



**STATE OF NEW MEXICO**

**MORIARTY-EDGEWOOD SCHOOLS**

**ANNUAL FINANCIAL REPORT**

**JUNE 30, 2009**

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## **INTRODUCTORY SECTION**

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOL DISTRICT**  
**ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended June 30, 2009

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOL DISTRICT**  
**OFFICIAL ROSTER**  
June 30, 2009

<u><b>Name</b></u>		<u><b>Title</b></u>
	<u>Board of Education</u>	
Filandro Anaya		President
Todd J. McCarty		Vice President
Michael Anaya		Secretary
Beth Chavez		Member
Audrey Jaramillo		Member
	<u>District Officials</u>	
Karen Couch		Superintendent
Marla E. Lovato		Coordinator of Business Services
Pricilla Ortiz		Comptroller

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Board  
Moriarty-Edgewood Schools  
Moriarty, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statements of the major funds' activities of Moriarty-Edgewood Schools (the "District") as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements and budgetary comparison statements of each of the District's nonmajor governmental funds and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009 as listed in the table of contents. These financial statements are the responsibility of Moriarty-Edgewood Schools' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Moriarty-Edgewood Schools, as of June 30, 2009, and the respective changes in financial position, thereof and the respective budgetary comparison statements 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 Moriarty-Edgewood Schools' as of June 30, 2009, and the respective changes in financial position thereof and the respective budgetary comparison statements for each nonmajor governmental fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2009 on our consideration of the Moriarty-Edgewood Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* on pages 15-21 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Moriarty-Edgewood Schools' basic financial statements, the combining and individual fund financial statements, and the budgetary comparison statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as statement B and supporting Schedules I through III in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Moriarty-Edgewood Schools. Such information has been subjected to the auditing procedures applied in the audit of the basic and each of the nonmajor governmental fund financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements.

*Precision Accounting, LLC*  
Albuquerque, New Mexico  
August 26, 2009

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**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2009**  
**UNAUDITED**

**Introduction**

This Management Discussion and Analysis of the financial operations of the Moriarty Edgewood Schools for the period ending June 30, 2009 represents the school district's sixth year implementation of the Governmental Accounting Standards Board Statement No. 34 (GASB 34). GASB 34 requires this written analysis as a part of the school district's financial reports and is intended to be an objective and easily readable discussion of the financial performance of the district. For school districts, GASB 34 has had a significant impact in the manner in which the financial statements are prepared, as well as the kinds of statements that are included in the report. There are two statements: a Statement of Net Assets which includes all of the assets and liabilities of the district and a Statement of Activities, which is a report that uses a net cost format with expenses reported by functions/programs. The Management Discussion and Analysis as well as the two statements, provide a review of the School District's *overall* financial activities using the accrual basis of accounting. Fund financial statements are reported on a modified accrual basis of accounting. The reports include a comparison with last fiscal year.

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

**Financial Highlights:**

- ❖ The district is in its sixth year of implementation of financial reporting and processes as required by the Governmental Accounting Standards Board Statement 34.
- ❖ The school district continues to maintain a strong A3 rating from Moody's Investor Services on the issuance of General Obligation Bonds which helps lower interest rate costs to taxpayers in the district.
- ❖ The General Obligation bonds were used to re-roof Moriarty Elementary School, South Mountain Elementary School and Mountainview Elementary School, as well as the first phase of construction for a Performing Arts Center at Moriarty High School.
- ❖ The enrollment decline as turned around and we are seeing an increase in enrollment throughout the district.
- ❖ Despite the tenth consecutive year of enrollment declines and reduced funding from the Public Education Department through the State Equalization Guarantee formula, the school district managed to maintain a strong cash balance of \$1,661,461.00 in FY08-09 in the Operational Fund, plus amount due from other funds \$727,749.00 in the General Fund, making an over all increase to the cash balance in the amount of \$203,906.00.
- ❖ For the past six years, the district has worked diligently to improve the Capital Assets systems and have sufficiently improved those systems to warrant no audit finding in the Capital Assets.
- ❖ The district is in year three of a three-year contract with Precision Accounting. Based on the FY 2008-09 audit, which is sample based, the district has one finding.
- ❖ There has been some turnover in the Business Office Staff during FY08-09, the Payroll Specialist resigned at that time we filled the position.
- ❖ During the FY 08-09 there was some administrative re-organization with the resignation of the Federal Programs Coordinator. The budgeting functions were assigned to the Coordinator of Business Services, the Programs functions were split between the Associate Superintendent, Personnel Director and the Director of Student Support Services.

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- ❖ FY 08-09 was the first year for the Moriarty-Edgewood School District to manage their own Transportation Department after the resignation of the district's largest transportation contractor. The district received \$1.4 million in transportation funding, to purchase buses to transport students for the 08-09 school year.
- ❖ During FY08-09, the district was in year two of the new training for all Head Secretaries and Principals on the manual for Student Activity Accounts for use by schools and departments for the administration and processing of all receipts and expenditures for activity funds.
- ❖ The Business Office continues to hold trainings on the Purchasing Procedures. Also, updating the Purchasing Flowchart in the Budget Handbooks and web site to help ensure that all State Procurement Procedures are followed.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

**GOVERNMENT WIDE FINANCIAL STATEMENTS**

**Statement of Net Assets**

As noted above in the Introduction, GASB 34 requires that the Statement of Net Assets now be included in the financial statements of the Moriarty Edgewood Schools audit report. This statement is prepared using the accrual method of accounting. This statement shows that as of June 30, 2009, the school district has Total Net Assets of \$38,904,448. At June 30, 2008, Total Net Assets were \$38,199,191 for an increase of \$705,257.00. There is a total of \$15,312,356 of cash and cash equivalents on hand as of June 30, 2009 compared to \$14,118,872 on June 30, 2008 for an increase of \$1,193,484 due to controlled spending by the District. Accounts Payable/Accrued Expenses are \$445,292 in FY08-09 compared to \$343,759 for June 30, 2008 for a small increase of \$101,533, due to the District making a conscious effort to control expenditures. Net Assets totaling \$15,541,830 are "unrestricted" and available to the district for budgeting in FY09-10. There was an increase in revenues of \$2,049,747, as corresponding expenses; the District was able to control other expenditures resulting in a decrease of \$1,931,030 from the prior year. Net Assets reflect an increase of \$2,423,922. Grant revenues increased \$1,536,113 due to later completion dates of projects, however, the expenses for operation of plant increased due to necessary roof repairs in the current year. In addition, the repayment of Long-term debt, and the fact that several new bonds are interest only payments until future years have contributed to the change in net assets. The Independent Auditor has included a Statement of Net Assets in the audit report that includes more detail.

<b>Assets</b>	<b><u>June 30, 2009</u></b>	<b><u>June 30, 2008</u></b>
Cash Assets	\$ 15,312,356	\$ 14,118,872
Other Current Assets	943,196	990,717
Capital Assets	<u>49,664,922</u>	<u>49,262,108</u>
<b>Total Assets</b>	<b><u>65,920,474</u></b>	<b><u>64,541,006</u></b>
<b>Liabilities</b>		
Accounts Payable and Accrued Expenses	7,648,644	3,137,714
Deferred Revenue	918	898,604
Noncurrent Liabilities	<u>19,366,464</u>	<u>22,305,947</u>
<b>Total Liabilities</b>	<b><u>27,016,026</u></b>	<b><u>26,341,815</u></b>
<b>Net Assets</b>		
Invested in Capital Assets	23,362,618	24,707,108
Unrestricted	<u>15,541,830</u>	<u>13,492,083</u>
<b>Total Net Assets</b>	<b><u>\$ 38,904,448</u></b>	<b><u>\$ 38,199,191</u></b>

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2009**  
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**Statement of Activities**

The Statement of (Governmental) Activities is another new statement required by GASB 34 and is prepared using the accrual method of accounting. This report complements the Statement of Net Assets by showing the overall change in the school district's net assets for the fiscal year ending June 30, 2009. As of June 30, 2009, the total of net assets is \$38,904,448, which corresponds with the amount in the Statement of Net Assets.

One of the most important questions that should be asked about the school district's finances is "Is the school district as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the school district as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the school district's net assets and changes in them. You can think of the school district's net assets-the difference between assets and liabilities-as a way to measure the school district's financial health or financial position. Over time, increases or decreases in the school district's net assets are one indicator of whether its financial health is improving or deteriorating. Other non-financial factors such as the assessed valuation and number of students in the district need to be considered to assess the overall financial health of the school district.

For June 30, 2009, Net Assets-Ending totaled \$38,904,448 and at June 30, 2008, the total amount for Net Assets-Ending was \$38,199,191 for an increase of \$705,257. The financial condition of the district continues to improve in spite of the continued enrollment decline. There continues to be a significant investment to fund improvements to our buildings and land from district funds and from state funds.

	<u>June 30, 2009</u>	<u>June 30, 2008</u>
<b>Revenues</b>		
Program Revenues:		
Charges For Services	\$ 568,162	\$ 328,274
Operating Grants	8,354,792	7,074,839
Capital Grants	472,903	216,743
General Revenues:		
Property taxes	5,138,711	3,155,852
State Aid	24,683,850	24,703,389
Other	<u>116,885</u>	<u>198,341</u>
<b>Total Revenues</b>	<b><u>\$39,335,303</u></b>	<b><u>\$ 35,677,438</u></b>
<b>Expenses</b>		
Direct Instruction	19,819,678	19,436,705
Students	3,264,856	3,399,087
Instruction	942,246	1,160,709
General Administration	882,166	871,581
School Administration	1,435,677	1,321,628
Central Services	1,645,572	594,542
Operation & Maintenance of Plant	6,253,123	5,076,688
Student Transportation	2,147,008	2,012,379
Other Support Services	-	-
Non-instructional support	-	-
Food Services	1,433,378	1,260,531
Capital Outlay	-	-
Interest on Long Term Debt	<u>806,342</u>	<u>766,893</u>
<b>Total Expenses</b>	<b><u>38,630,046</u></b>	<b><u>35,900,743</u></b>
<b>Increase in Net Assets</b>	<b><u>\$ 705,257</u></b>	<b><u>\$ (223,305)</u></b>

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MORIARTY EDGEWOOD SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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**FUND FINANCIAL STATEMENTS**

**Balance Sheet Governmental Funds**

Fund Financial Statements are based on a modified accrual basis of accounting. The modified accrual basis of accounting records all accounts receivables, accounts payables and accrued salaries and benefits. All of the school district's financial operations/activities are reported here except for Student Activity Funds that are reported in Exhibit D, Statement of Fiduciary Assets & Liabilities.

The Balance Sheet Governmental Funds (Exhibit B-1) For FY08-09, the total assets of \$16,983,300 significantly exceed the total liabilities of \$1,368,901 with a fund balance of \$15,614,399. This is a \$2,009,813 increase from June 30, 2008 Fund Balance of \$13,604,586.

**Statement of Revenue, Expenditures and Changes in Fund Balance**

The Statement of Revenue, Expenditures and Changes in Fund Balances, (Exhibit B-2) This report guides the reader to a meaningful overall view for the school district's revenues, expenditures and fund balance, and changes to the fund balance. Total revenues for FY08-09 were \$39,415,808 or \$1,088,526 higher than the FY07-08 total revenues of \$38,327,282. The largest source of revenue is state sources with \$26,993,363 or 68.5% of the total. State sources decreased by \$708,212 largely due to decline in student enrollment and for state funded grants. The decrease of revenue is due to the declining of enrollment.

Total expenditures for the school district at June 30, 2009 were \$41,361,300. At June 30, 2008, total expenditures were \$37,256,779 for an increase of \$4,104,521. The majority of the increase in expenditures is a result of the District receiving G O Bond monies and expending them on capital outlay. The June 30, 2009 Fund Balance was \$15,614,399 for an increase of 2,009,813 from \$13,604,586 at June 30, 2008.

The Statement of Revenue and Expenditures and Changes in Fund Balance clearly indicates that the district has continued to scale back expenditures in the Operational Fund due to the decrease in state funding from the decline in student enrollment. Because of the decline in enrollment and the subsequent decrease in funding, the district has carefully been monitoring staffing levels and expenditure levels in the Operational Fund where the enrollment decline has the largest impact on revenue. There has been a considerable reduction in staffing levels the past four years. The district's enrollment projections indicate that the enrollment decline will continue for at least the next two to three years. The decline in funding from the State Equalization Guarantee is expected to continue since the New Mexico funding formula is based on the number of students enrolled in the district.

**THE SCHOOL DISTRICT'S BUDGET**

The State of New Mexico public school budget process is defined under New Mexico State Statutes, (Section 22) and the New Mexico Administrative Code (Section 6). To improve the process of developing the annual budget, the Moriarty Edgewood Schools Board of Education strongly encourages the participation and input from all school district patrons, including students, staff, administrators, parents, business, and the community at large. The Budget Committee comprised of up to 40 members represents all of these groups and meets on a regular basis to recommend a budget to the Superintendent and to the Board.

Over the course of the year, the school district Board of Education revises the budget as the need arises by means of a Budget Adjustment Request (BAR). These Budget Adjustment Requests fall into three categories. The first category includes budget adjustments that are approved shortly after the beginning of the year and reflect the actual beginning cash balances (versus the amounts estimated in May of each year) when the board approved the budget. Included in this category are adjustments for actual carryover balances from Special Revenue accounts, such as Food Services, Athletics, state and federal flow through grants and capital outlay funds. The second category includes changes that the board approves after the 80th day count and the Public Education Department funds increases or decreases to the State Equalization Guarantee formula. Other similar changes includes new awards or supplemental awards by the

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Public Education Department for flow through grants and contracts for which we must have expenditure authority from the PED before funds can be expended. Finally, the third category is budget adjustment requests to transfer budgets from one function to another to prevent budget overruns. The PED controls school district budgets at the function level. The Independent Public Auditor prepared a summary of the budget adjustments and is displayed in the Notes to Financial Statements, Note 2, Stewardship, Compliance and Accountability, Budgetary Information.

The Statement of Revenues, Expenditures and Changes in Fund Balance—Budget (Non-GAAP Budgetary Basis) and Actual (Exhibit C-1) has been prepared by the Independent Public Auditor and shows the Original Budget, Final Budget, Actual Amounts, and Variance for each fund of the school district.

The June 30, 2009 revenue actual amount of \$25,202,990 was less than the final budgeted revenue of \$25,261,928 by \$58,938. The decrease in revenue was solely related to SEG funding based on the student count.

The June 30, 2009 actual expenditures of \$25,389,152 were \$1,895,743 less than the final budgeted expenditures of \$27,284,895. The majority of the savings occurred in Direct Instruction, Instructional Support, and Operation and Maintenance of Plant.

During the past five years, the district has reduced the number of staff although the total cost of salaries and benefits continues to increase. For FY08-09 the expenditure actual amounts were \$686,448 higher than in FY07-08, this is a result of the increase mandated by the State Legislature.

**CAPITAL ASSETS**

As indicated in the financial highlights above, the district worked very hard to improve the records for capital assets. At the end of the year, the school district had over \$49,482,618, net of depreciation invested in a broad range of capital assets including, land, buildings, parking lots, athletic fields, school grounds, vehicles, and equipment. This represents an increase of \$220,510 or .01% from the year ended June 30, 2008. This increase is a result of the district refining the list for additions and also disposing of the obsolete or damaged equipment.

At the beginning of the year, depreciable assets were valued at \$75,111,381. There were additions of \$4,363,442 for the year, and deletions of \$ 1,849,689, for an ending balance of \$77,625,134. The total of accumulated depreciation is \$29,994,573, leaving the net value of equipment to just \$49,482,618. This is an indication that it will be necessary to start budgeting funds for the replacement of aged equipment in the future.

**GENERAL LONG TERM DEBT**

Article IX, Section 11 of the New Mexico Constitution allows a school district to incur local general obligation debt. The school district can incur such debt for “the purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving school grounds or purchasing computer software or hardware for student use in public classrooms or any combination of these purposes”. The approval of the debt is subject to a referendum of the local registered voters in the school district. The total debt shall not exceed 6% of the total assessed valuation of taxable property within the school district. The voters in the district have been very supportive of the school district and have voted and passed numerous referendums the past several years.

The Moriarty Edgewood Schools has maintained a level of indebtedness that approaches the maximum level allowed by law for the past several years. As soon as the district has bonding capacity, the board submits a referendum to the voters to approve the new amounts needed. The district has needed a lot of capital outlay funds the past several years due to the large enrollment growth experienced in early and mid 90's. The district has had to build two new elementary schools, made large additions to two other elementary schools, and built one new middle school. The district has begun to improve its older facilities that have been ignored in past years. Each time the district asks the voters to approve the General Obligation Bond the proposed bonds are structured to avoid a tax increase to property owners.

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The district still has considerable needs to renovate and improve health and safety issues throughout the district, expand the facilities at the high school, including the athletic facilities and for improving the facilities at Moriarty Middle School. Future bond issues will be needed to address these areas. In addition to funding the projects identified above, the school district will need to have funds available for technology, building maintenance, equipment replacement and to match Public School Critical Outlay Council projects that the district will be applying for and match at approximately 35% of the cost of the projects.

The amount of long-term debt at June 30, 2009 was \$26,120,000; it increased by \$1,565,000 from year ended June 30, 2008 of \$24,555,000. The amount due within one year is \$2,935,000. The district has always been able to make the principal and interest payments on a timely basis. At the end of the year, the Debt Service Fund Balance was \$3,060,672 as shown in Exhibit B-1. The district does not anticipate any difficulty in making future payments on a timely basis for the principal and interest.

**AGENCY FUNDS**

The school district, as a custodian, maintains and monitors special funds on behalf of schools and school activity groups. These Agency Funds are maintained by the school district and are intended to benefit a specific activity or interest and are generally raised by students for student use.

While each school site is responsible for the administration of the agency funds, the custody and use of these funds are in accordance with the Public Education Department regulations, and school district policy.

The Agency Funds Statement of Fiduciary Assets and Liabilities (Statement B) for the year ending June 30, 2009 shows the accumulated assets of all agency funds as \$334,996 or an increase of \$15,874 from June 30, 2008.

The district developed and implemented a manual for use by schools and departments for the administration and processing of all receipts and expenditures for activity funds during FY06-07. In FY 08-09 the Business office held an annual refresher training of the manual of procedures for the secretaries.

**FUTURE TRENDS**

It is expected that there will be double-digit inflation in the cost of gas and utilities. As the economy worsens and we move into a recession, increased costs are expected to affect the District in our every day purchases. This of course, will impact the district in terms of our annual budget.

In subsequent years, the cost of health and medical insurance benefits provided through the New Mexico Public Schools Insurance Authority is expected to continue documenting double-digit inflation increases. This greatly impacts the district budget.

The New Mexico Public Schools Insurance Authority also provides general liability, property damage and worker's compensation coverage for all school districts in New Mexico. It is anticipated that in the next several years, school districts will experience double-digit inflationary increases for this coverage. The funding formula should cover the premium increases for general liability, property damage and worker's compensation premium; however, due to high claims history of some districts, many districts will realize a budgetary shortfall.

In prior years, the district has experienced a decline in student enrollment. In fact it appeared that the 5% loss of students each year was primarily due to a decrease in birth rate, and to families moving out of the district. The district took steps to investigate the reasons for losing students; however, could find no evidence to substantiate enrollment of home school students, students attending private schools, or students attending charter or other nearby public schools could account for the loss of students. In fact, the district determined that there was also a decrease in enrollment for students in these categories. Due to these conditions, the district projected a decline of 80 to 100 students for FY



**STATE OF NEW MEXICO  
MORIARTY EDGEWOOD SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
UNAUDITED**

09/10. Student enrollment however, has increased by 92 students from the projected 09/10 student enrollment. We are unable to explain the increase as it has been noted in many grade levels throughout the district. Since the Public Education Department school funding formula is driven primarily by the number of students in the district, it is projected that revenue for the operational Fund will increase in growth units. The current economic conditions however, may have a detrimental affect on statewide budgets. The approval to relocate the Albuquerque Downs and Casino to Moriarty was expected to improve the economic conditions in the area; however, there has been little movement to begin construction. It is interesting to note that although the school district experienced a loss of students in previous years, the local economy continued to indicate a growth in population, and gross receipt tax collections. Assessed valuations have continued to increase by almost a 5% average the past few years.

The above factors will present many challenges and opportunities for the district to closely review programs, operations, and staffing patterns in order to identify ways in which to balance our budget. The board of education continues to seek staff and community input in order to develop long range plans for coping with the statewide budgetary challenges.

**Contacting the Moriarty Edgewood Schools**

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

Marla E. Lovato  
Coordinator of Business and Operations  
Moriarty Edgewood School District  
P.O. Box 2000  
Moriarty, New Mexico 87035

e-mail: [marla.lovato@moriarty.k12.nm.us](mailto:marla.lovato@moriarty.k12.nm.us)

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**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**MORIARTY - EDGEWOOD SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

Exhibit A-1  
(Page 1 of 2)

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Current assets:	
Cash and temporary investments	\$ 15,312,356
Receivables (net of allowance for uncollectibles)	870,885
Inventory	<u>72,311</u>
Total current assets	<u>16,255,552</u>
Noncurrent assets:	
Bond issuance costs (net of amortization of \$48,910)	182,304
Capital assets:	
Capital assets	79,477,191
Less accumulated depreciation	<u>(29,994,573)</u>
Total Capital assets	<u>49,482,618</u>
Total noncurrent assets	<u>49,664,922</u>
Total assets	<u><u>\$ 65,920,474</u></u>

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

Exhibit A-1  
(Page 2 of 2)

	<u><b>Governmental Activities</b></u>
<b>LIABILITIES AND NET ASSETS</b>	
Current liabilities:	
Accounts payable	\$ 445,292
Accrued salaries	-
Accrued interest	268,352
Deferred revenue	918
Current portion of long-term debt	2,935,000
Total current liabilities	<u>3,649,562</u>
Noncurrent liabilities:	
Accrued compensated absences	
Due within one year	83,763
Due in more than one year	65,814
Bond Premium, net of amortization of \$4,906	31,887
Bonds, loans and other payables:	
Due in more than one year	23,185,000
Total noncurrent liabilities	<u>23,366,464</u>
Total liabilities	<u>27,016,026</u>
Net assets:	
Invested in capital assets, net of related debt	23,362,618
Reserved for:	
Special Revenue funds	431,161
Capital Projects funds	9,872,001
Debt Service funds	2,917,337
General fund specific purposes	71,737
Unrestricted	<u>2,249,594</u>
Total net assets	<u>38,904,448</u>
Total liabilities and net assets	<u><u>\$ 65,920,474</u></u>

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2009**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction:		
Direct instruction	\$ 19,819,678	\$ 9,879
Support services:		
Students	3,264,856	10,149
Instruction	942,246	-
General Administration	882,166	-
School Administration	1,435,677	-
Central Services	1,645,572	-
Operation & Maintenance of Plant	6,253,123	-
Student Transportation	2,147,008	-
Other Support Services	-	-
Non-instructional support	-	158,046
Food Services	1,433,378	390,088
Capital Outlay	-	-
Interest on long-term debt	806,342	-
Total governmental activities	<u>\$ 38,630,046</u>	<u>\$ 568,162</u>

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

<b>Program Revenues</b>		<b>Net</b>
<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>(Expenses) Revenues and Changes in Net Assets</b>
\$ 3,382,964	\$ -	\$ (16,426,835)
-	472,903	(2,781,804)
-	-	(942,246)
-	-	(882,166)
-	-	(1,435,677)
-	-	(1,645,572)
-	-	(6,253,123)
4,137,965	-	1,990,957
-	-	-
833,863	-	991,909
-	-	(1,043,290)
-	-	-
-	-	(806,342)
<u>\$ 8,354,792</u>	<u>\$ 472,903</u>	<u>(29,234,189)</u>

**General Revenues:**

Property taxes:	
Levied for general purposes	222,139
Levied for debt service	3,811,322
Levied for capital projects	1,105,250
State aid not restricted	24,683,850
Unrestricted investment earnings	116,885
	<u>29,939,446</u>
Total general revenues	
	<u>29,939,446</u>
Change in net assets	705,257
Net assets - beginning	<u>38,199,191</u>
Net assets - ending	<u>\$ 38,904,448</u>

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2009

	General Fund		
	Operational	Transportation	Instructional Materials
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 1,661,461	\$ 902	\$ 64,059
Accounts receivable			
Taxes	19,337	-	-
Due from other governments	-	26	-
Other accounts receivable	8,614	-	-
Interfund receivable	727,749	-	-
Inventory	-	7,411	-
	<u>2,417,161</u>	<u>8,339</u>	<u>64,059</u>
<i>Total assets</i>	<u>\$ 2,417,161</u>	<u>\$ 8,339</u>	<u>\$ 64,059</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 62,009	\$ 661	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	-
Deferred revenue	7,889	-	-
	<u>69,898</u>	<u>661</u>	<u>-</u>
<i>Total liabilities</i>	<u>69,898</u>	<u>661</u>	<u>-</u>
<i>Fund Balances</i>			
Reserved:			
Reserved for inventory	-	7,411	-
Reserved for debt service funds	-	-	-
Reserved for special revenue funds	-	-	-
Reserved for capital projects funds	-	-	-
Reserved for specific purposes	-	267	64,059
Unreserved:			
Designated for subsequent year's expenditures reported in:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Undesignated, reported in:			
General Fund	2,347,263	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
	<u>2,347,263</u>	<u>7,678</u>	<u>64,059</u>
<i>Total fund balances</i>	<u>2,347,263</u>	<u>7,678</u>	<u>64,059</u>
<i>Total liabilities and fund balances</i>	<u>\$ 2,417,161</u>	<u>\$ 8,339</u>	<u>\$ 64,059</u>

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



Bond Building	Capital Projects SB-9 Fund	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 9,601,698	\$ 580,884	\$ 2,817,470	\$ 585,881	\$ 15,312,355
-	68,096	243,202	-	330,635
-	-	-	454,848	454,874
-	-	-	76,762	85,376
-	-	-	-	727,749
-	-	-	64,900	72,311
<u>\$ 9,601,698</u>	<u>\$ 648,980</u>	<u>\$ 3,060,672</u>	<u>\$ 1,182,391</u>	<u>\$ 16,983,300</u>
\$ 8,331	\$ 34,133	\$ -	\$ 340,158	\$ 445,292
-	-	-	-	-
-	-	-	727,749	727,749
-	43,718	143,335	918	195,860
<u>8,331</u>	<u>77,851</u>	<u>143,335</u>	<u>1,068,825</u>	<u>1,368,901</u>
-	-	-	64,900	72,311
-	-	2,917,337	-	2,917,337
-	-	-	431,161	431,161
9,593,367	571,129	-	(382,495)	9,782,001
-	-	-	-	64,326
-	-	-	-	-
-	-	-	-	-
-	-	-	-	2,347,263
-	-	-	-	-
-	-	-	-	-
<u>9,593,367</u>	<u>571,129</u>	<u>2,917,337</u>	<u>113,566</u>	<u>15,614,399</u>
<u>\$ 9,601,698</u>	<u>\$ 648,980</u>	<u>\$ 3,060,672</u>	<u>\$ 1,182,391</u>	<u>\$ 16,983,300</u>

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
 June 30, 2009

Exhibit B-1  
 (Page 2 of 2)

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

Fund balances - total governmental funds	\$	15,614,399
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets		49,482,618
Other assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:		
Property taxes		194,942
Bond issuance costs		182,304
Bond Premium		(31,887)
Other liabilities are not due and payable in the current period and therefore are not reported in the funds - accrued interest payable		(268,352)
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds		<u>(26,269,576)</u>
Net Assets of Governmental Activities in the Statement of Net Assets	\$	<u><u>38,904,448</u></u>

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2009

	General Fund		
	Operational	Transportation	Instructional Materials
<i>Revenues:</i>			
Taxes			
Taxes levied/assessed	\$ 224,996	\$ -	\$ -
Local sources			
Tuition	-	-	-
Investment income	7,950	-	-
Food services	-	-	-
District activities	6,377	-	-
Other revenue	141,698	-	1,208
State sources			
Unrestricted Grants	24,683,850	2,309,513	-
Restricted Grants	1,624	1,828,452	319,600
Federal sources			
Unrestricted Grants	61,634	-	-
Unrestricted -state passthrough	134,874	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>25,263,003</u>	<u>4,137,965</u>	<u>320,808</u>
<i>Expenditures:</i>			
Current:			
Instruction	16,181,475	-	290,365
Support Services			
Students	2,582,595	-	-
Instruction	637,795	-	20,924
General Administration	502,964	-	-
School Administration	1,341,676	-	-
Central Services	636,952	-	-
Operation & maintenance of plant	3,446,825	-	-
Student transportation	14,798	1,895,763	-
Other Support Services	-	-	-
Operation of Non-instructional Services	-	-	-
Food services operations	32,667	-	-
Capital outlay	-	2,290,942	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>25,377,747</u>	<u>4,186,705</u>	<u>311,289</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(114,744)</u>	<u>(48,740)</u>	<u>9,519</u>
<i>Other financing sources (uses)</i>			
Cash Transfer	-	-	-
Bond Premium	-	-	-
Bond Issuance Costs	-	-	-
Bonds issued	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(114,744)	(48,740)	9,519
<i>Fund balances - beginning of year</i>	2,462,007	56,418	54,540
Prior Period Adjustment	-	-	-
<i>Fund balances - end of year</i>	<u>\$ 2,347,263</u>	<u>\$ 7,678</u>	<u>\$ 64,059</u>

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

Bond Building	Capital Projects SB-9 Fund	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 1,120,158	\$ 3,874,063	\$ -	\$ 5,219,217
-	-	-	-	-
93,899	925	13,399	712	116,885
-	-	-	390,088	390,088
-	-	-	158,046	164,423
149	-	-	91,842	234,897
-	-	-	-	-
-	-	-	-	26,993,363
-	68,742	-	781,279	2,999,697
-	-	-	-	-
-	-	-	-	61,634
-	-	-	-	134,874
-	-	-	188,994	188,994
-	-	-	2,828,992	2,828,992
-	-	-	-	-
-	-	-	82,744	82,744
<u>94,048</u>	<u>1,189,825</u>	<u>3,887,462</u>	<u>4,522,697</u>	<u>39,415,808</u>
-	-	-	1,336,284	17,808,124
-	-	-	638,447	3,221,042
-	-	-	283,527	942,246
-	8,199	34,747	336,256	882,166
-	-	-	94,001	1,435,677
-	-	-	954,514	1,591,466
2,085,371	773,514	-	1,519	6,307,229
-	-	-	602	1,911,163
-	-	-	-	-
-	-	-	-	-
-	-	-	1,400,711	1,433,378
53,171	169,640	-	-	2,513,753
-	-	2,435,000	-	2,435,000
-	-	880,056	-	880,056
<u>2,138,542</u>	<u>951,353</u>	<u>3,349,803</u>	<u>5,045,861</u>	<u>41,361,300</u>
<u>(2,044,494)</u>	<u>238,472</u>	<u>537,659</u>	<u>(523,164)</u>	<u>(1,945,492)</u>
-	-	-	-	-
-	-	-	-	-
(44,695)	-	-	-	(44,695)
<u>4,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000,000</u>
<u>3,955,305</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,955,305</u>
1,910,811	238,472	537,659	(523,164)	2,009,813
7,682,556	332,657	2,379,678	636,730	13,604,586
-	-	-	-	-
<u>\$ 9,593,367</u>	<u>\$ 571,129</u>	<u>\$ 2,917,337</u>	<u>\$ 113,566</u>	<u>\$ 15,614,399</u>

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Exhibit B-2  
 (Page 2 of 2)

For the year Ended June 30, 2009

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

Net change in fund balances - total governmental funds	\$	2,009,813
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures:		
Current year capital expenditures		2,513,753
Depreciation expense		(2,293,243)

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

Decrease in Deferred Property taxes		(80,505)
-------------------------------------	--	----------

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

Decrease in accrued interest		87,086
Decrease in the liability for compensated absences		2,030
Amortization of bond issuance costs		(15,825)
Amortization of bond premium		2,453
Proceeds from bond premium		-
Expenditure for bond issuance costs		44,695
Proceeds from Bonds		(4,000,000)
Principal payments on bonds		2,435,000
		2,435,000

Net Activities of Governmental Activities in the Statement of Net Activities	\$	705,257
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The accompanying notes are an integral part of these financial statements.

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**OPERATIONAL FUND**

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ 270,949	\$ 270,949	\$ 313,212	\$ 42,263
State sources	24,885,427	24,885,427	24,685,474	(199,953)
Federal sources	105,552	105,552	196,354	90,802
Interest	-	-	7,950	7,950
<i>Total revenues</i>	<u>25,261,928</u>	<u>25,261,928</u>	<u>25,202,990</u>	<u>(58,938)</u>
<i>Expenditures:</i>				
Current:				
Instruction	14,593,839	16,735,707	16,178,972	556,735
Support Services				
Students	3,035,498	3,561,414	2,582,595	978,819
Instruction	16,692	674,690	637,884	36,806
General Administration	35,864	567,256	506,948	60,308
School Administration	1,136,711	1,365,632	1,341,676	23,956
Central Services	-	652,526	643,258	9,268
Operation & maintenance of plant	3,561,654	3,633,598	3,450,496	183,102
Student transportation	-	23,985	14,656	9,329
Other Support Services	26,801	26,801	-	26,801
Operation of Non-instructional Services				
Food services operations	25,000	43,286	32,667	10,619
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>22,432,059</u>	<u>27,284,895</u>	<u>25,389,152</u>	<u>1,895,743</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>2,829,869</u>	<u>(2,022,967)</u>	<u>(186,162)</u>	<u>1,836,805</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(2,829,869)	2,022,967	-	(2,022,967)
<i>Total other financing sources (uses)</i>	<u>(2,829,869)</u>	<u>2,022,967</u>	<u>-</u>	<u>(2,022,967)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(186,162)</u>	<u>(186,162)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,575,372</u>	<u>2,575,372</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,389,210</u>	<u>\$ 2,389,210</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (186,162)	
Adjustment to revenue for accruals and other deferrals			312	
Adjustment to expenditures for payables, prepaids and other accruals			71,106	
Net change in fund balance (GAAP basis)			<u>\$ (114,744)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TRANSPORTATION FUND**

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,008,892	2,008,892	4,137,965	2,129,073
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,008,892</u>	<u>2,008,892</u>	<u>4,137,965</u>	<u>2,129,073</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	1,927,513	1,908,720	1,863,721	44,999
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	2,290,943	2,290,942	1
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,927,513</u>	<u>4,199,663</u>	<u>4,154,663</u>	<u>45,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>81,379</u>	<u>(2,190,771)</u>	<u>(16,698)</u>	<u>2,174,073</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(81,379)	2,190,771	-	(2,190,771)
<i>Total other financing sources (uses)</i>	<u>(81,379)</u>	<u>2,190,771</u>	<u>-</u>	<u>(2,190,771)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(16,698)</u>	<u>(16,698)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>17,600</u>	<u>17,600</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 902</u>	<u>\$ 902</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (16,698)	
Adjustment to revenue for accruals and other deferrals			(31,866)	
Adjustment to expenditures for payables, prepaids and other accruals			(176)	
Net change in fund balance (GAAP basis)			<u>\$ (48,740)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**INSTRUCTIONAL MATERIALS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 1,208	\$ 1,208
State sources	329,720	329,720	339,252	9,532
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>329,720</u>	<u>329,720</u>	<u>340,460</u>	<u>10,740</u>
<i>Expenditures:</i>				
Current:				
Instruction	156,945	349,100	290,365	58,735
Support Services				
Students	-	-	-	-
Instruction	19,652	24,315	20,924	3,391
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>176,597</u>	<u>373,415</u>	<u>311,289</u>	<u>62,126</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>153,123</u>	<u>(43,695)</u>	<u>29,171</u>	<u>72,866</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(153,123)	43,695	-	(43,695)
<i>Total other financing sources (uses)</i>	<u>(153,123)</u>	<u>43,695</u>	<u>-</u>	<u>(43,695)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>29,171</u>	<u>29,171</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>34,888</u>	<u>34,888</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,059</u>	<u>\$ 64,059</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 29,171	
Adjustment to revenue for accruals and other deferrals			(19,652)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 9,519</u>	

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

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
June 30, 2009

Exhibit D

**ASSETS**

*Current Assets*

Cash \$ 334,996

*Total assets* \$ 334,996

**LIABILITIES**

*Current Liabilities*

Deposits held in trust for others \$ 334,996

*Total liabilities* \$ 334,996

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

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

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

A. *Financial Reporting Entity*

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

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

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

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

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

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

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

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

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



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

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

The government reports the following major governmental funds:

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

The *Transportation Fund* is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school aged children. Authority for the creation of this fund is the NM Public Education Department.

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

The *Bond Building Fund* is to account for the costs associated with erecting, remodeling, additions and furnishings to schools buildings. Authority for the creation of this fund is the various bond issuances.

The *SB-9 Capital Project Fund* is used to account for expenditures of property taxes levied and state matching funds restricted to maintenance and capital improvement projects as adopted by school board resolution. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10.

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. Authority for the creation of this fund is the various bond issuances.

Additionally, the government reports the following fund types:

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

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

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

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

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

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

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

The District receives monthly income from a tax levy in Bernalillo, Santa Fe, and Tarrant Counties. The funds are collected by the County Treasurers and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurers in July and August 2009 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2009.

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

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

**Instructional Materials:** The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the New Mexico Public Education Department "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. The districts are allowed to carry forward unused allocations from year to year.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

**Inventory:** Inventory is valued at cost utilizing the purchase basis of accounting. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The costs of purchased food are recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories. Non-commodity inventories are equally offset by a fund balance reserve, which indicates that they do not constitute “available spendable resources” even though they are a component of net current assets.

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

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

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

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

<u>Assets</u>	<u>Years</u>
Land improvements	20
Buildings	50
Building improvements	20
Furniture, fixtures and equipment	5-20
Capital leases	20
Library books	5

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

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

**Deferred Revenues:** Accounting principles generally accepted in the United States of America require that grant revenue be recognized at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be “available” under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

**Compensated Absences:** The District permits administrative employees to accumulate a limited amount of earned but unused vacation, which will be paid if not used, upon termination from the District. Accumulated sick leave benefits vest with each employee in accordance with District policy. All vacation pay and applicable accumulated sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. No liability is reported for unpaid accumulated sick leave, as no payment is required upon termination of service by employees.

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

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

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

*Invested in capital assets, net of related debt:*

Consists of net 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 these assets.

*Restricted:*

Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. The District’s policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

*Unrestricted:*

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

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

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

E. *Revenues*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$24,683,850 in state equalization guarantee distributions during the year ended June 30, 2009.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$5,174,450 in tax revenues in the governmental fund financial statements during the year ended June 30, 2009. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

**Transportation Distribution:** School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$1,828,452 in transportation distributions during the year ended June 30, 2009. The District also received 2,309,513 in emergency funding for transportation for the year ended June 30, 2009.

**Instructional Materials:** The District had allocations allowed by the State for the current year of \$317,743. The full amount of allocations used to purchase textbooks during the year was \$311,289. Allocations received and utilized are reflected in revenue and expenditures of the General Fund.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

*Budgetary Information*

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

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

Actual expenditures may not exceed the budget on a line item basis, i.e., each budgeted expenditure must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series' this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting is open for the general public unless a closed meeting has been called.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
6. Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

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

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

**NOTE 3. Cash and Temporary Investments**

State statutes authorize the investment of the District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2009.

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

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

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

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

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Deposits in a non interest bearing account will be insured for the entire balance through December 2009.

Deposits

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

<u>Type</u>	<u>Wells Fargo Bank</u>	<u>First Community Bank</u>
Total Deposits	\$ 3,931,302	\$ 2,817,470
Less: FDIC Coverage	<u>(3,931,302)</u>	<u>(2,817,470)</u>
Uninsured Amount	-	-
50% Collateral requirement	-	-
Pledged Securities	<u>1,561,008</u>	<u>2,932,104</u>
(Over) Under collateralized	<u>\$ (1,561,008)</u>	<u>\$ (2,932,104)</u>

<u>Type</u>	<u>Wells Fargo Bank Money Market</u>
Total Deposits	\$ 10,584,861
Less: FDIC Coverage	<u>(250,000)</u>
Uninsured Amount	10,334,861

100% of this fund is invested in U.S. Government Securities, no collateral is required.

Custodial Credit Risk-Deposits	
Account Balance	\$ 17,333,633
FDIC Insured	6,748,772
US Government Insured in District's Name	10,584,861
Collateral:	
Collateral held by the pledging Bank or by its trust department or agent not in the District's name	-
Uninsured and uncollateralized	<u>-</u>
Total Deposits	<u>\$ 17,333,633</u>

Custodial credit risk is the risk that in the event of a bank failure, the governments' deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2009, none of the District's bank balance of \$17,333,633 was exposed to custodial credit risk.

**Reconciliation of Cash and Temporary Investments**

Governmental Funds - Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 15,312,335
Cash and cash equivalents per Exhibit D	334,996
Add outstanding checks and other reconciling items	<u>1,686,302</u>
	<u>\$ 17,333,633</u>



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

**NOTE 4. Accounts Receivable and Deferred Revenue**

Accounts receivable as of June 30, 2009, are as follows:

	General Fund	Debt Service	Capital Projects SB-9	Other Governmental Funds	Total
Property taxes	\$ 19,337	\$ 243,202	\$ 68,096	\$ -	\$ 330,635
Due from other governments:					
Medicaid Title XIX	-	-	-	9,519	9,519
Public Education Department:					
General Fund	8,614	-	-	-	8,614
Transportation	26	-	-	-	26
Non Instructional Support	-	-	-	410	410
Title I	-	-	-	95,099	95,099
IDEA B Entitlement	-	-	-	220,571	220,571
IDEA B Discretionary	-	-	-	26,726	26,726
IDEA B- Preschool	-	-	-	172	172
Education of Homeless	-	-	-	4,380	4,380
Fresh Fruits and Vegetables	-	-	-	6,715	6,715
School Improvement	-	-	-	17,353	17,353
Title V Innovative Education	-	-	-	657	657
English Language Acquisition	-	-	-	2,087	2,087
Teacher Training & Recruiting	-	-	-	32,905	32,905
Wallace Foundation	-	-	-	38,254	38,254
Schools in need of Improvement	-	-	-	18,165	18,165
Public Schools Capital Outlay	-	-	-	58,597	58,597
	<u>\$ 27,977</u>	<u>\$ 243,202</u>	<u>\$ 68,096</u>	<u>\$ 531,610</u>	<u>870,885</u>

The above receivables are deemed 100% collectible.

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**Deferred Revenues**

Deferred revenue represents advances on grants and deferred property taxes which have not been earned at June 30, 2009.

	General Fund	Debt Service Funds	Capital Projects Funds	Other Governmental Funds	Total
Property taxes	\$ 7,889	\$ 143,335	\$ 43,718	\$ -	\$ 194,942
Due from other governments:					
Title III Immigrant Funding	-	-	-	52	52
Comprehensive School Reform	-	-	-	87	87
Safe & Drug Free Schools	-	-	-	779	779
	<u>\$ 7,889</u>	<u>\$ 143,335</u>	<u>\$ 43,718</u>	<u>\$ 918</u>	<u>\$ 195,860</u>

**NOTE 5. Accounts Payables**

Accounts payable as of June 30, 2009, are as follows:

Payable to suppliers	\$ 445,292
Accrued interest	<u>268,352</u>
Total accounts payable and accrued expenses	<u><u>\$ 713,644</u></u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
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**NOTE 6. Interfund Receivables, Payables, and Transfers**

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

The composition of interfund balances during the year ended June 30, 2009 is as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 727,749	\$ -
Title I	-	95,099
Nonmajor Funds:		
Idea B Entitlement	-	219,427
Transition Specialist Cadre	-	26,726
IDEA B Preschool	-	172
Education of Homeless	-	4,380
School Improvement	-	17,353
Technology Literacy	-	6,715
Title V Innovative Education	-	657
English Language Acquisition	-	2,087
Teacher/Principal Training	-	32,632
Wallace Foundation	-	38,027
Schools in need of Improvement	-	22,060
Special Capital Outlay State	-	262,414
	<u>\$ 727,749</u>	<u>\$ 727,749</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
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 June 30, 2009

**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2009 follows. Land is not subject to depreciation.

	Balance <u>June 30, 2008</u>	Addition and <u>Transfers In</u>	Deletions and <u>Transfers Out</u>	Balance <u>June 30, 2009</u>
Capital assets not being depreciated:				
Land	\$ 1,427,529	\$ -	\$ -	\$ 1,427,529
Water rights	424,528	-	-	424,528
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets not being depreciated	<u>1,852,057</u>	<u>-</u>	<u>-</u>	<u>1,852,057</u>
Capital assets being depreciated:				
Land improvements	2,041,326	-	-	2,041,326
Buildings and improvements	68,511,542	1,142,061	988,367	68,665,236
Equipment and vehicles	3,552,290	2,425,006	861,332	5,115,974
Library books	<u>1,006,223</u>	<u>796,375</u>	<u>-</u>	<u>1,802,598</u>
Total capital assets being depreciated	<u>75,111,381</u>	<u>4,363,442</u>	<u>1,849,689</u>	<u>77,625,134</u>
Total capital assets	<u>76,963,438</u>	<u>4,363,442</u>	<u>1,849,689</u>	<u>79,477,191</u>
Less accumulated depreciation:				
Land improvements	266,468	38,343	-	304,811
Buildings and improvements	23,946,626	1,032,668	-	24,979,294
Equipment and vehicles	2,548,573	863,791	-	3,412,364
Library books	<u>939,663</u>	<u>358,441</u>	<u>-</u>	<u>1,298,104</u>
Total accumulated depreciation	<u>27,701,330</u>	<u>2,293,243</u>	<u>-</u>	<u>29,994,573</u>
Total capital assets net of depreciation	<u>\$ 49,262,108</u>	<u>\$ 2,070,199</u>	<u>\$ 1,849,689</u>	<u>\$ 49,482,618</u>

Capital assets, net of accumulated depreciation, at June 30, 2009 appear in the Statement of Net Assets as follows:

Governmental activities                      \$ 49,482,618

Depreciation expense for the year ended June 30, 2009 was charged to the following functions and funds:

Governmental activities:	
Direct instruction	\$ 2,011,554
Instructional support	45,844
Transportation	235,845
	<u>\$ 2,293,243</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
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**NOTE 8. Long-term Debt**

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2009 are for governmental activities.

Bonds outstanding at June 30, 2009, are comprised of the following:

	Series 11/1/1997			
Original Issue:	2,600,000			
Principal:	July 1			
Interest:	1 July 1 January 2			
	Series                  Series                  Series                  Series 10/1/1998              1/1/2000              1/1/2001              1/1/2002			
Original Issue:	2,850,000	2,150,000	3,000,000	3,000,000
Principal:	July 1	July 1	July 1	July 1
Interest:	July 1 January 1	July 1 January 1	July 1 January 1	July 1 January 1
	Series                  Series                  Series                  Series 7/1/2002                7/15/2003              1/15/2004              9/15/2004			
Original Issue:	1,000,000	2,000,000	1,500,000	1,700,000
Principal:	July 1	July 1	July 1	July 1
Interest:	July 1 January 1	July 1 January 1	July 1 January 1	July 1 January 1
	Series                  Series                  Series                  Series 7/15/2006              7/15/2006              5/15/08                1/15/09			
Original Issue:	1,300,000	1,500,000	7,500,000	4,000,000
Principal:	July 1	July 15	May 15	July 15
Interest:	July 1 January 1	July 15 January 15	May 15 November 15	July 15 January 1

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
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**NOTE 8. Long-term Debt (continued)**

The following is a summary of the long-term debt and the activity for the year ended June 30, 2009:

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009	Due Within One Year
General obligation bonds					
Series 9/1/1996	\$250,000	\$ -	\$250,000	\$ -	\$ -
General obligation bonds					
Series 11/1/1997	550,000	-	250,000	300,000	300,000
General obligation bonds					
Series 10/1/1998	1,300,000	-	500,000	800,000	500,000
General obligation bonds					
Series 1/1/2000	1,325,000	-	275,000	1,050,000	500,000
General obligation bonds					
Series 1/1/2001	2,560,000	-	235,000	2,415,000	245,000
General obligation bonds					
Series 1/1/2002	2,645,000	-	230,000	2,325,000	240,000
General obligation bonds					
Series 7/15/2003	665,000	-	60,000	605,000	90,000
General obligation bonds					
Series 1/15/2004	2,000,000	-	130,000	1,870,000	175,000
General obligation bonds					
Series 9/15/04	1,260,000	-	110,000	1,150,000	110,000
Bond Anticipation Note					
Series 7/15/2005	1,700,000	-	-	1,700,000	-
General obligation bonds					
Series 7/15/2006	1,500,000	-	145,000	1,355,000	170,000
General obligation bonds					
Series 7/15/2006	1,300,000	-	-	1,300,000	-
General obligation bonds					
Series 5/15/2008	7,500,000	-	250,000	7,250,000	400,000
General obligation bonds					
Series 1/15/09	-	4,000,000	-	4,000,000	200,000
	\$ 24,555,000	\$ 4,000,000	\$2,435,000	\$26,120,000	\$2,935,000
Compensated absences	151,607	144,723	146,753	149,577	83,763
	\$ 24,706,607	\$ 4,144,723	\$ 2,581,753	\$ 26,269,577	\$ 3,018,763

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

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

The annual requirements to amortize the General Obligation Bonds as of June 30, 2009, including interest payments are as follows:

**Total Debt Service:**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	2,935,000	944,427	3,879,427
2011	3,695,000	824,419	4,519,419
2012	3,120,000	696,670	3,816,670
2013	3,235,000	581,484	3,816,484
2014	4,620,000	496,736	5,116,736
2015-2019	8,515,000	650,306	9,165,306
	\$ 26,120,000	\$ 4,194,042	\$ 30,314,042

**Series 11/1/97**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	300,000	7,125	307,125
	\$ 300,000	\$ 7,125	307,125

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
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**NOTE 8. Long-term Debt (continued)**

**Series 10/1/98**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	500,000	22,763	522,763
2011	300,000	6,225	306,225
	<u>\$ 800,000</u>	<u>\$ 28,988</u>	<u>\$ 828,988</u>

**Series 1/1/00**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	500,000	40,550	540,550
2011	550,000	14,025	564,025
	<u>\$ 1,050,000</u>	<u>\$ 54,575</u>	<u>\$ 1,104,575</u>

**Series 1/1/01**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	245,000	108,124	353,124
2011	255,000	96,249	351,249
2012	270,000	45,096	315,096
2013	280,000	69,693	349,693
2014	295,000	55,318	350,318
2015-2019	980,000	73,707	1,053,707
	<u>\$ 2,325,000</u>	<u>\$ 448,186</u>	<u>\$ 2,773,186</u>



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

**Series 1/1/02**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	240,000	112,362	352,362
2011	250,000	101,025	351,025
2012	260,000	47,544	307,544
2013	270,000	74,018	344,018
2014	285,000	60,101	345,101
2015-2019	1,110,000	98,618	1,208,618
	\$ 2,415,000	\$ 493,668	\$ 2,908,668

**Series 7/15/03**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	90,000	22,207	112,207
2011	195,000	16,740	211,740
2012	105,000	6,469	111,469
2013	105,000	6,638	111,638
2014	110,000	13,275	123,275
	\$ 605,000	\$ 65,329	\$ 670,329

**Series 1/15/04**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	175,000	50,047	225,047
2011	300,000	43,623	343,623
2012	330,000	19,824	349,824
2013	340,000	25,978	365,978
2014	355,000	16,159	371,159
2015-2019	370,000	5,550	375,550
	\$ 1,870,000	\$ 161,181	\$ 2,031,181

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

**Series 9/15/04**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	115,000	36,551	151,551
2011	115,000	33,475	148,475
2012	120,000	15,933	135,933
2013	125,000	26,114	151,114
2014	125,000	21,958	146,958
2015-2019	550,000	41,460	591,460
	<u>\$ 1,150,000</u>	<u>\$ 175,490</u>	<u>\$ 1,325,490</u>

**Series 7/15/05**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	-	60,525	60,525
2011	-	60,525	60,525
2012	250,000	46,713	296,713
2013	250,000	38,400	288,400
2014	1,200,000	33,725	1,233,725
	<u>\$ 1,700,000</u>	<u>\$ 272,888</u>	<u>\$ 1,939,888</u>

**Series 7/15/06**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	170,000	44,260	214,260
2011	180,000	38,220	218,220
2012	185,000	17,535	202,535
2013	190,000	25,271	215,271
2014	200,000	18,445	218,445
2015-2019	430,000	15,172	445,172
	<u>\$ 1,355,000</u>	<u>\$ 158,903</u>	<u>\$ 1,513,903</u>

**STATE OF NEW MEXICO**  
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**NOTE 8. Long-term Debt (continued)**

**Series 7/15/06**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	-	49,750	49,750
2011	200,000	46,150	246,150
2012	200,000	38,850	238,850
2013	200,000	31,400	231,400
2014	700,000	57,675	757,675
	<u>\$ 1,300,000</u>	<u>\$ 223,825</u>	<u>\$ 1,523,825</u>

**Series 5/15/08**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	400,000	221,663	621,663
2011	1,100,000	209,663	1,309,663
2012	1,150,000	176,663	1,326,663
2013	1,225,000	142,163	1,367,163
2014	1,350,000	105,413	1,455,413
2015-2019	2,025,000	78,075	2,103,075
	<u>\$ 7,250,000</u>	<u>\$ 933,640</u>	<u>\$ 8,183,640</u>

**Series 1/15/2009**

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2010	\$ 200,000	\$ 168,500	\$ 368,500
2011	250,000	158,500	408,500
2012	250,000	146,000	396,000
2103	250,000	133,500	383,500
2014	-	121,000	121,000
2015-2019	3,050,000	304,000	3,354,000
	<u>\$ 4,000,000</u>	<u>1,031,500</u>	<u>\$ 5,031,500</u>

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2008, compensated absences decreased \$2,030 from the prior year accrual. See Note 1 for more details.

In prior years, the general fund was typically used to liquidate long-term liabilities other than bond debt. General obligation bonds are liquidated by the debt service fund.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
June 30, 2009

**NOTE 9. Risk Management**

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

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

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2009, there have been no claims that have exceeded insurance coverage.

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

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

A. Deficit fund balance of individual funds.

Schools in need of improvement	\$3,895
--------------------------------	---------

The District plans on covering this deficit by the receipt of grant proceeds or a transfer from the General Fund.

B. Excess of expenditures over appropriations by fund and function.

None

**NOTE 11. ERA Pension Plan**

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

*Funding Policy.* Plan members are required to contribute 7.9% of their gross salary. The District is required to contribute 11.65% of the gross covered salary. The contribution requirements of plan members and the District are established under Chapter 22, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERA for the years ended June 30, 2009, 2008, and 2007, were \$2,269,648, \$2,013,224, and \$1,814,326, respectively.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
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June 30, 2009

**NOTE 12. Post-Employment Benefits**

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

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

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

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

The Retiree Health Care Authority issued a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd., NE, Suite 104, Albuquerque, New Mexico 87109.

For the years ended June 30, 2009, 2008, and 2007, the District remitted \$250,262, \$240,142, and \$232,434, in employer contributions and \$125,125, \$120,071, and \$116,217, in employee contributions, respectively.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
Notes to the Financial Statements  
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**NOTE 13. Contingent Liabilities**

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

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

**NOTE 14. Memorandum of Understanding**

Purpose: To provide reimbursement to Moriarty-Edgewood School District for providing services outlined in the New Mexico State Action for Education Leadership Project Work plan for the Wallace Foundation.

Participants: Department of Finance and Administration and Moriarty-Edgewood School District

Responsible Party for Operation and Audit: Department of Finance and Administration

Beginning and Ending Date of Agreement: July 1, 2008 to June 30, 2009

Total Estimated Amount of Project and Actual Amount Contributed: \$84,700.

**NOTE 15. Commitments**

At June 30, 2009, Moriarty-Edgewood Schools had the following outstanding commitments on contracts:

DKG Contract: Total contract price of \$1,077,660 to re-roof two elementary schools. As of June 30, 2009, the District has made no payments on this contract.

WWRC, Inc.: Total contract price of \$5,260,600, to construct the high school performing arts center, of which the District made payments of \$186,341 during the year with an outstanding balance due of \$5,074,260 at June 30, 2009.

**NOTE 16. Subsequent Accounting Standard Pronouncements**

In August 2008, the Governmental Accounting Standards Board (GASB) issued Statement No 53, Accounting and Financial Reporting for Derivative Instruments, which is effective for financial statements for periods beginning after June 15, 2009. The Statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by State and Local Governments. The District is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming year.

In April 2009, the Governmental Standards Board (GASB) issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which is effective for financial statements for periods beginning after June 30, 2010. Early implementation is encouraged. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The District is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming year.

**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

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**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
June 30, 2009

**SPECIAL REVENUE FUNDS**

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

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

**Non-Instructional Support** - This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

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

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

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

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

**ELL Title III Incentive Award** –This is awarded to Schools who implement successful programs serving the needs of English Language Learners. Authority for the creation of this fund is Title III, Part A of the ESEA, as amended by No Child Left Behind Act, P.L. 107-110.

**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
June 30, 2009

**SPECIAL REVENUE FUNDS**

**Education of Homeless** - The purpose of this money is to be used to purchase school supplies and backpacks for identified students to start the school year. In addition, it will also be used to purchase clothing, food, and other such items that may be needed during the school year. This money will also be used in case of emergencies or unexpected catastrophes. For example, if a student suddenly loses housing it could be used to pay for housing expenses, clothing, or gift cards. It will also be used in cases of student with unexpected medical needs (i.e. glasses, appointments) and for transportation. Funds are acquired from the New Mexico State Department of Education through PL.101-64, as amended, its regulations, applicable provisions of the General Education Provisions Act (GEPA) and the Education Department General Administrative Regulations (EDGAR) govern the administration of the program.

**Fruits & Vegetables** - The purpose of this money is to create a healthier school environment by providing healthier food choices, by increasing the consumption of fruits and vegetables. This program will expand the variety of fruits and vegetables children experience, making a difference in the children's diets to impact their present and future health. Funds are acquired from the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2006, signed November 10, 2005, Public Law 109-97.

**Enhancing Education thru Technology** – This fund is to account for funds distributed by the U.S. Department of Education through the State Department of Education to provide for video transfer and satellite down linking to enhance classroom instruction, student outcomes, and professional development. Funds are required by the New Mexico State Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund. The authority for this fund is Public Law 105-332.

**School Improvement** - The purpose of this program is to improve academic achievement. Authority for the creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-1003g.

**Comprehensive School Reform** - The purpose of this program is to improve student achievement by supporting the implementation of comprehensive school reforms based on scientifically based research and effective practices so that children can meet challenging State content and academic achievement standards. Funds are acquired from federal sources through the New Mexico Department of Finance and Administration.

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

**English Language Acquisition** – The purpose of this fund is to give financial support to local school districts with high concentrations of immigrant children. Authority for the creation of this fund is Title III, Part A of the ESEA, as amended by No Child Left Behind Act, P.L. 107-110.

**Teacher/Principal Training** – The purpose of this fund is to improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is Title II of the Elementary and Secondary Education Act (ESEA) of 1965 as amended, Public Law 103-382.

**Safe and Drug Free Schools** – The purpose of this fund is to establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. Authority for creation of this fund is P.L. 99-570,100-297, 100-690, 101-226, and 101-647.21.

**Immigrant Funding Title III** – The purpose of this fund is to give financial support to local school districts with high concentrations of immigrant children. Authority for the creation of this fund is Title III, Part A of the ESEA, as amended by No Child Left Behind Act, P.L. 107-110.

**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
June 30, 2009

**Title XIX Medicaid** – The objective of this program is to provide federal funds for the implementation of the Medical Assistance Program Medicaid providing payments for medical assistance to low-income persons who are age 65 or over, blind, disabled, or members of families with dependent children or qualified pregnant women or children. Authority for creation of the Title XIX Medical Assistance Program is the Medicaid Title XIX of the Social Security Act, as amended, (42 USC 1396, et seq.)

**LANL Foundation** – Responding to urgent needs in northern New Mexico requires a degree of flexibility not available through annual grant cycles. To assist with small (\$1,000 or less) requests for community, cultural and educational projects and events, the Foundation allocates a small amount of grant funds toward the Small Grants Program. Authority for creation of this fund is PED fund number 25113.

**Wallace Foundation** - The purpose of this program is to provide funding to develop the use and understanding of accountability to build effective leaders in the educational system along with improving student achievement. Funds are acquired from federal sources through the New Mexico Department of Finance and Administration. Funding is provided by the Wallace Foundation a private funding for the State Action for Education Leadership Project.

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

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

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

**Breakfast for Elementary Students** – The objective of this program is to provide breakfast to all elementary students. Funding is provided by the New Mexico Public Education Department. Authority for creation of this fund is NMSA 22-2-8-10.

**Schools in need of Improvement** – The objective of this program is to provide funding for materials for the SRA Corrective Reading Program and the Navigator Math combination packages. Funding is provided by the New Mexico Public Education Department. Authority for creation of this fund is NMSA 22-2-8-10.

**After School Enrichment Program** – The objective of this program is to provide before and after school physical activity for all students of the school. Funding is provided by the New Mexico Public Education Department. Authority for creation of this fund is NMSA 22-2-8-10.

**SB 301 Libraries GO Bond Laws of 2006** – The objective of this program is to provide funding for the improvement or acquisition of library materials for public schools. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is the Legislation in SB 301, Laws of 2006.

**SB 471 Libraries**– The objective of this program is to provide funding for the improvement or acquisition of library materials for public schools. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is the Legislation in SB 471.

**Qwest Foundation**– The objective of this program is to provide funding for technology and innovation in education. Funding is provided by the Qwest.

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**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
June 30, 2009  
**CAPITAL PROJECTS FUNDS**

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

The District has six separate funds classified as non-major Capital Projects Funds as follows:

**Public Schools Capital Outlay** – This fund is used to account for resources received from the Department of Education state equalization guarantee for use in remodeling and equipping classroom facilities.

**Special Capital Outlay-Local** – The purpose of this fund is to account for the Critical Capital Outlay appropriation from the State of New Mexico.

**Special Capital Outlay State** – The District was selected to receive special capital outlay appropriations. The appropriations are funded by State Severance Tax Bonds, the State General Fund, or the State Highway Division.

**Public Schools Capital Outlay 20%** – The purpose of this fund is to account for resources received from the local ad valorem tax levy for use in remodeling and equipping classroom facilities.

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 June 30, 2009

	Special Revenue Funds		
	Food Services	Non-Instructional Support	Title I
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 33,592	\$ 173,157	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	410	95,099
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	64,900	-	-
<i>Total assets</i>	\$ 98,492	\$ 173,567	\$ 95,099
 <b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 1,792	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	95,099
Deferred revenue	-	-	-
<i>Total liabilities</i>	1,792	-	95,099
 <i>Fund Balances</i>			
Reserved:			
Reserved for inventory	64,900	-	-
Reserved for special revenue funds	31,800	173,567	-
Reserved for capital projects funds	-	-	-
Unreserved:			
Designated for subsequent year's expenditures reported in:			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Undesignated, reported in:			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
<i>Total fund balances</i>	96,700	173,567	-
<i>Total liabilities and fund balances</i>	\$ 98,492	\$ 173,567	\$ 95,099

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



<u>IDEA-B Entitlement</u>	<u>IDEA-B Discretionary</u>	<u>IDEA-B Preschool</u>	<u>Education of Homeless</u>	<u>Fruits &amp; Vegetables</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
220,571	26,726	172	4,380	6,715
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 220,571</u>	<u>\$ 26,726</u>	<u>\$ 172</u>	<u>\$ 4,380</u>	<u>\$ 6,715</u>

\$ 1,144	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
219,427	26,726	172	4,380	6,715
-	-	-	-	-
<u>220,571</u>	<u>26,726</u>	<u>172</u>	<u>4,380</u>	<u>6,715</u>

-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 220,571</u>	<u>\$ 26,726</u>	<u>\$ 172</u>	<u>\$ 4,380</u>	<u>\$ 6,715</u>

STATE OF NEW MEXICO  
MORIARTY-EDGEWOOD SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2009

	Special Revenue Funds			
	Enhancing Educaton Thru Technology	School Improvement	Comprehensive School Reform	ELL Title III Incentive Awards
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 87	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	17,353	-	-
Other accounts receivable	-	-	-	-
Interfund receivable	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 17,353</u>	<u>\$ 87</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-	-
Interfund payable	-	17,353	-	-
Deferred revenue	-	-	87	-
<i>Total liabilities</i>	<u>-</u>	<u>17,353</u>	<u>87</u>	<u>-</u>
<i>Fund Balances</i>				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for special revenue funds	-	-	-	-
Reserved for capital projects funds	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures reported in:				
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Undesignated, reported in:				
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 17,353</u>	<u>\$ 87</u>	<u>\$ -</u>

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

Title V Part A, Innovative Pro Strategies	English Lang Acquisition	Teacher/ Principal Training	Safe and Drug Free Schools	Title III Immigrant Funding	Reading First
\$ -	\$ -	\$ -	\$ 779	\$ 52	\$ -
-	-	-	-	-	-
657	2,087	32,905	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>657</u>	<u>2,087</u>	<u>32,905</u>	<u>779</u>	<u>52</u>	<u>-</u>

\$ -	\$ -	\$ 273	\$ -	\$ -	\$ -
-	-	-	-	-	-
657	2,087	32,632	-	-	-
-	-	-	779	52	-
<u>657</u>	<u>2,087</u>	<u>32,905</u>	<u>779</u>	<u>52</u>	<u>-</u>

-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>657</u>	<u>2,087</u>	<u>32,905</u>	<u>779</u>	<u>52</u>	<u>-</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 June 30, 2009

	Special Revenue Funds		
	Title XIX Medicaid	LANL Foundation	Wallace Foundation
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 146,087	\$ 8,530	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	9,519	-	38,254
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ 155,606	\$ 8,530	\$ 38,254
 <b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 490	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	38,027
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	490	-	38,027
 <i>Fund Balances</i>			
Reserved:			
Reserved for inventory	-	-	-
Reserved for special revenue funds	155,116	8,530	227
Reserved for capital projects funds	-	-	-
Unreserved:			
Designated for subsequent year's expenditures reported in:			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Undesignated, reported in:			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
	-	-	-
<i>Total fund balances</i>	155,116	8,530	227
<i>Total liabilities and fund balances</i>	\$ 155,606	\$ 8,530	\$ 38,254

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

<u>Technology In Education</u>	<u>Incentives for School Improvement</u>	<u>Beginning Teacher Mentoring</u>	<u>Breakfast for Elementary Students</u>
\$ 22,051	\$ 33,550	\$ 1,885	\$ 2,961
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>22,051</u>	<u>33,550</u>	<u>1,885</u>	<u>2,961</u>

\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

-	-	-	-
22,051	33,550	1,885	2,961
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>22,051</u>	<u>33,550</u>	<u>1,885</u>	<u>2,961</u>
<u>\$ 22,051</u>	<u>\$ 33,550</u>	<u>\$ 1,885</u>	<u>\$ 2,961</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2009

	Special Revenue Funds				
	Schools in need of Improvement	After School Enrichment Program	SB 301 Libraries GO Bond Laws of 2006	SB 471 Library Book Allocation	Qwest Foundation
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 292	\$ 5,077
Accounts receivable					
Taxes	-	-	-	-	-
Due from other governments	-	-	-	-	-
Other accounts receivable	18,165	-	-	-	-
Interfund receivable	-	-	-	-	-
Inventory	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 18,165</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 292</u>	<u>\$ 5,077</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-	-	-
Interfund payable	22,060	-	-	-	-
Deferred revenue	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u>22,060</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>					
Reserved:					
Reserved for inventory	-	-	-	-	-
Reserved for special revenue funds	(3,895)	-	-	292	5,077
Reserved for capital projects funds	-	-	-	-	-
Unreserved:					
Designated for subsequent year's expenditures reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Undesignated, reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>(3,895)</u>	<u>-</u>	<u>-</u>	<u>292</u>	<u>5,077</u>
<i>Total liabilities and fund balances</i>	<u>\$ 18,165</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 292</u>	<u>\$ 5,077</u>

Capital Project Funds				
Public Schools Capital Outlay	Special Capital Outlay Local	Special Capital Outlay State	Public Schools Capital Outlay 20%	Total Nonmajor Governmental Funds
\$ -	\$ 121,503	\$ -	\$ 36,278	\$ 585,881
-	-	-	-	-
-	-	-	-	454,848
-	-	58,597	-	76,762
-	-	-	-	-
-	-	-	-	64,900
<u>\$ -</u>	<u>\$ 121,503</u>	<u>\$ 58,597</u>	<u>\$ 36,278</u>	<u>\$ 1,182,391</u>
\$ -	\$ -	\$ 336,459	\$ -	\$ 340,158
-	-	-	-	-
-	-	262,414	-	727,749
-	-	-	-	918
-	-	598,873	-	1,068,825
-	-	-	-	64,900
-	-	-	-	431,161
-	121,503	(540,276)	36,278	(382,495)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	121,503	(540,276)	36,278	113,566
<u>\$ -</u>	<u>\$ 121,503</u>	<u>\$ 58,597</u>	<u>\$ 36,278</u>	<u>\$ 1,182,391</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Food Service	Non-Instructional Support	Title I
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	400	-
Food services	390,088	-	-
District activities	-	158,046	-
Other revenue	-	410	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	759,649	-	764,209
Department of Interior	-	-	-
Other items	74,214	-	-
<i>Total revenues</i>	<u>1,223,951</u>	<u>158,856</u>	<u>764,209</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	187,129	650,685
Support Services			
Students	-	-	6,403
Instruction	-	-	46,890
General Administration	-	-	59,629
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	602
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	1,266,637	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>1,266,637</u>	<u>187,129</u>	<u>764,209</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(42,686)</u>	<u>(28,273)</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Non-operating emergency funding	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(42,686)	(28,273)	-
<i>Fund balances - beginning of year</i>	<u>139,386</u>	<u>201,840</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 96,700</u>	<u>\$ 173,567</u>	<u>\$ -</u>

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



Special Revenue Funds

IDEA-B Entitlement	IDEA-B Discretionary	IDEA-B Preschool	Education of Homeless	Fruits & Vegetables
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
928,846	26,726	42,396	11,771	26,965
-	-	-	-	-
-	-	-	-	-
<u>928,846</u>	<u>26,726</u>	<u>42,396</u>	<u>11,771</u>	<u>26,965</u>
224,667	23,847	1,643	7,719	-
428,043	-	21,645	4,052	-
-	-	-	-	-
191,987	2,879	19,108	-	-
64,026	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
20,123	-	-	-	26,965
-	-	-	-	-
<u>928,846</u>	<u>26,726</u>	<u>42,396</u>	<u>11,771</u>	<u>26,965</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2009

	Special Revenue Funds			
	Enhancing Education	School	Comprehensive	ELL Title III
	Thru Technology	Improvement	School Reform	Incentive Awards
<i>Revenues:</i>				
Taxes	\$	\$	\$	\$
Taxes levied/assessed	-	-	-	-
Local sources				
Tuition	-	-	-	-
Investment income	-	-	-	-
Food services	-	-	-	-
District activities	-	-	-	-
Other revenue	-	-	-	-
State sources				
Unrestricted Grants	-	-	-	-
Restricted Grants	-	-	-	-
Federal sources				
Unrestricted Grants	-	-	-	-
Unrestricted -state passthrough	-	-	-	-
Restricted Grants	-	-	-	-
Restricted -state passthrough	-	90,014	-	141
Department of Interior	-	-	-	-
Other items	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>90,014</u>	<u>-</u>	<u>141</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	89,552	-	-
Support Services				
Students	-	-	-	141
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	462	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>90,014</u>	<u>-</u>	<u>141</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers	-	-	-	-
Non-operating emergency funding	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statement

Title V Part A Innovative Ed Pro Strategies	English Language Acquisition	Teacher/ Principal Training	Safe and Drug Free Schools	Title III Immigrant Funding	Reading First
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
728	10,425	156,437	10,685	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>728</u>	<u>10,425</u>	<u>156,437</u>	<u>10,685</u>	<u>-</u>	<u>-</u>
715	10,225	26,111	351	-	-
-	-	1,620	10,129	-	-
-	-	89,891	-	-	-
13	200	38,815	205	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>728</u>	<u>10,425</u>	<u>156,437</u>	<u>10,685</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended June 30, 2009

	Special Revenue Funds		
	Title XIX Medicaid	LANL Foundation	Wallace Foundation
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	81,432
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	188,994	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	8,530	-
<i>Total revenues</i>	<u>188,994</u>	<u>8,530</u>	<u>81,432</u>
<i>Expenditures:</i>			
Current:			
Instruction	1,650	-	-
Support Services			
Students	158,667	-	-
Instruction	-	-	52,533
General Administration	-	-	22,144
School Administration	-	-	6,528
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>160,317</u>	<u>-</u>	<u>81,205</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>28,677</u>	<u>8,530</u>	<u>227</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Non-operating emergency funding	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	28,677	8,530	227
<i>Fund balances - beginning of year</i>	<u>126,439</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 155,116</u>	<u>\$ 8,530</u>	<u>\$ 227</u>

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

Special Revenue Funds			
Technology for Education	Incentives for School Improvement	Beginning Teacher Mentoring	Breakfast for Elementary Students
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
102,298	99,953	18,421	88,222
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>102,298</u>	<u>99,953</u>	<u>18,421</u>	<u>88,222</u>
-	38,403	16,536	-
-	4,549	-	-
80,247	-	-	-
-	1,276	-	-
-	22,175	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	85,261
-	-	-	-
<u>80,247</u>	<u>66,403</u>	<u>16,536</u>	<u>85,261</u>
<u>22,051</u>	<u>33,550</u>	<u>1,885</u>	<u>2,961</u>
-	-	-	-
-	-	-	-
-	-	-	-
22,051	33,550	1,885	2,961
-	-	-	-
<u>\$ 22,051</u>	<u>\$ 33,550</u>	<u>\$ 1,885</u>	<u>\$ 2,961</u>

STATE OF NEW MEXICO  
MORIARTY-EDGEWOOD SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009

	Special Revenue Funds				
	Schools in need of Improvement	After School Enrichment Program	SB 301 Libraries GO Bond Laws of 2006	SB 471 Library Book Allocation	Qwest Foundation
<i>Revenues:</i>					
Taxes	\$	\$	\$	\$	\$
Taxes levied/assessed	-	-	-	-	-
Local sources					
Tuition	-	-	-	-	-
Investment income	-	-	-	-	-
Food services	-	-	-	-	-
District activities	-	-	-	-	-
Other revenue	-	-	-	-	10,000
State sources					
Unrestricted Grants	-	-	-	-	-
Restricted Grants	57,815	-	-	10,409	-
Federal sources					
Unrestricted Grants	-	-	-	-	-
Unrestricted -state passthrough	-	-	-	-	-
Restricted Grants	-	-	-	-	-
Restricted -state passthrough	-	-	-	-	-
Department of Interior	-	-	-	-	-
Other items	-	-	-	-	-
<i>Total revenues</i>	<u>57,815</u>	<u>-</u>	<u>-</u>	<u>10,409</u>	<u>10,000</u>
<i>Expenditures:</i>					
Current:					
Instruction	57,051	-	-	-	-
Support Services					
Students	-	-	-	-	3,198
Instruction	3,849	-	-	10,117	-
General Administration	-	-	-	-	-
School Administration	810	-	-	-	-
Central Services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-instructional Services					
Food services operations	-	-	-	-	1,725
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>61,710</u>	<u>-</u>	<u>-</u>	<u>10,117</u>	<u>4,923</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,895)</u>	<u>-</u>	<u>-</u>	<u>292</u>	<u>5,077</u>
<i>Other financing sources (uses)</i>					
Transfers	-	-	-	-	-
Non-operating emergency funding	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(3,895)	-	-	292	5,077
<i>Fund balances - beginning of year</i>	-	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ (3,895)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 292</u>	<u>\$ 5,077</u>

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

Capital Project Funds		Capital Project Funds		Total Nonmajor Governmental Funds
Public School Capital Outlay	Special Capital Outlay Local	Special Capital Outlay State	Public Schools Capital Outlay 20%	
\$	\$	\$	\$	\$
-	-	-	-	-
-	-	-	-	-
-	239	-	73	712
-	-	-	-	390,088
-	-	-	-	158,046
-	-	-	-	91,842
-	-	-	-	-
(6,794)	-	410,955	-	781,279
-	-	-	-	-
-	-	-	-	-
-	-	-	-	188,994
-	-	-	-	2,828,992
-	-	-	-	-
-	-	-	-	82,744
<u>(6,794)</u>	<u>239</u>	<u>410,955</u>	<u>73</u>	<u>4,522,697</u>
-	-	-	-	1,336,284
-	-	-	-	638,447
-	-	-	-	283,527
-	-	-	-	336,256
-	-	-	-	94,001
-	-	954,514	-	954,514
-	-	-	1,519	1,519
-	-	-	-	602
-	-	-	-	-
-	-	-	-	1,400,711
-	-	-	-	-
-	-	954,514	1,519	5,045,861
<u>(6,794)</u>	<u>239</u>	<u>(543,559)</u>	<u>(1,446)</u>	<u>(523,164)</u>
-	-	-	-	-
-	-	-	-	-
(6,794)	239	(543,559)	(1,446)	(523,164)
6,794	121,264	3,283	37,724	636,730
<u>\$ -</u>	<u>\$ 121,503</u>	<u>\$ (540,276)</u>	<u>\$ 36,278</u>	<u>\$ 113,566</u>

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**FOOD SERVICE SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 405,616	\$ 405,616	390,088	\$ (15,528)
State sources	-	-	-	-
Federal sources	831,609	831,609	886,623	55,014
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,237,225</u>	<u>1,237,225</u>	<u>1,276,711</u>	<u>39,486</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	1,121,454	1,358,484	1,292,378	66,106
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,121,454</u>	<u>1,358,484</u>	<u>1,292,378</u>	<u>66,106</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>115,771</u>	<u>(121,259)</u>	<u>(15,667)</u>	<u>105,592</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(115,771)	121,259	-	(121,259)
<i>Total other financing sources (uses)</i>	<u>(115,771)</u>	<u>121,259</u>	<u>-</u>	<u>(121,259)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(15,667)</u>	<u>(15,667)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>49,259</u>	<u>49,259</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,592</u>	<u>\$ 33,592</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (15,667)	
Adjustment to revenue for accruals and other deferrals			(27,680)	
Adjustment to expenditures for payables, prepaids and other accruals			661	
Net change in fund balance (GAAP basis)			<u>\$ (42,686)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**NON-INSTRUCTIONAL SUPPORT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 65,546	\$ 65,546	153,937	\$ 88,391
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	400	400
<i>Total revenues</i>	<u>65,546</u>	<u>65,546</u>	<u>154,337</u>	<u>88,791</u>
<i>Expenditures:</i>				
Current:				
Instruction	187,834	183,650	183,650	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>187,834</u>	<u>183,650</u>	<u>183,650</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(122,288)</u>	<u>(118,104)</u>	<u>(29,313)</u>	<u>88,791</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	122,288	118,104	-	(118,104)
<i>Total other financing sources (uses)</i>	<u>122,288</u>	<u>118,104</u>	<u>-</u>	<u>(118,104)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(29,313)</u>	<u>(29,313)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>202,470</u>	<u>202,470</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 173,157</u>	<u>\$ 173,157</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (29,313)	
Adjustment to revenue for accruals and other deferrals			410	
Adjustment to expenditures for payables, prepaids and other accruals			630	
Net change in fund balance (GAAP basis)			<u>\$ (28,273)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TITLE I SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	866,964	866,964	743,710	(123,254)
Interest	-	-	-	-
<i>Total revenues</i>	<u>866,964</u>	<u>866,964</u>	<u>743,710</u>	<u>(123,254)</u>
<i>Expenditures:</i>				
Current:				
Instruction	295,277	728,265	650,366	77,899
Support Services				
Students	-	9,000	6,403	2,597
Instruction	33,587	47,105	46,890	215
General Administration	77,320	72,594	59,629	12,965
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	8,611	10,000	602	9,398
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>414,795</u>	<u>866,964</u>	<u>763,890</u>	<u>103,074</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>452,169</u>	<u>-</u>	<u>(20,180)</u>	<u>(20,180)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(452,169)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(452,169)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,180)</u>	<u>(20,180)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(77,667)</u>	<u>(77,667)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (97,847)</u>	<u>\$ (97,847)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (20,180)	
Adjustment to revenue for accruals and other deferrals			17,113	
Adjustment to expenditures for payables, prepaids and other accruals			3,067	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**IDEA B ENTITLEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	956,541	956,541	802,079	(154,462)
Interest	-	-	-	-
<i>Total revenues</i>	<u>956,541</u>	<u>956,541</u>	<u>802,079</u>	<u>(154,462)</u>
<i>Expenditures:</i>				
Current:				
Instruction	56,404	257,081	223,629	33,452
Support Services				
Students	339,837	433,291	428,117	5,174
Instruction	-	-	-	-
General Administration	193,074	193,525	191,987	1,538
School Administration	51,335	64,591	-	64,591
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	14,500	25,211	20,123	5,088
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>655,150</u>	<u>973,699</u>	<u>863,856</u>	<u>109,843</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>301,391</u>	<u>(17,158)</u>	<u>(61,777)</u>	<u>(264,305)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(301,391)	17,158	-	(17,158)
<i>Total other financing sources (uses)</i>	<u>(301,391)</u>	<u>17,158</u>	<u>-</u>	<u>(17,158)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(61,777)</u>	<u>(281,463)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(93,623)</u>	<u>(93,623)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (155,400)</u>	<u>\$ (375,086)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (61,777)	
Adjustment to revenue for accruals and other deferrals			(125,625)	
Adjustment to expenditures for payables, prepaids and other accruals			187,402	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**IDEA B DISCRETIONARY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	23,857	23,847	10
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	2,880	2,879	1
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,737</u>	<u>26,726</u>	<u>11</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(26,737)</u>	<u>(26,726)</u>	<u>(11)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	(26,737)	-	26,737
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(26,737)</u>	<u>-</u>	<u>26,737</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(53,474)</u>	<u>(26,726)</u>	<u>26,748</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ (53,474)</u>	<u>\$ (26,726)</u>	<u>\$ 26,748</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (26,726)	
Adjustment to revenue for accruals and other deferrals			26,726	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**IDEA B PRESCHOOL SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	45,246	45,246	54,654	9,408
Interest	-	-	-	-
<i>Total revenues</i>	<u>45,246</u>	<u>45,246</u>	<u>54,654</u>	<u>9,408</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	2,251	1,643	608
Support Services				
Students	-	86,238	21,645	64,593
Instruction	-	-	-	-
General Administration	15,335	20,928	19,108	1,820
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,335</u>	<u>109,417</u>	<u>42,396</u>	<u>67,021</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>29,911</u>	<u>(64,171)</u>	<u>12,258</u>	<u>(57,613)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(29,911)	(64,171)	-	64,171
<i>Total other financing sources (uses)</i>	<u>(29,911)</u>	<u>(64,171)</u>	<u>-</u>	<u>64,171</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(128,342)</u>	<u>12,258</u>	<u>140,600</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(12,430)</u>	<u>(12,430)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ (128,342)</u>	<u>\$ (172)</u>	<u>\$ 128,170</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 12,258	
Adjustment to revenue for accruals and other deferrals			172	
Adjustment to expenditures for payables, prepaids and other accruals			(12,430)	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**EDUCATION OF HOMELESS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	11,070	11,070
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>11,070</u>	<u>11,070</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	2,500	2,427	73
Support Services				
Students	-	4,490	4,052	438
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,990</u>	<u>6,479</u>	<u>511</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(6,990)</u>	<u>4,591</u>	<u>11,581</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	6,990	-	(6,990)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>6,990</u>	<u>-</u>	<u>(6,990)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,591</u>	<u>4,591</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(8,972)</u>	<u>(8,972)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,381)</u>	<u>\$ (4,381)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 4,591	
Adjustment to revenue for accruals and other deferrals			(4,591)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**FRUITS & VEGETABLES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	23,240	23,240	20,250	(2,990)
Interest	-	-	-	-
<i>Total revenues</i>	<u>23,240</u>	<u>23,240</u>	<u>20,250</u>	<u>(2,990)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	23,240	26,966	26,965	1
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>23,240</u>	<u>26,966</u>	<u>26,965</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,726)</u>	<u>(6,715)</u>	<u>(2,989)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	3,726	-	(3,726)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,726</u>	<u>-</u>	<u>(3,726)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,715)</u>	<u>(6,715)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,715)</u>	<u>\$ (6,715)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (6,715)	
Adjustment to revenue for accruals and other deferrals			6,715	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**ENHANCING EDUCATION THRU TECHNOLOGY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	6,780	6,780
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>6,780</u>	<u>6,780</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,780</u>	<u>6,780</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,780</u>	<u>6,780</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,780</u>	<u>\$ 6,780</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 6,780	
Adjustment to revenue for accruals and other deferrals			(6,780)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SCHOOL IMPROVEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	72,661	72,661
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>72,661</u>	<u>72,661</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	97,500	89,552	7,948
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	2,500	462	2,038
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>100,000</u>	<u>90,014</u>	<u>9,986</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(100,000)</u>	<u>(17,353)</u>	<u>82,647</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	100,000	-	(100,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(17,353)</u>	<u>(17,353)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,353)</u>	<u>\$ (17,353)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (17,353)	
Adjustment to revenue for accruals and other deferrals			17,353	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**COMPREHENSIVE SCHOOL REFORM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>87</u>	<u>87</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87</u>	<u>\$ 87</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**ELL TITLE III INCENTIVE AWARD SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	738	738
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 738</u>	<u>\$ 738</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 738	
Adjustment to revenue for accruals and other deferrals			(738)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TITLE V PART A INNOVATIVE ED PRO STRATEGIES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	750	750	3,345	2,595
Interest	-	-	-	-
<i>Total revenues</i>	<u>750</u>	<u>750</u>	<u>3,345</u>	<u>2,595</u>
<i>Expenditures:</i>				
Current:				
Instruction	592	715	715	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	22	13	9
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>592</u>	<u>737</u>	<u>728</u>	<u>9</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>158</u>	<u>13</u>	<u>2,617</u>	<u>2,604</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(158)	(13)	-	13
<i>Total other financing sources (uses)</i>	<u>(158)</u>	<u>(13)</u>	<u>-</u>	<u>13</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,617</u>	<u>2,617</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,617</u>	<u>\$ 2,617</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 2,617	
Adjustment to revenue for accruals and other deferrals			(2,617)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	14,073	14,073	17,423	3,350
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,073</u>	<u>14,073</u>	<u>17,423</u>	<u>3,350</u>
<i>Expenditures:</i>				
Current:				
Instruction	3,400	17,555	10,225	7,330
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	336	200	136
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,400</u>	<u>17,891</u>	<u>10,425</u>	<u>7,466</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>10,673</u>	<u>(3,818)</u>	<u>6,998</u>	<u>10,816</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(10,673)	3,818	-	(3,818)
<i>Total other financing sources (uses)</i>	<u>(10,673)</u>	<u>3,818</u>	<u>-</u>	<u>(3,818)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,998</u>	<u>6,998</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,998</u>	<u>\$ 6,998</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 6,998	
Adjustment to revenue for accruals and other deferrals			(6,998)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TEACHER/PRINCIPAL TRAINING & RECRUITING SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	199,563	199,563	179,857	(19,706)
Interest	-	-	-	-
<i>Total revenues</i>	<u>199,563</u>	<u>199,563</u>	<u>179,857</u>	<u>(19,706)</u>
<i>Expenditures:</i>				
Current:				
Instruction	25,253	27,726	26,278	1,448
Support Services				
Students	-	1,700	1,620	80
Instruction	-	115,689	89,891	25,798
General Administration	-	53,817	39,058	14,759
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>25,253</u>	<u>198,932</u>	<u>156,847</u>	<u>42,085</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>174,310</u>	<u>631</u>	<u>23,010</u>	<u>22,379</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(174,310)	(631)	-	631
<i>Total other financing sources (uses)</i>	<u>(174,310)</u>	<u>(631)</u>	<u>-</u>	<u>631</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>23,010</u>	<u>23,010</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,010</u>	<u>\$ 23,010</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 23,010	
Adjustment to revenue for accruals and other deferrals			(23,420)	
Adjustment to expenditures for payables, prepaids and other accruals			410	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SAFE & DRUG FREE SCHOOLS & COMMUNITY SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	14,920	14,920	24,801	9,881
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,920</u>	<u>14,920</u>	<u>24,801</u>	<u>9,881</u>
<i>Expenditures:</i>				
Current:				
Instruction	3,400	2,300	351	1,949
Support Services				
Students	6,313	12,224	10,129	2,095
Instruction	-	-	-	-
General Administration	-	293	205	88
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>9,713</u>	<u>14,817</u>	<u>10,685</u>	<u>4,132</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>5,207</u>	<u>103</u>	<u>14,116</u>	<u>14,013</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(5,207)	(103)	-	103
<i>Total other financing sources (uses)</i>	<u>(5,207)</u>	<u>(103)</u>	<u>-</u>	<u>103</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>14,116</u>	<u>14,116</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,116</u>	<u>\$ 14,116</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 14,116	
Adjustment to revenue for accruals and other deferrals			(14,116)	
Adjustment to expenditures for payables, prepaids and other accruals				
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**READING FIRST SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	16,260	16,260
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>16,260</u>	<u>16,260</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>16,260</u>	<u>16,260</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>16,260</u>	<u>16,260</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,260</u>	<u>\$ 16,260</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 16,260	
Adjustment to revenue for accruals and other deferrals			(16,260)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TITLE III IMMIGRANT FUNDING SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	738	738
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>738</u>	<u>738</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>52</u>	<u>52</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 790</u>	<u>\$ 790</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 738	
Adjustment to revenue for accruals and other deferrals			(738)	
Adjustment to expenditures for payables, prepaids and other accruals				
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TITLE XIX MEDICAID SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	170,000	170,000	201,466	31,466
Interest	-	-	-	-
<i>Total revenues</i>	<u>170,000</u>	<u>170,000</u>	<u>201,466</u>	<u>31,466</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	5,403	1,650	3,753
Support Services				
Students	-	267,565	158,545	109,020
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>272,968</u>	<u>160,195</u>	<u>112,773</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>170,000</u>	<u>(102,968)</u>	<u>41,271</u>	<u>144,239</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(170,000)	102,968	-	(102,968)
<i>Total other financing sources (uses)</i>	<u>(170,000)</u>	<u>102,968</u>	<u>-</u>	<u>(102,968)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>41,271</u>	<u>41,271</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>104,816</u>	<u>104,816</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 146,087</u>	<u>\$ 146,087</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 41,271	
Adjustment to revenue for accruals and other deferrals			(12,472)	
Adjustment to expenditures for payables, prepaids and other accruals			(122)	
Net change in fund balance (GAAP basis)			<u>\$ 28,677</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**LANL FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,530</u>	<u>8,530</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,530</u>	<u>\$ 8,530</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			8,530	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 8,530</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**WALLACE FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	50,772	\$ 50,772
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>50,772</u>	<u>50,772</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	54,505	52,533	1,972
General Administration	-	23,398	22,144	1,254
School Administration	-	6,531	6,528	3
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>84,434</u>	<u>81,205</u>	<u>3,229</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>(84,434)</u>	<u>(30,433)</u>	<u>54,001</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	84,434	-	(84,434)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>84,434</u>	<u>-</u>	<u>(84,434)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(30,433)</u>	<u>(30,433)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(7,594)</u>	<u>(7,594)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (38,027)</u>	<u>\$ (38,027)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (30,433)	
Adjustment to revenue for accruals and other deferrals			30,660	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 227</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	64,792	64,792
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>64,792</u>	<u>64,792</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	88,731	80,427	8,304
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>88,731</u>	<u>80,427</u>	<u>8,304</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(88,731)</u>	<u>(15,635)</u>	<u>73,096</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	88,731	-	(88,731)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>88,731</u>	<u>-</u>	<u>(88,731)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(15,635)</u>	<u>(15,635)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>37,686</u>	<u>37,686</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,051</u>	<u>\$ 22,051</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (15,635)	
Adjustment to revenue for accruals and other deferrals			37,686	
Adjustment to expenditures for payables, prepaids and other accruals				
Net change in fund balance (GAAP basis)			<u>\$ 22,051</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**INCENTIVES FOR SCHOOL IMPROVEMENT ACT PED SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	59,720	38,403	21,317
Support Services				
Students	-	4,550	4,549	1
Instruction	-	-	-	-
General Administration	-	3,220	1,276	1,944
School Administration	-	26,594	22,175	4,419
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>94,084</u>	<u>66,403</u>	<u>27,681</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(94,084)</u>	<u>(66,403)</u>	<u>27,681</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	94,084	-	(94,084)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>94,084</u>	<u>-</u>	<u>(94,084)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(66,403)</u>	<u>(66,403)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>99,953</u>	<u>99,953</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,550</u>	<u>\$ 33,550</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (66,403)	
Adjustment to revenue for accruals and other deferrals			99,953	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 33,550</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	18,056	18,056
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>18,056</u>	<u>18,056</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	17,885	16,536	1,349
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>17,885</u>	<u>16,536</u>	<u>1,349</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(17,885)</u>	<u>1,520</u>	<u>19,405</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	17,885	-	(17,885)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>17,885</u>	<u>-</u>	<u>(17,885)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,520</u>	<u>1,520</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>365</u>	<u>365</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,885</u>	<u>\$ 1,885</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,520	
Adjustment to revenue for accruals and other deferrals			365	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 1,885</u>	

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



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	87,551	87,551
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>87,551</u>	<u>87,551</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	87,551	85,261	2,290
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>87,551</u>	<u>85,261</u>	<u>2,290</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(87,551)</u>	<u>2,290</u>	<u>89,841</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	87,551	-	(87,551)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>87,551</u>	<u>-</u>	<u>(87,551)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,290</u>	<u>2,290</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,290</u>	<u>\$ 2,290</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 2,290	
Adjustment to revenue for accruals and other deferrals			671	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 2,961</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SCHOOLS IN NEED OF IMPROVEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	105,736	105,736
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>105,736</u>	<u>105,736</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	69,000	57,051	11,949
Support Services				
Students	-	-	-	-
Instruction	-	4,000	3,849	151
General Administration	-	-	-	-
School Administration	-	1,000	810	190
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>74,000</u>	<u>61,710</u>	<u>12,290</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(74,000)</u>	<u>44,026</u>	<u>118,026</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	74,000	-	(74,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>74,000</u>	<u>-</u>	<u>(74,000)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>44,026</u>	<u>44,026</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(66,086)</u>	<u>(66,086)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (22,060)</u>	<u>\$ (22,060)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 44,026	
Adjustment to revenue for accruals and other deferrals			(47,921)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (3,895)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**AFTER SCHOOL ENRICHMENT PROGRAM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	9,203	9,203
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>9,203</u>	<u>9,203</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,203</u>	<u>9,203</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,203</u>	<u>9,203</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(9,203)</u>	<u>(9,203)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 9,203	
Adjustment to revenue for accruals and other deferrals			(9,203)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SB 301 LIBRARIES GO BOND LAWS OF 2006 SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	9,081	9,081
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>9,081</u>	<u>9,081</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,081</u>	<u>9,081</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,081</u>	<u>9,081</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(9,081)</u>	<u>(9,081)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 9,081	
Adjustment to revenue for accruals and other deferrals			(9,081)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SB 471 LIBRARY BOOK ALLOCATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	10,409	10,409
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,409</u>	<u>10,409</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	10,409	10,117	292
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,409</u>	<u>10,117</u>	<u>292</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,409)</u>	<u>292</u>	<u>10,701</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	10,409	-	(10,409)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,409</u>	<u>-</u>	<u>(10,409)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>292</u>	<u>292</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 292</u>	<u>\$ 292</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 292	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 292</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**QWEST FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	10,000	\$ 10,000
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	1,802	-	1,802
Support Services				
Students	-	3,198	3,198	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	5,000	1,725	3,275
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,000</u>	<u>4,923</u>	<u>5,077</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,000)</u>	<u>5,077</u>	<u>15,077</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	10,000	-	(10,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,077</u>	<u>5,077</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,077</u>	<u>\$ 5,077</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 5,077	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 5,077</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**BOND BUILDING CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 149	\$ 149	\$ 149	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	68,500	68,500	93,221	24,721
<i>Total revenues</i>	<u>68,649</u>	<u>68,649</u>	<u>93,370</u>	<u>24,721</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	7,260,500	9,275,472	2,359,001	6,916,471
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,260,500</u>	<u>9,275,472</u>	<u>2,359,001</u>	<u>6,916,471</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(7,191,851)</u>	<u>(9,206,823)</u>	<u>(2,265,631)</u>	<u>6,941,192</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	4,000,000	4,000,000
Designated Cash	7,191,851	9,206,823	-	(9,206,823)
<i>Total other financing sources (uses)</i>	<u>7,191,851</u>	<u>9,206,823</u>	<u>4,000,000</u>	<u>(5,206,823)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,734,369</u>	<u>1,734,369</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,867,329</u>	<u>7,867,329</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,601,698</u>	<u>\$ 9,601,698</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,734,369	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			176,442	
Net change in fund balance (GAAP basis)			<u>\$ 1,910,811</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			(6,794)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (6,794)</u>	

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



**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SPECIAL CAPITAL OUTLAY LOCAL CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	239	239
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>239</u>	<u>239</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	121,084	121,084	-	121,084
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>121,084</u>	<u>121,084</u>	<u>-</u>	<u>121,084</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>(121,084)</u>	<u>(121,084)</u>	<u>239</u>	<u>121,323</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	121,084	121,084	-	(121,084)
<i>Total other financing sources (uses)</i>	<u>121,084</u>	<u>121,084</u>	<u>-</u>	<u>(121,084)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>239</u>	<u>239</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>121,264</u>	<u>121,264</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,503</u>	<u>\$ 121,503</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 239	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 239</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SPECIAL CAPITAL OUTLAY STATE CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	352,358	352,358
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>352,358</u>	<u>352,358</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	323,416	2,491,664	618,055	1,873,609
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>323,416</u>	<u>2,491,664</u>	<u>618,055</u>	<u>1,873,609</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(323,416)</u>	<u>(2,491,664)</u>	<u>(265,697)</u>	<u>2,225,967</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	323,416	2,491,664	-	(2,491,664)
<i>Total other financing sources (uses)</i>	<u>323,416</u>	<u>2,491,664</u>	<u>-</u>	<u>(2,491,664)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(265,697)</u>	<u>(265,697)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,283</u>	<u>3,283</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (262,414)</u>	<u>\$ (262,414)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (265,697)	
Adjustment to revenue for accruals and other deferrals			58,597	
Adjustment to expenditures for payables, prepaids and other accruals			(336,459)	
Net change in fund balance (GAAP basis)			<u>\$ (543,559)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 831,295	\$ 831,295	853,791	\$ 22,496
State sources	-	-	68,742	68,742
Federal sources	-	-	-	-
Interest	-	-	925	925
<i>Total revenues</i>	<u>831,295</u>	<u>831,295</u>	<u>923,458</u>	<u>92,163</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	8,199	8,199	8,199	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	1,356,027	1,553,665	999,709	553,956
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,364,226</u>	<u>1,561,864</u>	<u>1,007,908</u>	<u>553,956</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>(532,931)</u>	<u>(730,569)</u>	<u>(84,450)</u>	<u>646,119</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	532,931	730,569	-	(730,569)
<i>Total other financing sources (uses)</i>	<u>532,931</u>	<u>730,569</u>	<u>-</u>	<u>(730,569)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(84,450)</u>	<u>(84,450)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>665,334</u>	<u>665,334</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 580,884</u>	<u>\$ 580,884</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (84,450)	
Adjustment to revenue for accruals and other deferrals			(17,445)	
Adjustment to expenditures for payables, prepaids and other accruals			340,367	
Net change in fund balance (GAAP basis)			<u>\$ 238,472</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**PUBLIC SCHOOL CAPITAL OUTLAY-20% CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 625	\$ 625	-	\$ (625)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	73	73
<i>Total revenues</i>	<u>625</u>	<u>625</u>	<u>73</u>	<u>(552)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	36,967	1,519	35,448
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>36,967</u>	<u>1,519</u>	<u>35,448</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>625</u>	<u>(36,342)</u>	<u>(1,446)</u>	<u>34,896</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(625)	36,342	-	(36,342)
<i>Total other financing sources (uses)</i>	<u>(625)</u>	<u>36,342</u>	<u>-</u>	<u>(36,342)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,446)</u>	<u>(1,446)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>37,724</u>	<u>37,724</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,278</u>	<u>\$ 36,278</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (1,446)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (1,446)</u>	

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

**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
**DEBT SERVICE FUND**

Statement A-39

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 3,325,072	\$ 3,325,072	\$ 3,488,038	\$ 162,966
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	11,803	11,803
<i>Total revenues</i>	<u>3,325,072</u>	<u>3,325,072</u>	<u>3,499,841</u>	<u>174,769</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	33,151	33,151	33,151	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plan	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services:				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	3,346,414	3,346,414	2,435,000	911,414
Interest	880,057	880,057	880,056	1
<i>Total expenditures</i>	<u>4,259,622</u>	<u>4,259,622</u>	<u>3,348,207</u>	<u>911,415</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(934,550)</u>	<u>(934,550)</u>	<u>151,634</u>	<u>1,086,184</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	934,550	934,550	-	(934,550)
<i>Total other financing sources (uses)</i>	<u>934,550</u>	<u>934,550</u>	<u>-</u>	<u>(934,550)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>151,634</u>	<u>151,634</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,679,235</u>	<u>2,679,235</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,830,869</u>	<u>\$ 2,830,869</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 151,634	
Adjustment to revenue for accruals and other deferrals			(75,700)	
Adjustment to expenditures for payables, prepaids and other accruals			461,725	
Net change in fund balance (GAAP basis)			<u>\$ 537,659</u>	

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

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**FIDUCIARY FUNDS**

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOL DISTRICT**  
June 30, 2009

**FIDUCIARY FUNDS**

Agency Funds

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

Moriarty-Edgewood Schools' has the following funds classified as Agency Funds:

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

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**For the Year Ended June 30, 2009**

Statement B

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Mountain View Elementary School	\$ 25,868	\$ 19,195	\$ 24,244	\$ 20,819
Moriarty Elementary School	27,321	17,483	25,476	19,328
South Mountain Elementary School	9,496	17,041	14,591	11,946
Moriarty Middle School	24,124	29,448	28,557	25,015
Moriarty High School	98,156	281,486	273,650	105,992
Edgewood Elementary School	9,793	7,080	4,903	11,970
Route 66 Elementary School	24,036	14,044	11,947	26,133
District Office	57,439	36,060	17,026	76,473
Edgewood Middle School	42,889	28,256	33,825	37,320
<b>Total Agency Funds</b>	<u>319,122</u>	<u>450,093</u>	<u>434,219</u>	<u>334,996</u>
<b>Total Activity Fund Cash</b>	<u>\$ 319,122</u>	<u>\$ 450,093</u>	<u>\$ 434,219</u>	<u>\$ 334,996</u>

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**SUPPORTING SCHEDULES**

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
June 30, 2009

Schedule I

Name of Depository	Description of Pledged Collateral	Par/Fair Market Value June 30, 2009	Name and Location of Safekeeper
Wells Fargo California	FNCL 257004, 6.0% Due 4/1/36	\$ 1,235,661	Wells Fargo Bank San Francisco, CA
Wells Fargo California	FGIOHOH00895, 5.50% Due 6/1/36	325,347	Wells Fargo Bank San Francisco, CA
	Wells Fargo Bank Total	<u>1,561,008</u>	
First Community Bank	FHR 2765 GH 31394TA54, 4.50% Due 3/15/2034	\$ 361,447	Federal Home Loan Bank Irving, TX
First Community Bank	MBS FNMA 15 YR Conv 31371ILJWO, 5.0% Due 1/1/2019	112,657	Federal Home Loan Bank Irving, TX
First Community Bank	FHR 2765 GH 31394TA54, 4.50% Due 3/15/2034	361,447	Federal Home Loan Bank Irving, TX
First Community Bank	MBS FHLMC Gold 15 Yr 31283K6K9, 4.0% Due 8/1/2020	1,020,383	Federal Home Loan Bank Irving, TX
First Community Bank	* Gallup McKinley 36401NU8, 3.75% Due 8/1/2019	200,000	Federal Home Loan Bank Irving, TX
First Community Bank	FFCB Agency Note 31331Q7A9, 3.75% Due 8/4/2009	376,170	Federal Home Loan Bank Irving, TX
First Community Bank	* Ruidoso NM Muni 781338GL6, 3.75% Due 9/1/2019	500,000	Federal Home Loan Bank Irving, TX
	First Community Bank Total	<u>2,932,104</u>	
	Total Collateral Pledged	<u>\$ 4,493,112</u>	

\* Stated at Par Value

The accompanying notes are an integral part of these financial statements

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS**  
June 30, 2009

Schedule II

Deposit or Investment Account Type	Wells Fargo Bank	First Commuity Bank	Total
Checking	\$ 3,931,302	\$ -	\$ 3,931,302
Checking	-	2,817,470	2,817,470
Money Market	10,584,861	-	10,584,861
<b>Total On Deposit</b>	<b>14,516,163</b>	<b>2,817,470</b>	<b>17,333,633</b>
Reconciling Items	(1,686,282)	-	(1,686,282)
<b>Reconciled Balance June 30, 2009</b>	<b><u>\$ 12,829,881</u></b>	<b><u>\$ 2,817,470</u></b>	<b><u>\$ 15,647,351</u></b>

Reconciliation to financial statements:

Cash and cash equivalents:

Total cash and cash equivalents per Statement of Net Assets	\$ 15,312,356
Total cash and cash equivalents per Fiduciary Statement of Assets and Liabilities	<u>334,996</u>
	<b><u>\$ 15,647,351</u></b>

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

**STATE OF NEW MEXICO**  
Moriarty-Edgewood Schools  
Cash Reconciliation  
June 30, 2009

	<u>Operational Account</u>	<u>Transportation Account</u>	<u>Instructional Materials Account</u>	<u>Food Services Account</u>	<u>Athletics Account</u>	<u>Federal Flowthrough Account</u>
Cash per June 30, 2008 audit report	\$ 2,575,379	\$ 17,600	\$ 34,888	\$ 49,254	\$ 203,970	\$ (297,669)
Add:						
2008-09 revenues	25,202,990	4,137,965	340,460	1,276,711	156,946	1,953,629
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	27,777,694	4,155,565	375,348	1,325,965	360,916	1,655,960
Less:						
2008-09 expenditures	(25,389,151)	(4,154,663)	(311,289)	(1,292,373)	(187,759)	(2,060,291)
Receivables/Payables	(9)	-	-	-	-	405,254
Permanent Cash Transfers	-	-	-	-	-	-
Loans (to) from other funds	<u>(727,757)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2009	<u>\$ 1,660,777</u>	<u>\$ 902</u>	<u>\$ 64,059</u>	<u>\$ 33,592</u>	<u>\$ 173,157</u>	<u>\$ 923</u>
Bank balance end of year	\$ 2,299,949	\$ 902	\$ 64,059	\$ 33,592	\$ 173,157	\$ 923
Deposits in transit	242	-	-	-	-	-
Outstanding checks	(304,418)	-	-	-	-	-
Less Activity Funds in Operating Adjustments	<u>(334,996)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2009	<u>\$ 1,660,777</u>	<u>\$ 902</u>	<u>\$ 64,059</u>	<u>\$ 33,592</u>	<u>\$ 173,157</u>	<u>\$ 923</u>

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

Federal Direct Account	Local Grants Account	State Flowthrough Account	Local or State Account	Bond Building	Special Capital Outlay Local
\$ 104,816	\$ 936	\$ 54,306	\$ -	\$ 7,867,329	\$ 121,264
201,466	50,772	304,827	10,000	4,094,048	239
<u>306,282</u>	<u>51,708</u>	<u>359,133</u>	<u>10,000</u>	<u>11,961,377</u>	<u>121,503</u>
(160,195)	(81,205)	(320,455)	(4,923)	(2,359,001)	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>38,028</u>	<u>22,061</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 146,087</u>	<u>\$ 8,531</u>	<u>\$ 60,739</u>	<u>\$ 5,077</u>	<u>\$ 9,602,376</u>	<u>\$ 121,503</u>
\$ 146,087	\$ 8,531	\$ 60,739	\$ 5,077	\$ 9,602,376	\$ 121,503
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 146,087</u>	<u>\$ 8,531</u>	<u>\$ 60,739</u>	<u>\$ 5,077</u>	<u>\$ 9,602,376</u>	<u>\$ 121,503</u>

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**STATE OF NEW MEXICO**  
Moriarty-Edgewood Schools  
Cash Reconciliation  
June 30, 2009

Schedule III  
(Page 2 of 2)

	Special Capital Outlay State	Cap Improvement SB 9	Public Schools Cap Out 20%	Debt Service Fund	Total
Cash per June 30, 2008 audit report	\$ 3,283	\$ 665,334	\$ 37,724	\$ 2,679,235	\$ 14,117,649
Add:					
2008-09 revenues	352,358	923,458	73	3,488,038	42,493,980
Loans from other funds	-	-	-	-	-
Total cash available	355,641	1,588,792	37,797	6,167,273	56,610,954
Less:					
2008-09 expenditures	(618,055)	(1,007,907)	(1,519)	(3,349,803)	(41,298,589)
Receivables/Payables	-	-	-	-	405,245
Permanent Cash Transfers	-	-	-	-	-
Loans (to) from other funds	262,414	-	-	-	(405,254)
Cash June 30, 2009	\$ -	\$ 580,885	\$ 36,278	\$ 2,817,470	\$ 15,312,356
Bank balance end of year	\$ -	\$ 580,885	\$ 36,278	\$ 2,817,470	\$ 15,951,528
Deposits in transit	-	-	-	-	242
Outstanding checks	-	-	-	-	(304,418)
Less Activity funds in Account Adjustments	-	-	-	-	(334,996)
Cash June 30, 2009	\$ -	\$ 580,885	\$ 36,278	\$ 2,817,470	15,312,356
				Fiduciary cash	334,996
					\$ 15,647,352

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

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**COMPLIANCE SECTION**

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

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Council  
Moriarty-Edgewood Schools  
Albuquerque, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statements of the major fund activities of Moriarty-Edgewood Schools, as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated August 26, 2009. We also have audited the combining and individual fund financial statements and budgetary comparison schedules of each of the District's nonmajor governmental funds presented as supplementary information for the year ended June 30, 2009 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Moriarty-Edgewood Schools' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Moriarty-Edgewood Schools' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Moriarty-Edgewood Schools' internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting as item FA 09-01.

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A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entities internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies and , accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Moriarty-Edgewood Schools' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters, that required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of findings and questioned costs as FA 09-01.

Moriarty-Edgewood Schools' response to the finding identified in our audit is described in the accompanying Schedule of findings and questioned costs. We did not audit Moriarty- Edgewood Schools' response and accordingly, we do not express an opinion on it.

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

*Precision Accounting LLC*  
Albuquerque, New Mexico  
August 26, 2009

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**FEDERAL FINANCIAL ASSISTANCE**

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

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget and  
The Governing Council  
Moriarty-Edgewood Schools  
Albuquerque, New Mexico

Compliance

We have audited the compliance of Moriarty-Edgewood Schools, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. Moriarty-Edgewood Schools' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Moriarty-Edgewood Schools' management. Our responsibility is to express an opinion on Moriarty-Edgewood Schools' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Moriarty-Edgewood Schools' compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Moriarty-Edgewood Schools' compliance with those requirements.

In our opinion, Moriarty-Edgewood Schools complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Moriarty-Edgewood Schools is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Moriarty-Edgewood Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Moriarty-Edgewood Schools's internal control over compliance.

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that a noncompliance with a type of compliance requirement of a federal program is more than inconsequential will not be prevented or detected by the agency's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item FA-09-01.

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

Moriarty-Edgewood School's response to the finding identified in our audit is described in the accompanying Schedule of findings and questioned costs, we did not audit Moriarty-Edgewood School's response and, accordingly, we express no opinion on it.

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

*Precision Accounting LLC*  
Albuquerque, New Mexico  
August 26, 2009

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**STATE OF NEW MEXICO**  
**MORIARTY-EDGEWOOD SCHOOLS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2009

Schedule IV

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Disbursements/ Expenditures
<i>Direct Programs:</i>				
U.S. Department of Health and Human Services				
Medicaid Title XIX	93.778	25153	\$ 188,994	\$ 160,317
Total Direct Programs			<u>188,994</u>	<u>160,317</u>
U.S. Department of Agriculture				
Passed through NM Public Education Department:				
Commodities Program	10.550	21000	74,214	74,214
National School Lunch Program	10.555	21000	759,649	1,266,637
National School Breakfast Program	10.553	21000		
National School Snack Program	10.556	21000	-	-
Total U.S. Department of Agriculture			<u>833,863</u>	<u>1,340,851</u>
U.S. Department of Education				
Passed through NM Public Education Department:				
ESEA-Title I Basic (1)	84.010	24101	764,209	764,209
IDEA B Entitlement (1)	84.027	24106	928,846	928,846
IDEA B Discretionary (1)	84.027	24107	26,726	26,726
IDEA B Preschool (1)	84.173	24109	42,396	42,396
Education of Homeless	84.196	24113	11,771	11,771
Fruits & Vegetables	10.582	24118	26,965	26,965
ELL Title III- Incentive Awards	84.365A	24143	141	141
Title V (Part A)	84.298	24150	728	728
English Language Acquisition	84.365A	24153	10,425	10,425
Teacher/Principal Training and Recruiting (1)	84.367A	24154	156,437	156,437
Safe and Drug Free Schools and Communities	84.186A	24157	10,685	10,685
Total U.S. Department of Education			<u>1,979,329</u>	<u>1,979,329</u>
Total Federal Financial Assistance			<u>\$ 3,002,186</u>	<u>\$ 3,480,497</u>

(1) Major program

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

1. Basis of Presentation

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

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2009 was \$74,214 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550.

2. Subrecipients

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

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 3,480,497
Total expenditures funded by other sources	<u>37,880,803</u>
Total expenditures	<u>\$ 41,361,300</u>

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

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**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year Ended June 30, 2009

**Schedule V**

**A. SUMMARY OF AUDIT RESULTS**

1. The auditor's report expresses an unqualified opinion on the basic financial statements of Moriarty-Edgewood School District.
2. One significant deficiency was disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Moriarty-Edgewood School District were disclosed during the audit.
4. There was one compliance audit finding required to be reported under A-133.510(a).
5. The auditor's report on compliance for major federal award programs for Moriarty-Edgewood School District expresses an unqualified opinion.
6. The programs tested as major were the Title I DFDA no. 84.010, IDEA B Cluster CFDA No. 84.027 and 84.173, Title IIA CFDA No. 84.367a.
7. The threshold for distinguishing Types A and B programs was \$300,000.
8. Moriarty-Edgewood School District qualified as a low risk auditee.

**B. FINDINGS-FINANCIAL STATEMENT AUDIT**

**FS-09-01 Inventory Accounting System CFDA No. 10.550, Student Nutrition Program, 21000, 2009, Department of Agriculture.**

CONDITION: Food inventory controls at the main warehouse and school sites in the District are lacking. Records of month and year-end inventory are insufficient or none existent. Documentation supporting transfers of food from one site to another are not maintained. There is little or no control over the safeguarding of food inventory. It appears the large quantities of food are ordered and kept in storage for periods, sometimes exceeding six months to one year. We also noted that school commodities totaling \$230.00 were provided for a party hosted by Honeywell. Honeywell did pay the District for those items.

REASON IMPROVEMENT NEEDED: The Auditor was unable to verify food inventory at June 30, 2009. The lack of controls and accounting provides a situation where inaccurate inventory counts could lead to material misstatement. Lastly, if there is excess food inventory being stored over the summer months, catastrophes like freezer failure or loss of electric power could cause the food to spoil. (NMAC 6.20.2)

CAUSE OF CONDITION: Inadequate accounting system design and implementation. In addition, the inventory system does not maintain a distinct separation of commodities.

EFFECT OF CONDITION: The inventory system does not maintain a separation of commodities that resulted in the sale of commodities. Inaccurate and incomplete accounting records could result in misappropriation of assets. In addition, the discrepancies resulted in the inability of the auditor to verify inventory valuation.

**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year Ended June 30, 2009

**Schedule V**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT**

RECOMMENDATION: PALLC recommends the District reviews its accounting system over food inventories and implements appropriate controls and accounting systems that will serve to correct the deficiencies noted in the condition.

COSTS AND BENEFITS OF RECOMMENDED ACTION: The costs would include the salaries and benefits of the personnel assigned to design and implement the new controls. The benefits would include mitigating the likelihood of theft. They would permit accurate maintenance of accounting records, and support aid in supporting account balances as well as ensure compliance with regulations.

CLIENT RESPONSE: The district has implemented procedures to ensure compliance with district policies and the state procurement code. The procedures include a system to make sure the FIFO (First in First out) is followed, and an inventory tracking sheet to ensure when food is delivered to all the sites, it will reflect the transaction in the counts at all times. The Business Manager will be doing monthly check on improvements to the system at the Warehouse.

**C. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

**FA-09-01 Inventory Accounting System (CFDA No. 10.550, Student Nutrition Program, 21000, 2009, Department of Agriculture.) See FS-09-01.**

The District had a finding that related to commodities in the Food Service program that should be disclosed as a federal award finding. Please refer to FS-09-01 for details of the finding.

**D. PRIOR YEAR AUDIT FINDINGS**

None

**STATE OF NEW MEXICO**  
**MORIARTY EDGEWOOD SCHOOLS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year Ended June 30, 2009

**Schedule V**

**A. AUDITOR PREPARED FINANCIAL STATEMENTS**

The Coordinator of Business Services is capable of preparing, reviewing and approving the financial statements as she has assisted with the preparation of financials in the past. Although the contents of the financial statements are the responsibility of the District, the District contracted with the outside auditor to prepare the financial statements and as such, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report.

**B. EXIT CONFERENCE**

The contents of this report were discussed on August 5, 2009. The following individuals were in attendance.

Moriarty Municipal Schools

Michael Anaya, Secretary  
Dr. Karen M. Couch, Superintendent  
Marla Lovato, Coordinator of Business Services  
Priscilla Ortiz, Comptroller  
Dr. Cindy Sims, Assistant Superintendent  
Antoinette Young, Payroll Clerk  
Hilda Candelaria, Director of Student Nutrition

Precision Accounting LLC

Melissa R. Santistevan, CPA  
C. Jack Emmons, CPA, CFE