from the various funds can be aggregated and disbursed to employees on one check per pay period.

Management's Response: All purchase orders authorized for activity must have a detail description of the product and/or service. The District will not authorize payment without a detailed receipt that directly corresponds with an approved purchase order.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 6 EMPLOYEE PAID AS CONTRACT LABOR

Condition: A part time worker with consistent hours of 8 a.m. to 2 p.m. was being paid as a contract worker, rather than as an employee.

Criteria: The District should document how the worker meets the Internal Revenue Service criteria for being a contract worker versus an employee, which is that the employer has the right to control or direct only the result of the work, and not the means and methods of accomplishing the result. The employer's control could be established through such criteria as instructing the employee when and where to do the work, instructing what order or sequence to follow when performing the work, having a written contract or employee benefits, and not allowing the contractor opportunity for loss. According to IRS rules, if an employee is misclassified as an independent contractor, the employer may be held liable for employment taxes under Section 3509 of the Internal Revenue Code.

Effect of condition: The District would be liable for all taxes required for the employer and employee if it is determined that the person was an employee, rather than a contractor.

Cause: A part time worker was considered to be contract labor without documentation of how the standard for being a contractor was met.

Recommendation: We recommend all part time workers, even temporary part time workers, be paid as employees unless Internal Revenue Service standards for contractors are met and documented for each worker who is considered contract labor.

Management's Response: Each individual employed by the District is being treated as an employee, regardless of the employment status, i.e. part-time, temporary, etc., if the District determines and requires a fixed schedule.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 7 SPECIFIC ITEMS NOT IDENTIFIED ON PURCHASE ORDER

Condition: The purchase order did not identify the specific items to be purchase and the invoice did not identify the items purchased.

Criteria: Per NMSA 13-1-77, the District is required to issue purchase orders prior to the purchase of goods. The purchase order should be specific enough to verify that the purchase was authorized.

Effect of condition: The District disbursed funds without a specific purchase order to document the authorization for the purchases.

Cause: Purchase orders did not include enough detail to verify that the purchase was authorized.

Recommendation: We recommend that all purchase orders list as specifically as possible what items are authorized,

Management's Response: All purchase orders authorized for activity must have a detail description of the product and/or service. The District will not authorize payment without a detailed receipt that directly correspondence with an approved purchase order.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 8 DISBURSEMENTS MADE WITHOUT PURCHASE ORDER

Condition: Three out of forty-four disbursement tested had purchases made prior to the date of the purchase order, or without a purchase order issued. Purchase orders are used to control cash and to authorize the purchase.

Criteria: Per NMSA 13-1-77, purchase authorization and budgetary control are acquired through the completion of a purchase order for purchases, which is signed by a person giving authority for the purchase.

Effect of condition: Any purchase made without prior authorization has the potential to cause cash deficits and/or over-expensing of the budget in a fund in which the purchase is recorded.

Cause: Personnel decide that an immediate purchase is needed and circumvent the proper procedure for purchasing.

Recommendation: The importance of cash controls and adequate planning need to be made clear to all personnel that will be making purchases for the school.

Management's Response: This District no longer utilizes two (2) parallel purchase order systems (hardcopy and electronic) in its procurement process. Currently, the District only process purchase orders electronically to provide an accurate time log for each transaction, to verify the immediate availability of funds, and to avoid of the perception of unauthorized modifications to purchase documents.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 9 ERB SUBMISSION NOT MADE TIMELY

Condition: The ERB withholding submission for May 30, 2010 was mailed 2 days after the submission deadline of June 15, 2010.

Criteria: Employee Retirement Benefit submissions should be remitted timely, as they are a withholding of employee's wages and the District has an obligation to remit them to the agency for which they were withheld. Per 2 NMAC 82.9, entitled "Public Finance, Educational Retirement, Administrative Unit Reports and Remittances," Section 8.3 state "Reports and contributions shall be postmarked no later than the fifteenth (15th) of the month following the end of the month covered by the report. When the fifteenth (15th) of the month is on a Saturday, reports and contributions are due the previous day. If the fifteenth (15th) of the month falls on a Sunday or holiday, report and contributions are due on the next workday."

Effect of condition: The employee's ERB contribution was not submitted on time, and the District was assessed a penalty for the late payment.

Cause: The ERB submission was not prepared and postmarked by the required due date.

Recommendation: The District should implement a monitoring system to ensure that all employee withholding remittances are made timely.

Management's Response: The District will create and maintain appropriate timeline templates for all reporting dates related to the processing of District payroll with signature verification by the respective employee and his/her immediate supervisor, the Chief Financial Officer, to ensure proper accountability.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 10 IMPROPER REVENUE RECOGNITION

Condition: A receipt of \$120,055 was recorded as a credit to cash instead of a credit to revenue, resulting in cash and revenue being understated.

Criteria: The District should record revenue transactions in accordance with generally accepted accounting principles.

Effect of condition: The District's cash and revenue was understated at June 30, 2020.

Cause: A revenue amount was incorrectly recorded as a credit to cash.

Recommendation: We recommend that the trial balance and interim financial statements be periodically reviewed by management for reasonableness, and that transactions be reviewed and approved by management prior to being posted.

Management's Response: Management will be receiving trial balances to ensure proper receipting and posting of revenue, expenditures, and adjustments.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 11 STATE REPORTS (Original finding 2009 – 3)

Condition: Amounts in the school report are not supported by the amounts in the general ledger.

Criteria: School report balances should be taken directly from the general ledger to ensure the validity and reliability of the financial data per SAO Rule 2.2.2.12C(4)(b).

Effect of Condition: Validity of school report balances could not be verified.

Cause: The use of data reports other than the general ledger to complete the school report causes imbalances between the school report and the general ledger. Amounts in other data reports may not always match the amounts in the general ledger.

Recommendation: The use of the general ledger to complete the school report is the only way to ensure that the information is valid and reliable and to provide support for the financial information.

Management response: Management is aware of the need for valid financial information and will begin using the general ledger to complete the school report.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2010 – 12 UNAUTHORIZED CASH TRANSFER

Condition: Cash was transferred from the Food Service special revenue fund to the Breakfast for Elementary Students fund without being properly authorized by the Board or P.E.D.

Criteria: Per the policies and procedures of the New Mexico Public Education Department, all cash transfers must be authorized by the Board of Education and P.E.D.

Effect of Condition: Cash transfers that are not authorized are a violation of required protocol set by the state.

Cause: Cash transfer was made without approval

Recommendation: We recommend that all cash transfers be approved before transfer is made, and that the approval documentation be kept to show authorization.

Management response: Transfers will not be made without proper approval. Upon authorization to make such transfers, the appropriate supporting documentation will be attached to the file and available for inspection.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

C. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES

Head Start CFDA # 93.600

2010 – 5C INAPPROPRIATE PURCHASE

Condition: Included in the purchase of snacks for the Head Start program was three cans of Diet Coke that were purchased for \$12, which is not allowed to be sold to children for health reasons. Employee snacks are not allowed under the federal program.

Criteria: In accordance with OMB A-133 Compliance Circular, employee refreshments are not an allowable cost for the Head Start Program. The District should use the funds available with a diligence toward reasonable need for business, and save funds that are unnecessary.

Effect of condition: The District could be spending more money than is necessary.

Cause: The program should document the attendees at meetings when food is purchased with federal funds that is not specifically for the students.

Recommendation: We recommend that a payroll clearing account be set up so that funds from the various funds can be aggregated and disbursed to employees on one check per pay period.

Management's Response: All purchase orders authorized for activity must have a detail description of the product and/or service. The District will not authorize payment without a detailed receipt that directly corresponds with an approved purchase order.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

C. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES

Head Start CFDA # 93.600

UNITED STATES DEPARTMENT OF EDUCATION

Title I – Stimulus CFDA # 84.389

2010 – 6C EMPLOYEE PAID AS CONTRACT LABOR

Condition: A part time worker with consistent hours of 8 a.m. to 2 p.m. was being paid as a contract worker, rather than as an employee.

Criteria: The District should document how the worker meets the Internal Revenue Service criteria for being a contract worker versus an employee, which is that the employer has the right to control or direct only the result of the work, and not the means and methods of accomplishing the result. The employer's control could be established through such criteria as instructing the employee when and where to do the work, instructing what order or sequence to follow when performing the work, having a written contract or employee benefits, and not allowing the contractor opportunity for loss. According to IRS rules, if an employee is misclassified as an independent contractor, the employer may be held liable for employment taxes under Section 3509 of the Internal Revenue Code.

Effect of condition: The District would be liable for all taxes required for the employer and employee if it is determined that the person was an employee, rather than a contractor.

Cause: A part time worker was considered to be contract labor without documentation of how the standard for being a contractor was met.

Recommendation: We recommend all part time workers, even temporary part time workers, be paid as employees unless Internal Revenue Service standards for contractors are met and documented for each worker who is considered contract labor.

Management's Response: Each individual employed by the District is being treated as an employee, regardless of the employment status, i.e. part-time, temporary, etc., if the District determines and requires a fixed schedule.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2010

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>			
Direct Program:			
Forest Reserve	10.670	11000	\$ <u>130,395</u>
Pass-Through Program From:			
New Mexico Department of Education:			
<u>Child Nutrition -- Cluster:</u>			
USDA National School Lunch Program	10.555	21000	216,778
USDA School Breakfast Program	10.553	21000	<u>121,360</u>
Total Child Nutrition Cluster			338,138
Fresh Fruits and Vegetables	10.582	24118	10,600
New Mexico Human Service Department:			
USDA Commodities Program	10.550	21000	15,198
New Mexico Children, Youth, and Family Department:			
Child and Adult Food Program	10.558	25171	22,332
ARRA Child Nutrition - Stimulus	10.579	24218	<u>12,352</u>
Subtotal Pass-Through Programs			<u>398,620</u>
Total U.S. Department of Agriculture			<u>529,015</u>
<u>U.S. Department of Education:</u>			
Pass-Through Programs From:			
New Mexico Department of Education:			
<u>Special Education (IDEA-B) Cluster</u>			
IDEA-B Entitlement	84.027	24106	69,390
IDEA-B "Risk Pool"	84.027	24120	1,499
IDEA-B - ARRA	84.027	24206	<u>72,093</u>
Total Special Education (IDEA-B) Cluster			<u>142,982</u>
(continued)			

See accompanying notes to the
Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2010

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Education (continued):</u>			
Pass-Through Programs From:			
New Mexico Department of Education:			
<u>Title I, Part A Cluster</u>			
Title I Basic Education Grant	84.010	24101	\$ 308,375
ARRA Title I - Stimulus	84.389	24201	<u>100,418</u>
Total Title I, Part A Cluster			<u>408,793</u>
ARRA State Fiscal Stabilization	84.394	25250	442,760
Title II Improving Teacher Quality	84.367	24154	60,706
21st Century Community Living Centers	84.287	24159	42,227
Carl D Perkins - JAG	84.048	24171	<u>114,962</u>
Total U.S. Department of Education			<u>1,212,430</u>
<u>U.S. Department of Health and Human Services:</u>			
Direct Program:			
<u>Headstart Cluster</u>			
Headstart	93.600	25127	1,314,566
ARRA Headstart - Stimulus	93.708	25253	<u>23,366</u>
Total Headstart Cluster			1,337,932
Pass-Through Program From:			
New Mexico Department of Health:			
Title XIX Medicaid	93.778	25153	<u>71,828</u>
Total U.S. Department of Health and Human Services			<u>1,409,760</u>
Total Expenditures of Federal Awards			<u>\$ 3,151,205</u>

See accompanying notes to the
Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes To The Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2010

1. Scope of audit pursuant to OMB Circular A-133

All federal grant operations of Mora Independent School District No. 44 (the “School District”) are included in the scope of the Office of management and Budget (“OMB”) Circular A-133 audit (the “Single Audit”). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement (Revised June 2010 the “Compliance Supplement”). Compliance testing of all requirements are described in the Compliance Supplement, was performed for the grants programs noted below. These programs represent all federal award programs and other grants with fiscal 2010 cash and non-cash expenditures to ensure coverage of at least 50% (High Risk Auditee) of federally granted funds. Actual coverage is approximately 82% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$3,136,007 and all non-cash expenditures amounted to \$15,198.

Major Federal Award Program Description	Fiscal 2010 <u>Expenditure</u>
Cash assistance:	
Headstart Cluster	\$ 1,337,932
Title I, Part A Cluster	408,793
State Fiscal Stabilization	442,760
USDA Child Nutrition Cluster	338,138
	\$ 2,527,623

The School District’s federal programs Headstart Cluster, Title I, Part A Cluster, State Fiscal Stabilization, and USDA Child Nutrition Cluster were considered high risk Type A programs for the 2010 audit.

The U.S. Department of Education is the School District’s oversight agency for single audit.

2. Summary of significant accounting policies

Basis of presentation

The accompanying Schedule of Expenditure of Federal Awards includes all federal grants to the School District that had activity during the fiscal year ended June 30, 2010. This Statement has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the School District has met the qualifications for the respective grant.

Accrued and deferred reimbursements

Various reimbursement procedures are used for Federal awards received by the School District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable expenditure to date. Generally, accrued or deferred balances covered by differences in the timing of cash receipts and expenditures will be reversed in the remaining grant period.

STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Notes To The Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2010

3. Audits performed by other entities

There were no other audits performed by other organizations on the School District's federal grant programs in 2010.

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REQUIRED DISCLOSURE

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STATE OF NEW MEXICO
MORA INDEPENDENT SCHOOL DISTRICT NO. 44

REQUIRED DISCLOSURES
Year Ended June 30, 2010

REQUIRED DISCLOSURE

The financial statements were prepared by the independent public accountants.

An exit conference was held November 1, 2010, during which the audit findings were discussed. The exit conference was attended by the following individuals:

MORA INDEPENDENT SCHOOL DISTRICT NO. 44

Arthur Romero	Board Member
Thomas A. Garcia	Superintendent
Agnes Padilla	Business Manager
Debra Alcon	Bookkeeper
Ruthann Roybal-Griego	Payroll Specialist
Pauline Laumbach	Audit Committee Member
Crystal Pacheco	Audit Committee Member
Teresa Vigil	Audit Committee Member

KEYSTONE ACCOUNTING, LLC

Terry Ogle, CPA	Partner
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