

STATE OF NEW MEXICO
RATON PUBLIC SCHOOLS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
Raton Public Schools
Official Roster
June 30, 2011

<u>Name</u>	<u>Board of Education</u>	<u>Title</u>
Sheila Castellini		President
Anne Litchfield		Vice President
Michael Anne Holland		Secretary
Arthur Armijo		Member
J.A. (Art) Salazar		Member
	<u>School Officials</u>	
Dave Willden		Superintendent
Paul Malano		Assistant Superintendent
Erlene Bradley		Business Manager

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor and
The Board of Education
Office of Management and Budget
Raton Public Schools
Raton, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, the budgetary comparisons for the General Fund and major special revenue funds and the aggregate remaining fund information of Raton Public Schools, New Mexico ("the District"), as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the District's nonmajor governmental funds, the combining financial statements for the General Fund and the respective budgetary comparisons for the Capital Improvements SB-9 Capital Projects Fund (major fund), and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2011, and the respective changes in financial position thereof, and the respective budgetary comparisons for the General Fund and major special revenue funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund and the combining financial statements for General Fund of the District as of June 30, 2011, and the respective changes in financial position, thereof and the respective budgetary comparisons for the Capital Improvements SB-9 Capital Projects Fund (major fund), and the remaining nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 14 through 19 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 District's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as Supporting Schedules I through IV in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and 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 and each of the nonmajor governmental fund financial statements, taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Accounting & Consulting Group, L.L.P.

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
September 30, 2011

STATE OF NEW MEXICO
Raton Public Schools
Management's Discussion & Analysis
June 30, 2011

This Management Discussion and Analysis of the fiscal performance of the Raton Public School for the period ending June 30, 2011, represents the school district's implementation of the Government Accounting Standards Board Statement No. 34 (GASB 34).

Introduction

The discussion and analysis of the Raton School District's financial performance provides an overall review of the school district's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the school district's financial performance as a whole. Furthermore, readers of the discussion and analysis should also review the basic financial statements and notes to enhance their understanding of the school district's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2010-2011 are as follows:

- The school district has successfully maintained the financial reporting processes as required by the Governmental Accounting Standards Board Statement No. 34.
- The school district's net assets decreased from \$17,269,292 for the year ending June 30, 2010 to \$16,191,570 for the year ended June 30, 2011. This represents a decrease of 6.24%, or \$1,077,721. The cause of this change is the result of many factors, which are outlined in different sections of this Management Discussion and Analysis. However, we can attribute most of this to less program revenue and a decrease in Capital assets, net of accumulated depreciation.
- General Fund revenues again decreased from \$10,201,536 for the year ended June 30, 2010 to \$9,830,719 for the fiscal year ended June 30, 2011, a decrease of 3.63% or \$370,817. The same factors for the decrease in 2010 come in to play in 2011 - a decrease in student numbers, another decrease in unit value and a decrease in investment income – the District received less in local and State Directed grants.
- Total actual (cash basis) general fund expenditures exceeded total revenues and other financing sources by \$520,944. The District was fortunate to have a cash balance from prior year as current year revenues did decline.

Using the Basic Financial Statements

The annual report consists of a series of detailed, audited financial statements, and notes to those statements. The information includes the Independent Auditors' Report, the Report on Compliance on Internal Control (Government Accounting Standards), the Report on Compliance with Requirements Applicable in each Major Program (OMB A-133), and a Schedule of Findings and Questioned Costs. Additionally, the report includes a Management Discussion and Analysis, a Statement of Net Assets, and a Statement of Activities. All of these statements are organized so the reader can gain a better understanding of the school district's overall financial performance.

The Management Discussion and Analysis, the Statement of Net Assets, and the Statement of Activities provide a review of the school district's overall financial activities, using the accrual basis of accounting, for the year ending June 30, 2011. These statements provide both an aggregate view of the school district's finances and a longer-term view of those finances.

STATE OF NEW MEXICO
Raton Public Schools
Management's Discussion & Analysis
June 30, 2011

The individual fund financial statements are the next level of detail; they are reported on a modified accrual basis of accounting. For governmental funds, these statements show how services were financed in the short-term, as well as, what remains for future spending. The statements also show the most significant funds with all other non-major funds presented in total. The most significant fund in the school district is the General Fund.

The Management Discussion and Analysis will focus on the financial performance of the school district as a whole, rather than looking at specific areas of performance within individual funds.

District Wide Financial Statements

Statement of Net Assets

The Statement of Net Assets is a relatively new financial statement to the Raton Public School's annual report. The statement is required by GASB 34 and is prepared using the accrual basis of accounting. The statement reports all of the funds used by the school district to provide programs and activities during the fiscal year ended June 30, 2011. The statement is provided at Exhibit A-1.

The statement has one type of activity (1) Governmental Activities. The Governmental Activities include the majority of the school district's programs and services. These services include instruction, instructional support, support services, operation and maintenance of plant, pupil transportation, and extra curricular activities.

The statement shows that the school district's total assets decreased from \$20,837,547 for the year ended June 30, 2010 to \$19,078,112 for the year ended June 30, 2011. This represents a decrease of 7.96%, or \$1,759,435. The decrease in total assets is accounted for in the next several paragraphs.

The district's current assets decreased from \$3,226,186 for the year ended June 30, 2010 to \$2,709,708 for the year ended June 30, 2011. This represents a decrease of 16%, or \$516,478. The decrease in cash and cash equivalents and Intergovernmental receivables. The largest decrease would be in General Operations cash balance and the Capital Outlay Bond.

Additionally, the district's non-current assets decreased from \$17,611,361 for the year ended June 30, 2010 to \$16,368,404 for the year ended June 30, 2011. This represents a decrease of 7.06%, or \$1,242,957. The decrease in non-current assets, net of accumulated depreciation. This was the first year we started depreciation on the high school renovation project – it had previously been listed as 'no depreciation – construction in progress.

The statement also reports the district's total liabilities decreased from \$3,595,231 for the year ended June 30, 2010 to \$2,886,542 for the year ended June 30, 2011. This represents a decrease of 19.71% or \$708,689. The majority of the decrease in total liabilities is a decrease in Accounts Payable and Accrued Payroll.. The District deducts insurance premiums (Health, Dental and Vision) for summer months from each employee that takes that benefit. Because NMPSIA directs district to pay as billed. The amount of the summer month's insurance remains in the District's clearing account and is a liability.

STATE OF NEW MEXICO
Raton Public Schools
Management's Discussion & Analysis
June 30, 2011

RATON PUBLIC SCHOOLS STATEMENT OF NET ASSETS

	District Activities	
	<u>2011</u>	<u>2010</u>
Current and other assets	\$ 2,910,511	\$ 3,425,051
Capital assets	16,167,601	17,412,496
Total assets	\$ 19,078,112	\$ 20,837,547
Long-term liabilities outstanding	\$ 2,268,737	\$ 2,465,000
Other liabilities	617,805	1,103,255
Total liabilities	2,886,542	3,568,255
Net assets:		
Invested in capital assets, net of related debt	13,702,601	14,683,565
Restricted	1,842,423	1,598,238
Unrestricted	646,546	987,489
Total net assets	\$ 16,191,570	\$ 17,269,292

Statement of Activities

The Statement of Activities is also a relatively new financial statement to the Raton Public School's annual report. The statement is required by GASB 34 and is prepared using the accrual basis of accounting. The report compliments the Statement of Net Assets by showing the overall change in the school district's net assets during the fiscal year ended June 30, 2011. The statement is provided as Exhibit A-2. The primary differences in the two statements is that the Statement of Net Assets provides a balance sheet view of the school district, and the Statement of Activities provides a revenue and expense view of the school district.

Because the District was able to provide an accurate capital asset listing, there was not a need for an adjustment to prior year assets.

The statement shows that the school district's total net assets decreased from \$1,512,612 for the year ended June 30, 2010 to (\$1,077,721) for the year ended June 30, 2011. This represents a decrease of 171%, or \$2,590,333. The cause of this change is the result of many factors, which are outlined in different sections of this Management Discussion and Analysis. The revenues are down less kids and less unit value means less State Equalization. Since the ARRA funds are disappearing, the Operating/Capital Grants and contributions are down significantly because the RHS renovation is complete and the bond money has been depleted. Expenditures are down only slightly as the District continues to monitor expenditures and not allow budget to be overspent. In order to not cut programs, the District had to use approximately \$400,000 of cash balance to keep the programs in place.

This section contains a condensed comparison of revenues and expenditures and explanations for significant differences. The table shows the summarized revenues and expenditures for the year ended June 30, 2011 and June 30, 2010.

STATE OF NEW MEXICO
Raton Public Schools
Management's Discussion & Analysis
June 30, 2011

	<u>2011</u>	<u>District Activities</u>	<u>2010</u>
Program revenues:			
Charges for services	\$ 118,137		\$ 113,568
Operating grants and contributions	2,659,129		3,455,935
Capital grants and contributions	173,305		1,784,496
General revenues:			
Property and oil and gas taxes	698,355		753,082
State equalization guarantee	9,189,886		9,415,180
Miscellaneous revenue less loss on disposal	12,248		2,411
Interest and investment earnings	<u>5,671</u>		<u>4,740</u>
Total revenues	<u>12,874,449</u>		<u>15,529,412</u>
Program expenses:			
Education	13,483,317		13,518,832
Student nutrition	<u>451,135</u>		<u>497,968</u>
Total expenses	<u>13,934,452</u>		<u>14,016,800</u>
Increase in net assets	<u>\$ (1,077,721)</u>		<u>\$ 1,512,612</u>

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the school district's major funds. The school district uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the school district's most significant funds. The school district's major governmental funds are the General, Food Service, Title I, and Capital Improvements SB-9.

Significant balances of the major funds noted above include \$1,146,961 of cash and cash equivalents and \$275,463 of accrued payroll in the General Fund. The accrued payroll consists of held checks for summer payroll. Significant balances included in Food Service fund are \$302,613 of cash and cash equivalents. In the Capital Projects SB-9 Capital Project Fund there is a significant balance of \$602,701 included in cash and cash equivalents. In addition the property tax receivable of \$349,851 and deferred revenue of \$340,830 is considered significant for the fund. During the year end June 30, 2011, there was a significant reclassification of cash balances in Title I. Due to the reclassification noted below, in the current year Title I was not considered a major fund, however, management has decided to present Title I as a major fund in the current year to be consistent with prior years.

A fund balance restriction includes amounts that can be spent only for the specific purposes stipulated by external resource providers. Committed fund balances are amounts that can be used only for the specific purpose determined by a formal action of the government's highest level of decision-making authority. These types of restrictions and commitments noted above affect the availability of fund resources for future use. See these types of classifications on the Statement of Revenues, Expenditures, and Changes in Fund Balance located in the Basic Financial Statements and Supplementary Information sections.

Governmental Funds

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

STATE OF NEW MEXICO
Raton Public Schools
Management's Discussion & Analysis
June 30, 2011

Governmental Activities

The statement of activities reflects the cost of program services and the charges for services and sales, grants, and contributions offsetting those services. The Statement of Activities indicates the total cost of services and the net cost of services. It identifies the cost of these services supported by revenues from state entitlements.

Cafeteria Fund

The Cafeteria Fund's operating and non-operating revenues were about the same from \$489,445 for the year ended June 30, 2010 to \$504,381 for the year ended June 30, 2011. This is a 3.05% increase, or \$14,936. The District continues to use the JMAC billing software which provides more accountability for actual meals served. The District is anticipating contracting with a Food Service Company in hopes participation will increase.

Total operating expenses for the Cafeteria Fund decreased from \$478,744 for the year ended June 30, 2010 to \$446,608 for the year ended June 30, 2011. This represents a 7.19% decrease or \$32,136 in the operation of the Cafeteria Fund. The district did not purchase any major equipment as we did prior year. This explains the decrease in expenditures. The Elementary Breakfast Grant dropped from \$50,087 to \$4,527. In 2011, the Cafeteria Fund was again self-operating without assistance from the General Fund.

The School District's Governmental Funds

The school district's governmental funds are accounted for using the modified accrual basis of accounting. Total governmental funds' revenues and other financing sources decreased from \$15,364,017 for the year ended June 30, 2010 to \$12,802,427 for the year ended June 30, 2011. The decrease represents an overall change of 16.67%, or \$2,561,590. The decrease is the result of less students therefore a decrease in State Equalization, a drop in unit value and less in PSCOC funds.

Additionally, the total governmental funds' expenditures and other financing uses decreased from \$16,148,194 for the year ended June 30, 2010 to \$12,883,586 for the year ended June 30, 2011. This represents an overall decrease of 20.22% or \$3,364,608. The decrease is the result of monitoring expenses, preparing to budget without the stabilization funds, several positions that were vacated by retirees were not filled and the RHS renovation is almost completed.

The net change in fund balance for the year was a negative (\$81,159). The negative is primarily the result of expenditures exceeding revenue in the Bond Building Fund. Due to the sale of Bonds, revenue was received prior to June 30, 2008 and the expenditures relative to the RHS renovation were made after June 30, 2009. Less revenue and having to use cash balance also contributes.

General Fund Budgeting Highlights

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

During the course of the fiscal year, the school district amended its General Fund budget because of a decrease in student numbers, a mid-year decrease in unit value and an increase of cash balance from June 30, 2010. The only significant change in the general fund was a decrease in support services expenditures as those services were paid for through our State Education Jobs fund.

For the General Fund, expenditures exceeded revenues by \$568,059.

The deficiency is having to use general fund carry-over for expenditures.

STATE OF NEW MEXICO
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Capital Assets

The school district has \$27,574,607 invested in capital assets with corresponding accumulated depreciation of \$11,407,006 for the year ended June 30, 2011. The capital assets increased by 0.7%, or \$195,153 from the fiscal year ended June 30, 2010, amount of \$27,379,454. The increase was the result of the High School renovation project. See more detailed information on capital assets located at Note 7 in the Notes to the Financial Statements.

Debt

The school district had outstanding bonds payable of \$2,265,000 on June 30, 2011. The district had a Moody's Baa2 bond rating for the fiscal year ended June 30, 2011. The school district did not issue new GO School Building Bonds in the 2010-2011 school year, and made principal payments of \$200,000 on existing debt during the year. The school district has never defaulted on any of its debt or other obligations. See more detailed information on capital assets located at Note 8 in the Notes to the Financial Statements.

Future Events

The District saw another decrease in funding due to the decrease in unit value. The State backfilled the decrease with the Education Jobs Funds Act, but in reality, the cut was more than what was backfilled.. The challenge the District spoke of last year to keep programs in place grows. The District will continue to monitor spending.

The District will continue to see revenue from the oil and gas.

The La Mesa Park Racetrack and Casino could possibly happen.

At this time, the District knows of no other facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations in the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the school district's finances and to reflect the school district's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to:

Erlene Bradley
Finance Director
PO Box 940
Raton, NM 87740

Phone: (575) 445-9111
Fax: (575) 445-5641

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Raton Public Schools
Statement of Net Assets
June 30, 2011

	<u>Governmental Activities</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 2,233,459
Property taxes receivable	413,294
Intergovernmental receivables	6,674
Other receivables	13,337
Inventory	<u>42,944</u>
Total current assets	<u>2,709,708</u>
Noncurrent assets	
Restricted cash and cash equivalents	156,818
Bond issuance costs, net of amortization of \$13,675	43,985
Capital assets, net of accumulated depreciation	<u>16,167,601</u>
Total noncurrent assets	<u>16,368,404</u>
Total assets	<u><u>\$ 19,078,112</u></u>

The accompanying notes are an integral part of these financial statements

	<u>Governmental Activities</u>
Liabilities	
Current liabilities	
Accounts payable	\$ 61,665
Accrued payroll	312,328
Accrued compensated absences	32,421
Accrued interest	11,391
Current portion of bonds and notes payable	<u>200,000</u>
Total current liabilities	<u>617,805</u>
Noncurrent liabilities	
Bonds and notes payable	2,265,000
Accrued compensated absences	<u>3,737</u>
Total noncurrent liabilities	<u>2,268,737</u>
Total liabilities	<u>2,886,542</u>
Net assets	
Invested in capital assets, net of related debt	13,702,601
Restricted for:	
Other purposes	397,536
Capital projects	1,065,442
Debt service	379,445
Unrestricted	<u>646,546</u>
Total net assets	<u>16,191,570</u>
Total liabilities and net assets	<u><u>\$ 19,078,112</u></u>

STATE OF NEW MEXICO
Raton Public Schools
Statement of Activities
For the Year Ended June 30, 2011

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Primary government			
Governmental activities:			
Instruction	\$ 7,357,117	\$ 70,292	\$ 1,230,855
Support services - students	1,409,162	13,940	313,777
Support services - instruction	151,033	1,772	39,887
Support services - general administration	384,043	3,544	79,774
Support services - school administration	776,265	7,324	164,866
Central services	218,190	1,890	42,546
Operation and maintenance of plant	2,598,369	10,042	226,026
Student transportation	480,017	5,552	476,306
Food services operations	451,135	3,780	85,092
Interest on long-term debt	109,121	-	-
	<u>\$ 13,934,452</u>	<u>\$ 118,137</u>	<u>\$ 2,659,129</u>

General Revenues:

State equalization guarantee

Taxes:

 Property taxes, levied for operating programs

 Property taxes, levied for debt services

 Property taxes, levied for capital projects

 Oil and gas

Interest and investment earnings

Miscellaneous

General revenues and special items

Changes in net assets

Net assets, beginning

Net assets, ending

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>	<u>Net (Expenses) Revenue and Changes in Net Assets</u>
<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
\$ 103,116	\$ (5,952,854)
20,450	(1,060,995)
2,600	(106,774)
5,199	(295,526)
10,745	(593,330)
2,773	(170,981)
14,731	(2,347,570)
8,145	9,987
5,546	(356,717)
-	(109,121)
<u>\$ 173,305</u>	<u>(10,983,881)</u>
	9,189,886
	52,763
	302,328
	325,352
	17,912
	5,671
	<u>12,248</u>
	<u>9,906,160</u>
	(1,077,721)
	<u>17,269,291</u>
	<u>\$ 16,191,570</u>

STATE OF NEW MEXICO

Raton Public Schools

Balance Sheet

Governmental Funds

June 30, 2011

	<u>General Fund</u>	<u>Food Service</u>	<u>Title I</u>
Current Assets			
Cash and cash equivalents	\$ 1,146,961	\$ 302,613	\$ 8,465
Property taxes receivable	33,920	-	-
Intergovernmental receivables	-	-	-
Other receivables	11,809	77	-
Inventory	40,359	2,585	-
Due from other funds	5,225	-	-
	<hr/>	<hr/>	<hr/>
<i>Total assets</i>	<u>\$ 1,238,274</u>	<u>\$ 305,275</u>	<u>\$ 8,465</u>
Liabilities and fund balances			
<i>Liabilities</i>			
Accounts payable	\$ 55,882	\$ -	\$ -
Accrued payroll	275,463	9,218	8,465
Deferred revenue	32,255	-	-
Due to other funds	-	-	-
	<hr/>	<hr/>	<hr/>
<i>Total liabilities</i>	<u>363,600</u>	<u>9,218</u>	<u>8,465</u>
<i>Fund balances</i>			
Nonspendable			
Inventory	40,359	2,585	-
Spendable			
Restricted for:			
Educational purposes	-	-	-
Food service	-	293,472	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Committed for:			
Emergency reserves	25,000	-	-
Unassigned	809,315	-	-
	<hr/>	<hr/>	<hr/>
<i>Total fund balances</i>	<u>874,674</u>	<u>296,057</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,238,274</u>	<u>\$ 305,275</u>	<u>\$ 8,465</u>

The accompanying notes are an integral part of these financial statements

Capital Improvements SB-9 Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 602,701	\$ 329,537	\$ 2,390,277
349,851	29,523	413,294
-	6,674	6,674
714	737	13,337
-	-	42,944
-	-	5,225
<u>\$ 953,266</u>	<u>\$ 366,471</u>	<u>\$ 2,871,751</u>
\$ 5,195	\$ 588	\$ 61,665
-	19,182	312,328
340,830	20,076	393,161
-	5,225	5,225
<u>346,025</u>	<u>45,071</u>	<u>772,379</u>
-	-	42,944
-	76,020	76,020
-	-	293,472
-	52,959	52,959
607,241	167,348	774,589
-	25,073	25,073
-	-	25,000
-	-	809,315
<u>607,241</u>	<u>321,400</u>	<u>2,099,372</u>
<u>\$ 953,266</u>	<u>\$ 366,471</u>	<u>\$ 2,871,751</u>

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STATE OF NEW MEXICO

Raton Public Schools

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Assets
June 30, 2011

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	\$ 2,099,372
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	16,167,601
Bond issuance costs, net of amortization	43,985
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	392,775
Amounts not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	386
Other liabilities are not due and payable in the current period and therefore are not reported in the funds	
Accrued interest	(11,391)
Current portion of compensated absences	(32,421)
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	
Bonds and notes payable	(2,465,000)
Compensated absences	(3,737)
	<hr/>
Total net assets - governmental funds	<u>\$ 16,191,570</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	General Fund	Food Service	Title I
<i>Revenues</i>			
Property taxes	\$ 50,591	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	-	441,459	222,045
Federal direct	25,679	-	-
State flowthrough	9,239,840	-	-
State direct	-	-	-
Local grants	6,017	-	-
Transportation distribution	476,306	-	-
Oil and gas taxes	1,973	-	-
Charges for services	16,561	62,468	-
Investment income	3,862	454	-
Miscellaneous	9,890	-	-
<i>Total revenues</i>	<u>9,830,719</u>	<u>504,381</u>	<u>222,045</u>
<i>Expenditures</i>			
Current:			
Instruction	6,233,087	-	334,022
Support services - students	922,821	-	-
Support services - instruction	100,479	-	-
Support services - general administration	285,950	-	-
Support services - school administration	776,265	-	-
Central services	217,843	-	-
Operation and maintenance of plant	1,152,930	-	-
Student transportation	480,017	-	-
Food services operations	-	446,608	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>10,169,392</u>	<u>446,608</u>	<u>334,022</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(338,673)</u>	<u>57,773</u>	<u>(111,977)</u>
<i>Other financing sources (uses)</i>			
Clearing of fund balance to close fund	47,115	-	-
<i>Total other financing sources (uses)</i>	<u>47,115</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(291,558)	57,773	(111,977)
<i>Fund balances - beginning</i>	1,272,668	238,284	-
<i>Fund balances - reclassification</i>	<u>(106,436)</u>	<u>-</u>	<u>111,977</u>
<i>Fund balances - beginning as reclassified</i>	<u>1,166,232</u>	<u>238,284</u>	<u>111,977</u>
<i>Fund balances - ending</i>	<u>\$ 874,674</u>	<u>\$ 296,057</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Capital Improvements SB-9 Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 275,001	\$ 300,933	\$ 626,525
-	1,155,076	1,818,580
-	97,990	123,669
-	240,060	9,479,900
95,052	-	95,052
-	22,410	28,427
-	-	476,306
7,889	8,050	17,912
-	39,108	118,137
995	360	5,671
35	2,323	12,248
<u>378,972</u>	<u>1,866,310</u>	<u>12,802,427</u>
-	748,587	7,315,696
-	466,139	1,388,960
-	50,554	151,033
2,818	95,275	384,043
-	-	776,265
-	-	217,843
200,247	-	1,353,177
-	-	480,017
-	4,527	451,135
3,475	60,937	64,412
-	195,000	195,000
-	106,005	106,005
<u>206,540</u>	<u>1,727,024</u>	<u>12,883,586</u>
<u>172,432</u>	<u>139,286</u>	<u>(81,159)</u>
-	(47,115)	-
-	(47,115)	-
172,432	92,171	(81,159)
434,809	234,770	2,180,531
-	(5,541)	-
<u>434,809</u>	<u>229,229</u>	<u>2,180,531</u>
<u>\$ 607,241</u>	<u>\$ 321,400</u>	<u>\$ 2,099,372</u>

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STATE OF NEW MEXICO
Raton Public Schools
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2011

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

Net change in fund balances - total governmental funds	\$	(81,159)
--------------------------------------------------------	----	----------

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 recorded in capital outlay		64,412
Adjustment for capital asset inventory correction		(9,919)
Depreciation expense		(1,299,388)

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

Property taxes		53,918
Other non-exchange revenue		386

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 compensated absences		2,145
Decrease in accrued interest		1,319
Amortization expense		(4,435)
Principal payments on bonds		195,000

Change in net assets of governmental activities	\$	<u>(1,077,721)</u>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-1

Raton Public Schools

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 49,839	\$ 49,839	\$ 50,966	\$ 1,127
Intergovernmental revenue:				
Federal direct	29,366	29,366	25,679	(3,687)
State flowthrough	9,499,501	9,237,348	9,239,840	2,492
Local grants	1,000	1,000	4,157	3,157
Transportation distribution	525,770	503,561	476,306	(27,255)
Oil and gas taxes	2,132	2,132	1,963	(169)
Charges for services	4,100	4,100	16,561	12,461
Investment income	1,800	1,800	3,862	2,062
Miscellaneous	-	-	120	120
<i>Total revenues</i>	<u>10,113,508</u>	<u>9,829,146</u>	<u>9,819,454</u>	<u>(9,692)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	6,468,336	6,492,791	6,408,132	84,659
Support services - students	1,283,549	1,187,969	930,210	257,759
Support services - instruction	179,719	133,118	100,479	32,639
Support services - general administration	309,812	319,812	307,601	12,211
Support services - school administration	802,227	796,227	776,265	19,962
Central services	237,311	240,311	226,781	13,530
Operation and maintenance of plant	1,243,185	1,261,196	1,155,036	106,160
Student transportation	525,770	530,816	483,009	47,807
<i>Total expenditures</i>	<u>11,049,909</u>	<u>10,962,240</u>	<u>10,387,513</u>	<u>574,727</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(936,401)</u>	<u>(1,133,094)</u>	<u>(568,059)</u>	<u>565,035</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	936,401	1,133,094	-	(1,133,094)
Clearing of fund balance to close funds	-	-	47,115	47,115
<i>Total other financing sources (uses)</i>	<u>936,401</u>	<u>1,133,094</u>	<u>47,115</u>	<u>(1,085,979)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(520,944)</u>	<u>(520,944)</u>
<i>Fund balances - beginning of year,</i>	-	-	1,779,566	1,779,566
<i>Fund balances - restatement</i>	-	-	(106,436)	(106,436)
<i>Fund balances - as restated</i>	-	-	1,673,130	1,673,130
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,152,186</u>	<u>\$ 1,152,186</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (520,944)
Adjustments to revenue for property tax accruals and local grant accruals				11,265
Adjustments to expenditures for salaries and instruction expenditures				218,121
Net change in fund balances (GAAP)				<u>\$ (291,558)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-2

Raton Public 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, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	404,147	404,147	422,871	18,724
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
Local grants	-	-	-	-
Charges for services	58,780	58,780	62,391	3,611
Investment income	225	225	454	229
<i>Total revenues</i>	<u>463,152</u>	<u>463,152</u>	<u>485,716</u>	<u>22,564</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	608,087	608,087	432,510	175,577
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>608,087</u>	<u>608,087</u>	<u>432,510</u>	<u>175,577</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(144,935)</u>	<u>(144,935)</u>	<u>53,206</u>	<u>198,141</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	144,935	144,935	-	(144,935)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>144,935</u>	<u>144,935</u>	<u>-</u>	<u>(144,935)</u>
<i>Net change in fund balances</i>	-	-	53,206	53,206
<i>Fund balances - beginning of year</i>	-	-	249,407	249,407
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 302,613</u>	<u>\$ 302,613</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 53,206
Adjustments to revenue for charges for service accrual				18,665
Adjustments to expenditures for food service operations accrual				(14,098)
Net change in fund balances (GAAP)				<u>\$ 57,773</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO

Exhibit C-3

Raton Public 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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	334,692	357,863	334,098	(23,765)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
<i>Total revenues</i>	<u>334,692</u>	<u>357,863</u>	<u>334,098</u>	<u>(23,765)</u>
<i>Expenditures</i>				
Current				
Instruction	334,692	357,863	339,701	18,162
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>334,692</u>	<u>357,863</u>	<u>339,701</u>	<u>18,162</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,603)</u>	<u>(5,603)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<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>(5,603)</u>	<u>(5,603)</u>
<i>Fund balances - beginning</i>	-	-	(97,909)	(97,909)
<i>Fund balances - restatement</i>	-	-	111,977	111,977
<i>Fund balances - as restated</i>	<u>-</u>	<u>-</u>	<u>14,068</u>	<u>14,068</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,465</u>	<u>\$ 8,465</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (5,603)
Adjustments to revenue for federal flowthrough accrual				(112,053)
Adjustments to expenditures for instruction accrual				5,679
Net change in fund balances (GAAP)				<u>\$ (111,977)</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
Raton Public Schools
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2011

Exhibit D-1

<i>Assets</i>	
Cash and cash equivalents	<u>\$ 134,967</u>
<i>Total assets</i>	<u><u>\$ 134,967</u></u>
 <i>Liabilities</i>	
Deposits held in trust for others	<u>\$ 134,967</u>
<i>Total liabilities</i>	<u><u>\$ 134,967</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies

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

The school board is authorized to establish policies and regulations for its own government consistent with the laws of the State of New Mexico and the regulations of the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years. The District operates five schools within the District with a total enrollment of approximately 1,400 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

The 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 the District’s management who is responsible for their integrity and objectivity. The financial statements of the Raton Public Schools have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Private-sector standards of accounting and financials reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of the following subsequent private-sector guidance for their government wide financial statements, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance. The more significant of the District’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 the 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
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

B. Government-wide and fund financial statements

The government-wide financial statements (the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of inter-fund 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 District does not have any business-type activities.

In the government-wide Statement of Net Assets, the governmental activities column is presented on a consolidated basis by column, and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

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 like the sale of lunch tickets and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes, state equalization, and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The District does not have any enterprise funds.

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 levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Ad valorem taxes (property taxes), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period; net of estimated refunds and uncollectible amounts for government-wide statements. For fund financial statements these revenues are recognized as revenues when measurable and available. Derived tax revenues are recognized as revenue when the underlying exchange takes

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

place and the revenues are measurable and available. Grants and similar items (which include state equalization and state revenue sharing) 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 the District's school tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the school except for those items included in other funds. The General Fund includes the *Transportation Fund*, which is used to account for the State Equalization received from the New Mexico Public Education Department which is used to pay for the costs associated with transporting school age children. It also includes the *Instructional Materials Fund*, which is used to account for the monies received from the New Mexico Public Education Department for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Food Service Special Revenue Fund* is utilized to account for Federal and Local sources of income relating to the food service programs. The Cafeteria 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. Authority for the creation of this fund is NMSA 22-13-13.

The *Title I Special Revenue Fund* is used to account for a program funded by a Federal grant to assist the District in providing supplemental education opportunities for academically disadvantaged children in the area in which they reside. Funding is allocated to the District through the New Mexico Department of Education. Authority for the creation of this fund is Part A, Chapter I, Title I of the Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 102-383.

Capital Improvements SB-9 Capital Projects Fund is used to account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

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
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

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.

D. Assets, Liabilities and Net Assets or Fund 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 Local Government Investment Pool.

Investments for the District are reported at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties. 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. As of June 30, 2011 the District does not have any investments.

Restricted Assets: The Debt Service Fund is used to report resources set aside for the payment of long-term debt principal and interest.

Receivables and Payables: Interfund activity is reported as either 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 costs as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental 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 Colfax County. The funds are collected by the County Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurer in July and August 2011 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2011. Period of availability is deemed to be sixty days subsequent to year end.

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. As of June 30, 2011 the District does not have any prepaid items.

Inventory: Raton Public Schools values inventory at lower of cost or market value. The method that the District uses is the consumption approach. Under the consumption approach, governments report inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District 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).

Collections of works of art are valued at fair market value. They are capitalized and included in the government-wide financials statements. Works of art are not depreciated because the value will appreciate over time. The District maintains a work of art valued at \$250,000 at June 30, 2011.

The District was a phase II government for purposes of implementing GASB 34. However, the District does not have any infrastructure assets to report.

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. Library books are not capitalized because the District does not believe they have a life of more than one year.

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.

Capital expenditures made on the school district's building construction projects by the New Mexico Public School Facilities Authority are included in the District's capital assets as appropriate.

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

Buildings and improvements	20-40 years
Equipment and vehicles	5-20 years

Accrued Payroll: In the fund financial statements, governmental fund types recognize the accrual of unpaid wages and benefits that employees have earned at the close of each fiscal year. The amount recognized in the fund financial statements represents checks that were held at year end in relation to employee's summer payroll.

Deferred Revenues: There are two sets of circumstances in which the District accrues deferred revenue.

- *Unearned revenue* - Under both the accrual and the modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for *deferred revenue*.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

- *Unavailable revenue* – Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. Revenue must also be susceptible to accrual (it must be both measureable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue. The District has recorded \$392,775 in deferred revenue related to property taxes considered “unavailable.”

Compensated Absences: The District permits administrative employees to accumulate a maximum of 240 hours of earned but unused vacation, which will be paid at the employee’s current hourly rate 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 amount is reported in the government funds only if they are due and payable. No liability is reported for unpaid accumulated sick leave, as no payment is required upon termination of service by the 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. For bonds issued after the District implemented GASB 34 in the year ended June 30, 2003 bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or the straight-line method if the amounts are inconsequential compared to 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 a financing source 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 Balance Classification Policies and Procedures: For committed fund balance, the District's highest level of decision-making authority is the Board of Education. The formal action that is required to be taken to establish a fund balance commitment is the Board of Education.

For assigned fund balance, the Board of Education or an official or body to which the School Board of Education delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

For the classification of fund balances, the District considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the District considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

Nonspendable Fund Balance: At June 30, 2011, the nonspendable fund balance of the District is comprised of inventory in the general fund in the amount of \$40,359 and inventory in the food service fund in the amount of \$2,585, both of which are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2011, the restricted fund balance on the governmental funds balance sheet is made up of \$76,020 for providing education to the students of the District, \$293,472 for providing food service to the students of the District, \$52,959 for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act [22-24-1 NMSA 1978], or any combination of these purposes, \$774,589 for the payment of principal and interest of the future debt service requirements, and \$25,073 for athletics administered within the District.

Minimum Fund Balance Policy: The District's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the District holds restricted cash reserves of \$25,000.

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

- a. Invested in capital assets, net of related debt: Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets: Consist 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. Descriptions for the related restrictions for net assets restricted for "special revenue, debt service, and capital projects" are described on pages 64-67.
- c. Unrestricted Net Assets: All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the District are management's estimate of estimated useful lives and the current portion of accrued compensated absences.

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 District to ensure that the 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 District's program cost". A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

E. Revenues (Continued)

The District received \$9,189,886, in state equalization guarantee distributions during the year ended June 30, 2011. In addition, as a result of revenue shortfalls and the subsequent passage of the American Recovery and Reinvestment Act (ARRA), \$916,979 in federal stabilization dollars is appropriated as part of the state equalization guarantee (SEG). For the year ended June 30, 2011, the District had a carryover amount of \$97,990 from the initial award received in the prior year. Stabilization dollars must be distributed and accounted for separately in order to provide the assurances required by the U.S. Department of Education and the ARRA.

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. Colfax County collects county, city and school taxes and distributes some to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year. 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 \$626,525 in tax revenues in the governmental fund financial statements during the year ended June 30, 2011. 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 \$476,306 in transportation distributions during the year ended June 30, 2011.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various Districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the Public Education Department "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2011 totaled \$49,954. Allocations received and utilized are reflected in revenues and expenditures of the General Fund.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. However, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary. The District received \$95,052 in state SB-9 matching during the year ended June 30, 2011.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (Continued)

E. Revenues (Continued)

Public School Capital Outlay: Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program per Section 22-24-4(B), core administrative function of the public school facilities authority and for project management expenses upon approval of the council per Section 22-24-4 (G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L). The District received \$173,305 in PSCOC awards during the year ended June 30, 2011.

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

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

These budgets are prepared on a Non-GAAP cash basis 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 restricted fund balance.

Actual expenditures may not exceed the budget at function level. 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 District's expenditures are budgeted on a cash basis, with the exception of those expenditures related to payroll. Payroll expenditures are budgeted on the accrual basis and the beginning fund balance and current year actual expenditures on the budgetary comparisons in those funds that have accrued payroll for held checks at year end have been adjusted to account for this requirement.

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

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

1. In April or May, the superintendent submits to Board of Education a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 2. Stewardship, Compliance and Accountability (Continued)

Budgetary Information (Continued)

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 Board of Education and the New Mexico Public Education Department.
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).

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 appropriated budget for the year ended June 30, 2011, was properly amended by the Board of Education throughout the year. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original	Final
	Budget	Budget
Budgeted Funds:		
General Fund	\$ (936,401)	\$ (1,133,094)
Food Service Special Revenue Fund	(144,935)	(144,935)
Title I Special Revenue Fund	-	-
Capital Improvements SB-9 Capital Projects Fund	(244,474)	(446,424)
Nonmajor Funds	(451,430)	(360,150)

The reconciliation between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis for each nonmajor governmental fund are included in each individual budgetary comparison.

NOTE 3. Deposits and Investments

Section 22-8-40, NMSA 1978 authorizes the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. As of June 30, 2011 the District did not have any investments.

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 collateralized by the financial institution as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance. The collateral pledged is listed on Schedule II in 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.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (Continued)

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.

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Under the Transaction Account Guarantee Program (TAGP) in effect from July 1, 2010 to December 31, 2010, time deposits, savings deposits and interest bearing negotiable order of withdrawal (NOW) accounts of a public unit in an institution in the same state were insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. The TAGP program expired on December 31, 2010. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts at all FDIC-insured depository institutions. The separate coverage on non-interest bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012. From December 31, 2010 to July 20, 2011 accounts held by an official custodian for a government unit are insured as follows:

- Up to \$250,000 for the combined total of all time and savings deposits (including NOW accounts), and
- Unlimited coverage for noninterest-bearing transaction (demand deposit) accounts through July 20, 2011, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

Through July 20, 2011, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2011, \$1,880,670 of the District's bank balance of \$2,727,109 was subject to custodial credit risk. \$975,000 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name, and \$905,670 of the District's deposits were uninsured and uncollateralized at June 30, 2011.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (Continued)

	International Bank	First National Bank of New Mexico	Total
	<u> </u>	<u> </u>	<u> </u>
Amount of deposits	\$ 2,558,204	\$ 168,905	\$ 2,727,109
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	(427,534)	-	(427,534)
FDIC Coverage	<u>(250,000)</u>	<u>(168,905)</u>	<u>(418,905)</u>
Total uninsured public funds	<u>1,880,670</u>	<u>-</u>	<u>1,880,670</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the District's name	<u>975,000</u>	<u>-</u>	<u>975,000</u>
Uninsured and uncollateralized	<u>\$ 905,670</u>	<u>\$ -</u>	<u>\$ 905,670</u>
Collateral requirement (50% of uninsured funds)	\$ 940,335	\$ -	\$ 940,335
Pledged Collateral	<u>975,000</u>	<u>75,000</u>	<u>1,050,000</u>
Over (Under) collateralized	<u>\$ 34,665</u>	<u>\$ 75,000</u>	<u>\$ 109,665</u>

Reconciliation of Cash and Cash Equivalents

Primary Government

Reconciliation to the Statement of Net Assets:

Cash and cash equivalents per Exhibit A-1	\$ 2,233,459
Restricted cash and cash equivalents per Exhibit A-1	156,818
Agency funds cash per Exhibit D-1	<u>134,967</u>
Total cash and cash equivalents	<u>2,525,244</u>
Add: outstanding checks and other reconciling items	<u>201,865</u>
Bank balance of deposits	<u>\$ 2,727,109</u>

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 4. Receivables

Accounts receivable for governmental activities as of June 30, 2011 are as follows:

	General Fund	Food Service Special Revenue Fund	Capital Improvements SB-9 Fund	Other Governmental Funds	Total
Property taxes receivable	\$ 33,920	\$ -	\$ 349,851	\$ 29,523	\$413,294
Intergovernmental receivables					
Federal	-	-	-	6,674	6,674
Other receivables:					
Oil and gas taxes	179	-	714	737	1,630
Refunds from prior year	11,630	77	-	-	11,707
Totals	<u>\$ 45,729</u>	<u>\$ 77</u>	<u>\$ 350,565</u>	<u>\$ 36,934</u>	<u>\$433,305</u>

The above receivables are deemed 100% collectible.

NOTE 5. Accounts Payable and Accrued Expenses

Accounts Payable and accruals as of June 30, 2011, are as follows:

Payable to educational service vendors	\$ 61,665
Accrued payroll	312,328
Accrued interest	<u>11,391</u>
Total accounts payable and accruals	<u>\$ 385,384</u>

NOTE 6. Interfund Receivables and Payables, and Transfers

The District's fund financial statements include inter-fund receivables and payables to enable the funds to operate until grant monies are received. The composition of inter-fund balances as of June 30, 2011 is as follows:

		<u>Due From</u>	<u>Due To</u>
11000	Major Funds: General Fund	\$ 5,225	\$ -
24107	Non-major Funds: Discretionary IDEA-B Special Revenue Fund	<u>-</u>	<u>5,225</u>
		<u>\$ 5,225</u>	<u>\$ 5,225</u>

All interfund balances are to be repaid within one year.

The District did not make any transfers between funds during the fiscal year ended June 30, 2011.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 7. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2011 follows. Land, collections of works of art and construction in progress are not subject to depreciation.

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets not being depreciated				
Land	\$ 107,911	\$ -	\$ -	\$ 107,911
Collections of works of art	250,000	-	-	250,000
Construction in progress	<u>6,935,942</u>	<u>-</u>	<u>6,634,645</u>	<u>301,297</u>
Total assets not being depreciated	<u>7,293,853</u>	<u>-</u>	<u>6,634,645</u>	<u>659,208</u>
Capital assets being depreciated				
Buildings and improvements	18,389,689	6,699,057	-	25,088,746
Equipment and vehicles	<u>1,876,468</u>	<u>-</u>	<u>49,815</u>	<u>1,826,653</u>
Total assets being depreciated	<u>20,266,157</u>	<u>6,699,057</u>	<u>49,815</u>	<u>26,915,399</u>
Total capital assets	<u>27,560,010</u>	<u>6,699,057</u>	<u>6,684,460</u>	<u>27,574,607</u>
Less accumulated depreciation:				
Buildings and improvements	9,391,148	1,206,538	-	10,597,686
Equipment and vehicles	<u>756,366</u>	<u>92,850</u>	<u>39,896</u>	<u>809,320</u>
Total accumulated depreciation	<u>10,147,514</u>	<u>1,299,388</u>	<u>39,896</u>	<u>11,407,006</u>
Total capital assets net of depreciation	<u>\$17,412,496</u>	<u>\$5,399,669</u>	<u>\$6,644,564</u>	<u>\$16,167,601</u>

Depreciation expense for the year ended June 30, 2011 was charged to governmental activities as follows:

Instruction	\$ 58,041
Support services – students	10,526
Support services – general administration	347
Operations and maintenance of plant	<u>1,230,474</u>
	<u>\$ 1,299,388</u>

The District has active construction projects as of June 30, 2011. The projects include additions, renovations and improvements to school buildings and grounds. A portion of the outstanding projects is funded by payments made directly to contractors by the Public School Capital Outlay Council (PSCOC). The PSCOC was created under the public school capital outlay council pursuant to Subsection A of Section 22-24-9 NMSA 1978 to assist in identifying and funding all outstanding deficiencies in public schools and grounds that may adversely affect the health or safety of students and school personnel.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 8. Long-term Debt

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years was \$3,500,000.

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, 2011 are for governmental activities.

Bonds outstanding at June 30, 2011 are comprised of the following:

	<u>Series 5/1/1998</u>	<u>Series 6/1/2008</u>
Original Issue:	\$ 1,100,000	\$ 2,400,000
Principal:	October 1	June 1
Interest:	April 1	December 1
	October 1	June 1
Interest Rates:	4.45% - 6.45%	3.35% - 4.15%
Maturity Date:	October 2014	June 2021

The following is a summary of the long-term debt and the related activity for the year ended June 30, 2011:

	<u>Balance</u>			<u>Balance</u>	<u>Due Within</u>
	<u>June 30, 2010</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2011</u>	<u>One Year</u>
General obligation bonds Series 5/1/1998	\$ 460,000	\$ -	\$ 85,000	\$ 375,000	\$ 85,000
General obligation bonds Series 6/1/2008	2,200,000	-	110,000	2,090,000	115,000
Compensated Absences	<u>38,303</u>	<u>30,276</u>	<u>32,421</u>	<u>36,158</u>	<u>32,421</u>
Total Long-Term Debt	<u>\$ 2,698,303</u>	<u>\$ 30,276</u>	<u>\$ 227,421</u>	<u>\$ 2,501,158</u>	<u>\$ 232,421</u>

The annual requirements to amortize the May 1, 1998 Series general obligation bonds as of June 30, 2011, including interest payments are as follows:

<u>Fiscal Year</u>			<u>Total</u>
<u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2012	\$ 85,000	\$ 16,228	\$ 101,228
2013	90,000	11,994	101,994
2014	95,000	7,473	102,473
2015	105,000	2,572	107,572
	<u>\$ 375,000</u>	<u>\$ 38,267</u>	<u>\$ 413,267</u>

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 8. Long-term Debt (Continued)

The annual requirements to amortize the June 1, 2008 Series general obligation bonds as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 115,000	\$ 81,890	\$ 196,890
2013	120,000	77,865	197,865
2014	120,000	73,484	193,484
2015	225,000	68,926	293,926
2016	235,000	59,430	294,430
2017-2021	<u>1,275,000</u>	<u>155,676</u>	<u>1,430,676</u>
	<u>\$ 2,090,000</u>	<u>\$ 517,271</u>	<u>\$ 2,607,271</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, 2011, the long-term portion of compensated absences decreased \$2,145 over the prior year accrual. Compensated absences are usually paid from the general fund. See Note 1 for more details.

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 for contents and \$10,000 deductible for 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 \$500,000 per occurrence for Faithful Performance. A limit of \$500,000 applies to Depositor’s Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA’s assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2011, there have been no claims that have exceeded insurance coverage.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 10. Other Required Individual Fund Disclosures

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

- A. Deficit Fund Balances. The District did not have any funds that maintained a deficit fund balance at June 30, 2011:
- B. Excess of expenditures over appropriations: The District did not have any funds that had line item expenditures in excess of the budget for the year ended June 30, 2011.
- C. Designated cash appropriations in excess of available balance: The District did not have any funds that budgets exceeded approved budgetary authority for the year ended June 30, 2011.

NOTE 11. Pension Plan- Educational Retirement Board

Plan Description. Substantially all of the District's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P. O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at www.nmerb.org.

Funding Policy. Effective July 1, 2009 through June 30, 2011, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The District was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross salary of employees earning more than \$20,000 annually. Effective July 1, 2011 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ended June 30, 2011, 2010, and 2009, were \$790,927, \$787,875, and \$825,472 respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 12. Post-Employment Benefits

Plan Description. The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 12. Post-Employment Benefits (Continued)

(Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee was required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	1.834%	.917%
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/98 are required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature. The District's contribution to the RHCA for the years ended June 30, 2011, 2010, and 2009 were \$115,645, \$90,365, and \$92,670, respectively, which equal the required contribution for each year.

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

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

NOTE 14. Commitments

The District has entered into a contract for the Raton High School paving project. At June 30, 2011, the remaining balance the District owes for the unfinished portion of construction is approximately \$100,368.

NOTE 15. Joint Powers Agreements

Cooperative Procurement Agreement
Participants – Raton Public Schools
Cooperative Education Services
Responsible party – All participants
Description – To conduct cooperative procurement utilizing services of each entity.
Begin date – July 1, 1984
Ending date – Until notified
Estimated amount of project – Unknown
Amount contributed – None
Audit responsibility – Each participant
Fiscal agent – Not applicable

NOTE 16. Fund Balance Reclassification

The District has reclassified prior year fund balances in the fund financial statements as a result of accounting errors in years that have occurred previous to year end 2005. Management has been investigating the cash balances maintained from previous years and has determined that the cash balances presented are incorrectly carrying forward from year to year and should be presented in the operational fund. Due to the reclassification noted below, in the current year Title I was not considered a major fund, however, management has decided to present Title I as a major fund in the current year to be consistent with prior years. The total fund balances were reclassified in the following funds:

General Fund	\$ (106,436)
Title I	111,977
Preschool IDEA B	(949)
Title IIA- Teacher Principal Training & Recruiting	<u>(4,592)</u>
Total reclassification of fund balances	<u><u>\$ -</u></u>

STATE OF NEW MEXICO
Raton Public Schools
Notes to the Financial Statements
June 30, 2011

NOTE 17. Subsequent Events

The date to which events occurring after June 30, 2011, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statement or disclosures is September 30, 2011, which is the date on which the financial statements were issued.

NOTE 18. Restricted Net Assets

The government-wide statement of net assets reports \$1,842,423 of restricted net assets, all of which is restricted by enabling legislation. For descriptions of the related restrictions for net assets restricted for special revenue, debt service and capital projects, see pages 43 and 64-67.

NOTE 19. Subsequent Pronouncements

In November 2010, Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, Effective Date: For financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The standard is expected to have no effect on the District in upcoming years.

In November 2010, Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

In December 2010, Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, Effective Date: The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The District will implement this standard during fiscal year June 30, 2013.

In June 2011, Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, Effective Date: The provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

In June 2011, Statement No. 64 *Derivative Instruments: Application of Hedge Accounting Termination Provisions—an amendment of GASB Statement No. 53*, Effective Date: The provisions of Statement 64 are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Raton Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2011

Special Revenue Funds

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

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

Discretionary IDEA-B (24107) – 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.

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

IDEA-B “Risk Pool” (24120) –To provide additional funding in connection with Individuals with Disabilities Education Act (IDEA) for children who are considered “high cost special education needs” Local government agencies who meet qualifications will receive this funding. Any unexpended funds will be reallocated by the State to all school districts. Raton Public Schools did not submit an application for these funds but received monies due to the reallocation component.

English Language Acquisition (24153) – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. (P.L. 100-77).

Title IIA Teacher / Principal Training & Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science and also to increase the accessibility of such instruction to all students. Funding authority is the Public Education Department.

Safe and Drug Free Schools (24157) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. (P.L. 106-553)

Rural & Low Income Schools (24160) – To account for funds used to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Title I - IASA - Federal Stimulus (24201) – Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

Entitlement IDEA-B - Federal Stimulus (24206) – Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

Preschool IDEA-B - Federal Stimulus (24209) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

Healthcare Career Pathway (24293) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are intended to create an opportunity for students to earn college credit hours and prepares them to enter the healthcare profession.

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

STATE OF NEW MEXICO
Raton Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2011

Special Revenue Funds (continued)

Operational Federal Stabilization (25250) - As a result of revenue shortfalls and the subsequent passage of the American Recovery and Reinvestment Act (ARRA), \$916,979 in federal stabilization dollars is appropriated as part of the state equalization guarantee (SEG) for FY10. Stabilization dollars must be distributed and accounted for separately in order to provide the assurances required by the U.S. Department of Education and the ARRA. This fund is to account for the appropriated amount awarded to the District.

Education Jobs Fund (25255) – To provide assistance to States to save or create education jobs for the 2010-2011 school year. Job funding under this program include those that provide educational and related services for early childhood, elementary, and secondary education.

Dual Credit Instructional Materials/HB2 (27103) – To account for House Bill 2, 2009 which makes an appropriation for Dual Credit Instructional materials. The dual credit instructional materials must be for a course approved by Higher Education Department and through a college/university for which the District has an approved agreement.

GO Bond Student Library (27105) – To account for Senate Bill 333, 2008 which makes an appropriation to fund all public, charter and juvenile justice schools for public school library improvement or acquisition per school and to acquire library books, equipment, and library resources for public school and state-supported school libraries statewide.

Technology for Education (27117) – The purpose of this grant is to assist the District to develop and implement a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 22-15A-1 through 22-15A-13.

Incentives for School Improvement Act PED (27138) – To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools. The Authority for this fund is NMSA 22-13A-1 through 22-13A-6.

Beginning Teacher Mentoring (27154) – The objective of this program is to provide beginning teachers an effective transition into the teaching profession, retain capable teachers, improve the achievement of students and improve the overall success of the school. Funding is provided by the New Mexico Board of Education. The Authority for creation of this fund is NMSA 22-10A-19.

Breakfast in the Classroom (27155) – To account for Legislative Appropriation to implement breakfast in the classroom for elementary schools in need of improvement on AYP designations. Funding authority is the Public Education Department.

Core Curriculum (27160) – To account for monies received to purchase software and other services to improve reading and math skills. The Authority for this fund is NMSA 22-13-1.

GO Bond Library (27170) – To acquire library materials, including books and other library resources for public schools. Funding authority is the Public Education Department.

Senate Bill 471 (27549) – This bill was passed to allocate funds to school districts for the purchase of library books. Funding authority is the Public Education Department.

Gear-Up New Mexico (28119) – To purchase items at Raton Middle School for Gear up students who are in the seventh grade. Funding authority is the Public Education Department.

Sloan-Prince Grant (29102) – To purchase literature sets that served as a model for developing writing skills and strategies. Funding authority is the Public Education Department.

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

School Based Health Center (29130) – To develop and integrate an operational plan for health services to be offered to all students in the District. Funding authority is the Public Education Department.

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STATE OF NEW MEXICO
Raton Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2011

Capital Projects Funds

Bond Building (31100) – To account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishings of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

Land/Building Improvements (31200) – To account for PSCOC awards received and expended. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof.

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

Debt Service Fund

Debt Service (41000) – To accumulate resources for payment of principal and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters of the Schools and assessed by the Colfax County Assessor and collected and remitted to the Schools by the Colfax County Treasurer.

STATE OF NEW MEXICO
Raton Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue		
	Athletics	Entitlement IDEA-B	Discretionary IDEA-B
Current assets			
Cash and cash equivalents	\$ 25,243	\$ 11,918	\$ -
Property taxes receivable	-	-	-
Intergovernmental receivables	-	-	5,225
Other receivables	-	-	-
Due from other funds	-	-	-
<i>Total assets</i>	<u>\$ 25,243</u>	<u>\$ 11,918</u>	<u>\$ 5,225</u>
Liabilities and fund balances			
Accounts payable	\$ 170	\$ -	\$ -
Accrued payroll	-	11,918	-
Deferred revenue	-	-	-
Due to other funds	-	-	5,225
<i>Total liabilities</i>	<u>170</u>	<u>11,918</u>	<u>5,225</u>
<i>Fund balances</i>			
Spendable			
Restricted for:			
Educational purposes	-	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	25,073	-	-
Unassigned	-	-	-
<i>Total fund balances</i>	<u>25,073</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 25,243</u>	<u>\$ 11,918</u>	<u>\$ 5,225</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				
Preschool IDEA-B	IDEA- B "Risk Pool"	English Language Acquisition	Title IIA Teacher/Principal Training & Recruiting	Safe and Drug Free Schools
\$ 1,870	\$ -	\$ 12	\$ -	\$ -
-	-	-	-	-
697	-	374	378	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 2,567</u>	<u>\$ -</u>	<u>\$ 386</u>	<u>\$ 378</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 378	\$ -
2,567	-	-	-	-
-	-	386	-	-
-	-	-	-	-
<u>2,567</u>	<u>-</u>	<u>386</u>	<u>378</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 2,567</u>	<u>\$ -</u>	<u>\$ 386</u>	<u>\$ 378</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Raton Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue		
	Rural & Low Income Schools	Title I-IASA- Federal Stimulus	Entitlement IDEA- B- Federal Stimulus
Current assets			
Cash and cash equivalents	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-
Intergovernmental receivables	-	-	-
Other receivables	-	-	-
Due from other funds	-	-	-
	Total assets	Total assets	Total assets
	\$ -	\$ -	\$ -
Liabilities and fund balances			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	-	-	-
Deferred revenue	-	-	-
Due to other funds	-	-	-
	Total liabilities	Total liabilities	Total liabilities
	-	-	-
Fund balances			
Spendable			
Restricted for:			
Educational purposes	-	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Unassigned	-	-	-
	Total fund balances	Total fund balances	Total fund balances
	-	-	-
Total liabilities and fund balances	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue				
Preschool IDEA- B- Federal Stimulus	Healthcare Career Pathway	Title XIX Medicaid 3/21 Years	Operational Federal Stabilization	Education Jobs Fund
\$ -	\$ -	\$ 4,847	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,847</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	4,697	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,697	-	-
-	-	-	-	-
-	-	150	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,847</u>	<u>\$ -</u>	<u>\$ -</u>
-	-	150	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,847</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Raton Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue		
	Dual Credit Instructional Materials/HB2	GO Bond Student Library	Technology for Education
Current assets			
Cash and cash equivalents	\$ -	\$ -	\$ 9,137
Property taxes receivable	-	-	-
Intergovernmental receivables	-	-	-
Other receivables	-	-	-
Due from other funds	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,137</u>
Liabilities and fund balances			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	-	-	-
Deferred revenue	-	-	-
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Spendable			
Restricted for:			
Educational purposes	-	-	9,137
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Unassigned	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>9,137</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,137</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Incentives for School Improvement Act PED	Beginning Teacher Mentoring	Breakfast in the Classroom	Core Curriculum	GO Bond Library
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Raton Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue		
	Senate Bill 471	Gear- Up New Mexico	Sloan-Prince Grant
Current assets			
Cash and cash equivalents	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-
Intergovernmental receivables	-	-	-
Other receivables	-	-	-
Due from other funds	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities and fund balances			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	-	-	-
Deferred revenue	-	-	-
Due to other funds	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Spendable			
Restricted for:			
Educational purposes	-	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Unassigned	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue		Capital Projects			
City/County Grants	School Based Health Center	Bond Building	Land/Building Improvements	Special Capital Outlay - State	
\$ 11,659	\$ 55,074	\$ 52,959	\$ -	\$ -	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
<u>\$ 11,659</u>	<u>\$ 55,074</u>	<u>\$ 52,959</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
11,659	55,074	-	-	-	
-	-	52,959	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
<u>11,659</u>	<u>55,074</u>	<u>52,959</u>	<u>-</u>	<u>-</u>	
<u>\$ 11,659</u>	<u>\$ 55,074</u>	<u>\$ 52,959</u>	<u>\$ -</u>	<u>\$ -</u>	

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STATE OF NEW MEXICO
Raton Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	<u>Debt Service</u>	
Current assets	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
Cash and cash equivalents	\$ 156,818	\$ 329,537
Property taxes receivable	29,523	29,523
Intergovernmental receivables	-	6,674
Other receivables	737	737
Due from other funds	-	-
<i>Total assets</i>	<u>\$ 187,078</u>	<u>\$ 366,471</u>
Liabilities and fund balances		
Accounts payable	\$ 40	588
Accrued payroll	-	19,182
Deferred revenue	19,690	20,076
Due to other funds	-	5,225
<i>Total liabilities</i>	<u>19,730</u>	<u>45,071</u>
<i>Fund balances</i>		
Spendable		
Restricted for:		
Educational purposes	-	76,020
Capital acquisitions and improvements	-	52,959
Debt service	167,348	167,348
Extracurricular activities	-	25,073
Unassigned	-	-
<i>Total fund balances</i>	<u>167,348</u>	<u>321,400</u>
<i>Total liabilities and fund balances</i>	<u>\$ 187,078</u>	<u>\$ 366,471</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue		
	Athletics	Entitlement IDEA- B	Discretionary IDEA-B
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	-	297,506	23,054
Federal direct	-	-	-
State flowthrough	-	-	-
Local grants	-	-	-
Oil and gas	-	-	-
Charges for services	39,108	-	-
Investment income	68	-	-
Miscellaneous	2,310	-	-
<i>Total revenues</i>	41,486	297,506	23,054
<i>Expenditures</i>			
Current:			
Instruction	36,978	172,360	9,581
Support services - students	-	32,932	13,473
Support services - instruction	-	-	-
Support services - general administration	-	92,214	-
Support services - school administration	-	-	-
Operation and maintenance of plant	-	-	-
Food service operations	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	36,978	297,506	23,054
<i>Excess (deficiency) of revenues over expenditures</i>	4,508	-	-
<i>Other financing sources (uses)</i>			
Clearing of fund balance to close fund	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net change in fund balances</i>	4,508	-	-
<i>Fund balances - beginning</i>	20,565	-	-
<i>Fund balances - reclassification</i>	-	-	-
<i>Fund balances - as reclassified</i>	20,565	-	-
<i>Fund balances - ending</i>	\$ 25,073	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue				
Preschool IDEA-B	IDEA-B "Risk Pool"	English Language Acquisition	Title IIA Teacher/Principal Training & Recruiting	Safe and Drug Free Schools
\$ -	\$ -	\$ -	\$ -	\$ -
21,806	2,753	15,175	82,309	159
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>21,806</u>	<u>2,753</u>	<u>15,175</u>	<u>82,309</u>	<u>159</u>
20,857	-	15,175	77,717	-
-	2,753	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>20,857</u>	<u>2,753</u>	<u>15,175</u>	<u>77,717</u>	<u>-</u>
<u>949</u>	<u>-</u>	<u>-</u>	<u>4,592</u>	<u>159</u>
-	-	-	-	(159)
-	-	-	-	(159)
949	-	-	4,592	-
-	-	-	-	-
<u>(949)</u>	<u>-</u>	<u>-</u>	<u>(4,592)</u>	<u>-</u>
<u>(949)</u>	<u>-</u>	<u>-</u>	<u>(4,592)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue		
	Rural & Low Income Schools	Title I-IASA- Federal Stimulus	Entitlement IDEA- B- Federal Stimulus
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	25,341	108,683	168,002
Federal direct	-	-	-
State flowthrough	-	-	-
Local grants	-	-	-
Oil and gas	-	-	-
Charges for services	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	<u>25,341</u>	<u>108,683</u>	<u>168,002</u>
<i>Expenditures</i>			
Current:			
Instruction	25,341	108,683	151,728
Support services - students	-	-	16,274
Support services - instruction	-	-	-
Support services - general administration	-	-	-
Support services - school administration	-	-	-
Operation and maintenance of plant	-	-	-
Food service operations	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>25,341</u>	<u>108,683</u>	<u>168,002</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Clearing of fund balance to close fund	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-
<i>Fund balances - beginning</i>	-	-	-
<i>Fund balances - reclassification</i>	-	-	-
<i>Fund balances - as reclassified</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				
Preschool IDEA-B- Federal Stimulus	Healthcare Career Pathway	Title XIX Medicaid 3/21 Years	Operational Federal Stabilization	Education Jobs Fund
\$ -	\$ -	\$ -	\$ -	\$ -
9,021	45,609	91,643	-	264,015
-	-	-	97,990	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,021	45,609	91,643	97,990	264,015
9,021	-	-	97,990	-
-	45,609	91,493	-	213,577
-	-	-	-	50,438
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,021	45,609	91,493	97,990	264,015
-	-	150	-	-
-	-	-	-	-
-	-	-	-	-
-	-	150	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ 150	\$ -	\$ -

STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue		
	Dual Credit Instructional Materials/HB2	GO Bond Student Library	Technology for Education
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	-	-	-
Federal direct	-	-	-
State flowthrough	2,291	-	-
Local grants	-	-	-
Oil and gas	-	-	-
Charges for services	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	13
<i>Total revenues</i>	<u>2,291</u>	<u>-</u>	<u>13</u>
<i>Expenditures</i>			
Current:			
Instruction	2,291	-	3,689
Support services - students	-	-	-
Support services - instruction	-	-	-
Support services - general administration	-	-	-
Support services - school administration	-	-	-
Operation and maintenance of plant	-	-	-
Food service operations	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>2,291</u>	<u>-</u>	<u>3,689</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,676)</u>
<i>Other financing sources (uses)</i>			
Clearing of fund balance to close fund	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(3,676)
<i>Fund balances - beginning</i>	-	-	12,813
<i>Fund balances - reclassification</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - as reclassified</i>	<u>-</u>	<u>-</u>	<u>12,813</u>
<i>Fund balances - ending</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,137</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				
Incentives for School Improvement Act PED	Beginning Teacher Mentoring	Breakfast in the Classroom	Core Curriculum	GO Bond Library
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	4,527	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,527	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,527	-	-
-	-	-	-	-
-	-	-	-	-
(26,790)	(2,624)	-	-	(16)
(26,790)	(2,624)	-	-	(16)
(26,790)	(2,624)	-	-	(16)
26,790	2,624	-	-	16
-	-	-	-	-
26,790	2,624	-	-	16
\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue		
	Senate Bill 471	Gear-Up New Mexico	Sloan-Prince Grant
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	-	-	-
Federal direct	-	-	-
State flowthrough	-	-	-
Local grants	-	-	-
Oil and gas	-	-	-
Charges for services	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	-	-	-
<i>Expenditures</i>			
Current:			
Instruction	-	-	-
Support services - students	-	-	-
Support services - instruction	-	-	-
Support services - general administration	-	-	-
Support services - school administration	-	-	-
Operation and maintenance of plant	-	-	-
Food service operations	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-
<i>Other financing sources (uses)</i>			
Clearing of fund balance to close fund	(264)	(227)	(172)
<i>Total other financing sources (uses)</i>	(264)	(227)	(172)
<i>Net change in fund balances</i>	(264)	(227)	(172)
<i>Fund balances - beginning</i>	264	227	172
<i>Fund balances - reclassification</i>	-	-	-
<i>Fund balances - as reclassified</i>	264	227	172
<i>Fund balances - ending</i>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue		Capital Projects		
City/County Grants	School Based Health Center	Bond Building	Land/Building Improvements	Special Capital Outlay - State
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	59,937	-	173,305	-
22,410	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>22,410</u>	<u>59,937</u>	<u>-</u>	<u>173,305</u>	<u>-</u>
7,500	9,676	-	-	-
3,135	46,893	-	-	-
116	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	15,972	44,965	-
-	-	-	-	-
-	-	-	-	-
<u>10,751</u>	<u>56,569</u>	<u>15,972</u>	<u>44,965</u>	<u>-</u>
<u>11,659</u>	<u>3,368</u>	<u>(15,972)</u>	<u>128,340</u>	<u>-</u>
-	-	-	-	(16,863)
-	-	-	-	(16,863)
11,659	3,368	(15,972)	128,340	(16,863)
-	51,706	68,931	(128,340)	16,863
-	-	-	-	-
<u>-</u>	<u>51,706</u>	<u>68,931</u>	<u>(128,340)</u>	<u>16,863</u>
<u>\$ 11,659</u>	<u>\$ 55,074</u>	<u>\$ 52,959</u>	<u>\$ -</u>	<u>\$ -</u>

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STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
<i>Revenues</i>		
Property taxes	\$ 300,933	\$ 300,933
Intergovernmental revenue:		
Federal flowthrough	-	1,155,076
Federal direct	-	97,990
State flowthrough	-	240,060
Local grants	-	22,410
Oil and gas	8,050	8,050
Charges for services	-	39,108
Investment income	292	360
Miscellaneous	-	2,323
<i>Total revenues</i>	<u>309,275</u>	<u>1,866,310</u>
<i>Expenditures</i>		
Current:		
Instruction	-	748,587
Support services - students	-	466,139
Support services - instruction	-	50,554
Support services - general administration	3,061	95,275
Support services - school administration	-	-
Operation and maintenance of plant	-	-
Food service operations	-	4,527
Capital outlay	-	60,937
Debt service:		
Principal	195,000	195,000
Interest	106,005	106,005
<i>Total expenditures</i>	<u>304,066</u>	<u>1,727,024</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,209</u>	<u>139,286</u>
<i>Other financing sources (uses)</i>		
Clearing of fund balance to close fund	-	(47,115)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(47,115)</u>
<i>Net change in fund balances</i>	5,209	92,171
<i>Fund balances - beginning</i>	162,139	234,770
<i>Fund balances - reclassification</i>	-	(5,541)
<i>Fund balances - as reclassified</i>	<u>162,139</u>	<u>229,229</u>
<i>Fund balances - ending</i>	<u>\$ 167,348</u>	<u>\$ 321,400</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Athletics Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	35,178	35,178	39,108	3,930	
Investment income	32	32	68	36	
Miscellaneous	-	-	2,310	2,310	
<i>Total revenues</i>	<u>35,210</u>	<u>35,210</u>	<u>41,486</u>	<u>6,276</u>	
<i>Expenditures</i>					
Current					
Instruction	54,738	55,775	36,808	18,967	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>54,738</u>	<u>55,775</u>	<u>36,808</u>	<u>18,967</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(19,528)</u>	<u>(20,565)</u>	<u>4,678</u>	<u>25,243</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	19,528	20,565	-	(20,565)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>19,528</u>	<u>20,565</u>	<u>-</u>	<u>(20,565)</u>	
<i>Net change in fund balances</i>	-	-	4,678	4,678	
<i>Fund balances - beginning of year</i>	-	-	20,565	20,565	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,243</u>	<u>\$ 25,243</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ 4,678	
No adjustments for revenue accruals				-	
Adjustments to expenditures for accrual in instruction function				(170)	
Net change in fund balances (GAAP)				<u>\$ 4,508</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Entitlement IDEA-B 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	326,839	372,654	297,711		(74,943)
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>326,839</u>	<u>372,654</u>	<u>297,711</u>		<u>(74,943)</u>
<i>Expenditures</i>					
Current					
Instruction	198,528	244,343	178,848		65,495
Support services - students	36,145	36,035	32,932		3,103
Support services - instruction	-	-	-		-
Support services - general administration	92,166	92,276	92,214		62
Support services - school administration	-	-	-		-
Operation and maintenance of plant	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>326,839</u>	<u>372,654</u>	<u>303,994</u>		<u>68,660</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,283)</u>		<u>(6,283)</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change in fund balances</i>	-	-	(6,283)		(6,283)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>18,201</u>		<u>18,201</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,918</u>		<u>\$ 11,918</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ (6,283)
Adjustments to revenue for federal flowthrough accrual					(205)
Adjustments to expenditures for accrual in instruction function					6,488
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Discretionary IDEA-B 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, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	23,169	17,829	(5,340)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>23,169</u>	<u>17,829</u>	<u>(5,340)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	9,660	9,581	79
Support services - students	-	13,509	13,473	36
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,169</u>	<u>23,054</u>	<u>115</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,225)</u>	<u>(5,225)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(5,225)	(5,225)
<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>\$ (5,225)</u>	<u>\$ (5,225)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (5,225)
Adjustments to revenue for federal flowthrough accrual				5,225
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Preschool IDEA-B 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, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	27,664	29,726	20,171	(9,555)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>27,664</u>	<u>29,726</u>	<u>20,171</u>	<u>(9,555)</u>
<i>Expenditures</i>				
Current				
Instruction	27,664	29,726	19,613	10,113
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>27,664</u>	<u>29,726</u>	<u>19,613</u>	<u>10,113</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>558</u>	<u>558</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	558	558
<i>Fund balances - beginning of year</i>	-	-	2,261	2,261
<i>Fund balances - restatement</i>	-	-	(949)	(949)
<i>Fund balances - beginning as restated</i>	-	-	1,312	1,312
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,870</u>	<u>\$ 1,870</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 558
Adjustments to revenue for federal flowthrough accrual				1,635
Adjustments to expenditures for accrual in instruction function				(1,244)
Net change in fund balances (GAAP)				<u>\$ 949</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
IDEA-B "Risk Pool" 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	2,753	2,753		-
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>-</u>	<u>2,753</u>	<u>2,753</u>		<u>-</u>
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-		-
Support services - students	-	2,753	2,753		-
Support services - instruction	-	-	-		-
Support services - general administration	-	-	-		-
Support services - school administration	-	-	-		-
Operation and maintenance of plant	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>-</u>	<u>2,753</u>	<u>2,753</u>		<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change 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>
Net change in fund balances (non-GAAP budgetary basis)					\$ -
No adjustments for revenue accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual	
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	17,118	21,361	14,801		(6,560)
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>17,118</u>	<u>21,361</u>	<u>14,801</u>		<u>(6,560)</u>
<i>Expenditures</i>					
Current					
Instruction	15,835	20,078	16,709		3,369
Support services - students	-	-	-		-
Support services - instruction	-	-	-		-
Support services - general administration	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>17,118</u>	<u>21,361</u>	<u>16,709</u>		<u>4,652</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,908)</u>		<u>(1,908)</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,908)</u>		<u>(1,908)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,920</u>		<u>1,920</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12</u>		<u>\$ 12</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ (1,908)
Adjustments to revenue for federal flowthrough accruals					374
Adjustments to expenditures for accrual in instruction function					1,534
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Title IIA 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	96,034	112,548	77,551	(34,997)	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>96,034</u>	<u>112,548</u>	<u>77,551</u>	<u>(34,997)</u>	
<i>Expenditures</i>					
Current					
Instruction	96,034	112,548	79,177	33,371	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>96,034</u>	<u>112,548</u>	<u>79,177</u>	<u>33,371</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,626)</u>	<u>(1,626)</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,626)</u>	<u>(1,626)</u>	
<i>Fund balances - beginning of year</i>	-	-	6,218	6,218	
<i>Fund balances - restatement</i>	-	-	(4,592)	(4,592)	
<i>Fund balances - as restated</i>	<u>-</u>	<u>-</u>	<u>1,626</u>	<u>1,626</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,626)	
Adjustments to revenue for federal flowthrough accruals				4,758	
Adjustments to expenditures for instruction function accruals				1,460	
Net change in fund balances (GAAP)				<u>\$ 4,592</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Safe and Drug Free Schools 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual	
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Clearing of fund balance to close fund	-	-	(159)	(159)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(159)</u>	<u>(159)</u>	
<i>Net change in fund balances</i>	-	-	(159)	(159)	
<i>Fund balances - beginning of year,</i>	<u>-</u>	<u>-</u>	<u>159</u>	<u>159</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (159)	
No adjustments for revenue accruals				159	
No adjustments for expenditure accruals				<u>-</u>	
Net change in fund balances (GAAP)				<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Rural & Low Income Schools 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	48,203	25,341		(22,862)
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>-</u>	<u>48,203</u>	<u>25,341</u>		<u>(22,862)</u>
<i>Expenditures</i>					
Current					
Instruction	-	48,203	28,957		19,246
Support services - students	-	-	-		-
Support services - instruction	-	-	-		-
Support services - general administration	-	-	-		-
Support services - school administration	-	-	-		-
Operation and maintenance of plant	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>-</u>	<u>48,203</u>	<u>28,957</u>		<u>19,246</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,616)</u>		<u>(3,616)</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change in fund balances</i>	-	-	(3,616)		(3,616)
<i>Fund balances - beginning of year</i>	-	-	3,616		3,616
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ (3,616)
No adjustments for revenue accruals					-
Adjustments to expenditures for accruals in instruction function					3,616
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Title I- IASA- Federal Stimulus Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	108,693	108,694	108,929	235	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>108,693</u>	<u>108,694</u>	<u>108,929</u>	<u>235</u>	
<i>Expenditures</i>					
Current					
Instruction	108,693	108,694	108,683	11	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>108,693</u>	<u>108,694</u>	<u>108,683</u>	<u>11</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>246</u>	<u>246</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	-	-	246	246	
<i>Fund balances - beginning of year</i>	-	-	(246)	(246)	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ 246	
Adjustments to revenue for federal flowthrough accruals				(246)	
Adjustments to expenditures for accruals in instruction function				-	
Net change in fund balances (GAAP)				<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Entitlement IDEA-B- Federal Stimulus Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	168,176	168,177	168,060		(117)
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>168,176</u>	<u>168,177</u>	<u>168,060</u>		<u>(117)</u>
<i>Expenditures</i>					
Current					
Instruction	151,857	151,858	151,728		130
Support services - students	16,319	16,319	16,274		45
Support services - instruction	-	-	-		-
Support services - general administration	-	-	-		-
Support services - school administration	-	-	-		-
Operation and maintenance of plant	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>168,176</u>	<u>168,177</u>	<u>168,002</u>		<u>175</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>58</u>		<u>58</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<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>58</u>		<u>58</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(58)</u>		<u>(58)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ 58
Adjustments to revenue for federal flowthrough accruals					(58)
Adjustments to expenditures for accruals in instruction function					-
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Preschool IDEA-B- Federal Stimulus Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	9,021	9,022	9,021		(1)
Federal direct	-	-	-		
State flowthrough	-	-	-		
State direct	-	-	-		
Local grants	-	-	-		
Charges for services	-	-	-		
Investment income	-	-	-		
Miscellaneous	-	-	-		
<i>Total revenues</i>	<u>9,021</u>	<u>9,022</u>	<u>9,021</u>		<u>(1)</u>
<i>Expenditures</i>					
Current					
Instruction	9,021	9,022	9,021		1
Support services - students	-	-	-		
Support services - instruction	-	-	-		
Support services - general administration	-	-	-		
Support services - school administration	-	-	-		
Operation and maintenance of plant	-	-	-		
Capital outlay	-	-	-		
Debt service					
Principal	-	-	-		
Interest	-	-	-		
<i>Total expenditures</i>	<u>9,021</u>	<u>9,022</u>	<u>9,021</u>		<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		
Transfers in (out)	-	-	-		
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change in fund balances</i>	-	-	-		-
<i>Fund balances - beginning of year</i>	-	-	-		-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ -
No adjustments for revenue accruals					-
Adjustments to expenditures for accruals in instruction function					-
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Healthcare Career Pathway 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final		Favorable (Unfavorable)	
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	75,000	45,609	(29,391)	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>75,000</u>	<u>45,609</u>	<u>(29,391)</u>	
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	
Support services - students	-	75,000	45,609	29,391	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>75,000</u>	<u>45,609</u>	<u>29,391</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	-	-	-	-	
<i>Fund balances - beginning of year</i>	-	-	-	-	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ -	
No adjustments for revenue accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Title XIX Medicaid 3/21 Years 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	114,744	114,744	91,545	(23,199)	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>114,744</u>	<u>114,744</u>	<u>91,545</u>	<u>(23,199)</u>	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	114,744	114,744	91,174	23,570	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>114,744</u>	<u>114,744</u>	<u>91,174</u>	<u>23,570</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>371</u>	<u>371</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	-	-	371	371	
<i>Fund balances - beginning of year</i>	-	-	4,476	4,476	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,847</u>	<u>\$ 4,847</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ 371	
Adjustments to revenues for federal direct accruals				98	
Adjustments to expenditures for accruals in support services-student function				(319)	
Net change in fund balances (GAAP)				<u>\$ 150</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Operational Federal Stabilization 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	97,601	97,991	97,990	-	(1)
State flowthrough	-	-	-	-	-
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>97,601</u>	<u>97,991</u>	<u>97,990</u>	<u>-</u>	<u>(1)</u>
<i>Expenditures</i>					
Current					
Instruction	97,601	97,991	97,990	-	1
Support services - students	-	-	-	-	-
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>97,601</u>	<u>97,991</u>	<u>97,990</u>	<u>-</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	-
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ -
No adjustments for revenues accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Education Jobs Fund 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	264,016	264,015		(1)
Federal direct	-	-	-		-
State flowthrough	-	-	-		-
State direct	-	-	-		-
Local grants	-	-	-		-
Charges for services	-	-	-		-
Investment income	-	-	-		-
Miscellaneous	-	-	-		-
<i>Total revenues</i>	<u>-</u>	<u>264,016</u>	<u>264,015</u>		<u>(1)</u>
<i>Expenditures</i>					
Current					
Instruction	-	-	-		-
Support services - students	-	213,578	213,577		1
Support services - instruction	-	50,438	50,438		-
Support services - general administration	-	-	-		-
Support services - school administration	-	-	-		-
Operation and maintenance of plant	-	-	-		-
Capital outlay	-	-	-		-
Debt service					
Principal	-	-	-		-
Interest	-	-	-		-
<i>Total expenditures</i>	<u>-</u>	<u>264,016</u>	<u>264,015</u>		<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-		-
Transfers in (out)	-	-	-		-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<i>Net change in fund balances</i>	-	-	-		-
<i>Fund balances - beginning of year</i>	-	-	-		-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ -
No adjustments for revenues accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Dual Credit Instructional Materials/HB2 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	2,500	2,291	(209)	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>2,500</u>	<u>2,291</u>	<u>(209)</u>	
<i>Expenditures</i>					
Current					
Instruction	-	2,500	2,291	209	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>2,500</u>	<u>2,291</u>	<u>209</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change 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>	
Net change in fund balances (non-GAAP budgetary basis)				\$ -	
No adjustments for revenues accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
GO Bond Student Library 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	2,435	2,435	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,435</u>	<u>2,435</u>	
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,435</u>	<u>2,435</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	-	-	2,435	2,435	
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,435)</u>	<u>(2,435)</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ 2,435	
Adjustments to revenues for state flowthrough accruals				(2,435)	
No adjustments for expenditure accruals				<u>-</u>	
Net change in fund balances (GAAP)				<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final	Favorable (Unfavorable)		
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	880	-	(880)	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	13	13	
<i>Total revenues</i>	-	880	13	(867)	
<i>Expenditures</i>					
<i>Current</i>					
Instruction	11,885	13,693	6,243	7,450	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	11,885	13,693	6,243	7,450	
<i>Excess (deficiency) of revenues over expenditures</i>	(11,885)	(12,813)	(6,230)	6,583	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	11,885	12,813	-	(12,813)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	11,885	12,813	-	(12,813)	
<i>Net change in fund balances</i>	-	-	(6,230)	(6,230)	
<i>Fund balances - beginning of year,</i>	-	-	15,367	15,367	
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 9,137	\$ 9,137	
Net change in fund balances (non-GAAP budgetary basis)				\$ (6,230)	
No adjustments for revenue accruals				-	
Adjustments to expenditures for accruals in instruction function				2,554	
Net change in fund balances (GAAP)				\$ (3,676)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Clearing of fund balance to close fund	-	-	(26,790)	(26,790)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(26,790)</u>	<u>(26,790)</u>	
<i>Net change in fund balances</i>	-	-	(26,790)	(26,790)	
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>26,790</u>	<u>26,790</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (26,790)	
No adjustments for revenue accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ (26,790)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Beginning Teacher Mentoring Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts			Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final			
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	-	-	-	-	-
State flowthrough	-	-	-	-	-
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	-	-	-	-	-
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	-
Support services - students	-	-	-	-	-
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	-	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-	-
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	-
Clearing of fund balance to close fund	-	-	(2,624)	(2,624)	(2,624)
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(2,624)	(2,624)	(2,624)
<i>Net change in fund balances</i>	-	-	(2,624)	(2,624)	(2,624)
<i>Fund balances - beginning of year</i>	-	-	2,624	2,624	2,624
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)					\$ (2,624)
No adjustments for revenue accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)					\$ (2,624)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Breakfast in the Classroom 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	-	-	-	-	-
State flowthrough	-	4,527	4,527	-	-
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,527</u>	<u>4,527</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	-
Support services - students	-	-	-	-	-
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Food services operations	-	4,527	4,527	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,527</u>	<u>4,527</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	-
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -	-
No adjustments for revenue accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)				<u>\$ -</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Core Curriculum 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	-	-	-	-	-
State flowthrough	-	-	-	-	-
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	-
Support services - students	-	-	-	-	-
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	-
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -	-
No adjustments for revenue accruals					-
No adjustments for expenditure accruals					-
Net change in fund balances (GAAP)				<u>\$ -</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
GO Bond Library 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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay				
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Clearing of fund balance to close fund	-	-	(16)	(16)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(16)</u>	<u>(16)</u>
<i>Net change in fund balances</i>	-	-	(16)	(16)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (16)
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ (16)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Senate Bill 471 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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Clearing of fund balance to close fund	-	-	(264)	(264)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(264)</u>	<u>(264)</u>
<i>Net change in fund balances</i>	-	-	(264)	(264)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>264</u>	<u>264</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (264)
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ (264)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Gear-Up New Mexico 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final	Final to Actual		
					(Unfavorable)
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Clearing of fund balances to close fund	-	-	(227)	(227)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(227)</u>	<u>(227)</u>	
<i>Net change in fund balances</i>	-	-	(227)	(227)	
<i>Fund balances - beginning of year</i>	-	-	227	227	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (227)	
No adjustments to revenues for accruals				-	
No adjustments to expenditures for accruals				-	
Net change in fund balances (GAAP)				<u>\$ (227)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Sloan-Prince Grant 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final	Final to Actual		
					Favorable (Unfavorable)
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Clearing of fund balance to close fund	-	-	(172)	(172)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(172)</u>	<u>(172)</u>	
<i>Net change in fund balances</i>	-	-	(172)	(172)	
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>172</u>	<u>172</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (172)	
No adjustments for revenue accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ (172)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
City/County Grants 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
			Final to Actual		
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	60,000	22,410	(37,590)	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>60,000</u>	<u>22,410</u>	<u>(37,590)</u>	
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	7,500	7,500	-	
Support services - students	-	47,861	3,135	44,726	
Support services - instruction	-	4,639	116	4,523	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	-	-	-	-	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>-</u>	<u>60,000</u>	<u>10,751</u>	<u>49,249</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>11,659</u>	<u>11,659</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Net change in fund balances</i>	-	-	11,659	11,659	
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,659</u>	<u>\$ 11,659</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ 11,659	
No adjustments for revenue accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ 11,659</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
School Based Health Center 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, 2011

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
					Final to Actual
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	-	-	-	-	-
State flowthrough	60,000	60,000	59,937	-	(63)
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>60,000</u>	<u>60,000</u>	<u>59,937</u>	<u> </u>	<u>(63)</u>
<i>Expenditures</i>					
<i>Current</i>					
Instruction	1,000	11,039	9,676	-	1,363
Support services - students	101,729	100,667	48,574	-	52,093
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>102,729</u>	<u>111,706</u>	<u>58,250</u>	<u> </u>	<u>53,456</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(42,729)</u>	<u>(51,706)</u>	<u>1,687</u>	<u> </u>	<u>53,393</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	42,729	51,706	-	-	(51,706)
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>42,729</u>	<u>51,706</u>	<u> </u>	<u> </u>	<u>(51,706)</u>
<i>Net change in fund balances</i>	-	-	1,687	-	1,687
<i>Fund balances - beginning of year</i>	-	-	53,387	-	53,387
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,074</u>	<u> </u>	<u>\$ 55,074</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ 1,687
No adjustments for revenue accruals					-
Adjustments to expenditures for accruals in support services- students function					1,681
Net change in fund balances (GAAP)					<u>\$ 3,368</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts			Favorable (Unfavorable) Final to Actual
	Original	Final	Actual	
	Variances			
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	197,245	124,621	71,662	52,959
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	197,245	124,621	71,662	52,959
<i>Excess (deficiency) of revenues over expenditures</i>	(197,245)	(124,621)	(71,662)	52,959
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	197,245	124,621	-	(124,621)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	197,245	124,621	-	(124,621)
<i>Net change in fund balances</i>	-	-	(71,662)	(71,662)
<i>Fund balances - beginning of year</i>	-	-	124,621	124,621
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 52,959	\$ 52,959
Net change in fund balances (non-GAAP budgetary basis)				\$ (71,662)
No adjustments for revenue accruals				-
Adjustments to expenditures for accruals in facilities acquisition and construction				55,690
Net change in fund balances (GAAP)				\$ (15,972)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Land/Buildings Improvements 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, 2011

	Budgeted Amounts			Variances
	Original	Final	Actual	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	1,570,578	1,409,366	173,305	(1,236,061)
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	1,570,578	1,409,366	173,305	(1,236,061)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	1,570,578	1,409,366	173,305	1,236,061
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,570,578	1,409,366	173,305	1,236,061
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
Adjustments to expenditures for accruals in facilities acquisition and construction				128,340
Net change in fund balances (GAAP)				\$ 128,340

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Clearing of fund balance to close fund	-	-	(16,863)	(16,863)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(16,863)	(16,863)
<i>Net change in fund balances</i>	-	-	(16,863)	(16,863)
<i>Fund balances - beginning of year</i>	-	-	16,863	16,863
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ (16,863)
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				\$ (16,863)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Debt Service Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 296,005	\$ 296,005	\$ 302,119	\$ 6,114
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Oil and gas taxes	5,000	5,000	7,988	2,988
Charges for services	-	-	-	-
Investment income	-	-	292	292
Miscellaneous	-	-	-	-
<i>Total revenues</i>	301,005	301,005	310,399	9,394
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	3,010	3,025	3,021	4
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
<i>Debt service</i>				
Principal	372,033	342,420	195,000	147,420
Interest	106,005	106,005	106,005	-
<i>Total expenditures</i>	481,048	451,450	304,026	147,424
<i>Excess (deficiency) of revenues over expenditures</i>	(180,043)	(150,445)	6,373	156,818
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	180,043	150,445	-	(150,445)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	180,043	150,445	-	(150,445)
<i>Net change in fund balances</i>	-	-	6,373	6,373
<i>Fund balances - beginning of year</i>	-	-	150,445	150,445
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 156,818	\$ 156,818
Net change in fund balances (non-GAAP budgetary basis)				\$ 6,373
Adjustments to revenue for property tax accruals				(1,124)
Adjustments to expenditures for accrual in support services function				(40)
Net change in fund balances (GAAP)				\$ 5,209

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public 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, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 269,804	\$ 269,804	\$ 278,095	\$ 8,291
Intergovernmental revenue:				
State flowthrough	-	95,052	95,052	-
State direct	-	-	-	-
Local grants	-	-	-	-
Oil and gas taxes	8,528	8,528	7,852	(676)
Charges for services	-	-	-	-
Investment income	500	500	995	495
Miscellaneous	-	-	35	35
<i>Total revenues</i>	<u>278,832</u>	<u>373,884</u>	<u>382,029</u>	<u>8,145</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	2,800	2,800	2,781	19
Support services - school administration	-	-	-	-
Operation and maintenance of plant	455,506	673,508	222,971	450,537
Capital outlay	65,000	144,000	-	144,000
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>523,306</u>	<u>820,308</u>	<u>225,752</u>	<u>594,556</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(244,474)</u>	<u>(446,424)</u>	<u>156,277</u>	<u>602,701</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	244,474	446,424	-	(446,424)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>244,474</u>	<u>446,424</u>	<u>-</u>	<u>(446,424)</u>
<i>Net change in fund balances</i>	-	-	156,277	156,277
<i>Fund balances - beginning of year</i>	-	-	446,424	446,424
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 602,701</u>	<u>\$ 602,701</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 156,277
Adjustments to revenue for property and oil and gas tax accruals				(3,057)
Adjustments to expenditures for operation and maintenance of plant function accruals				19,212
Net change in fund balances (GAAP)				<u>\$ 172,432</u>

The accompanying notes are an integral part of these financial statements

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GENERAL FUND

STATE OF NEW MEXICO

Raton Public Schools
Combining Balance Sheet
General Fund
June 30, 2011

	General Fund			Total General Fund
	Operational	Pupil Transportation	Instructional	
Current assets				
Cash and cash equivalents	\$ 1,089,964	\$ 50,774	\$ 6,223	\$ 1,146,961
Property taxes receivable	33,920	-	-	33,920
Other receivables	11,809	-	-	11,809
Inventory	40,359	-	-	40,359
Due from other funds	5,225	-	-	5,225
<i>Total assets</i>	<u>\$ 1,181,277</u>	<u>\$ 50,774</u>	<u>\$ 6,223</u>	<u>\$ 1,238,274</u>
Liabilities and fund balances				
Accounts payable	\$ 55,882	\$ -	\$ -	\$ 55,882
Accrued payroll	275,463	-	-	275,463
Deferred revenue	32,255	-	-	32,255
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>363,600</u>	<u>-</u>	<u>-</u>	<u>363,600</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	40,359	-	-	40,359
Spendable				
Committed for:				
Emergency reserves	25,000	-	-	25,000
Unassigned	752,318	50,774	6,223	809,315
<i>Total fund balances</i>	<u>817,677</u>	<u>50,774</u>	<u>6,223</u>	<u>874,674</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,181,277</u>	<u>\$ 50,774</u>	<u>\$ 6,223</u>	<u>\$ 1,238,274</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Raton Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2011

	General Fund			Total General Fund
	Operational	Pupil Transportation	Instructional	
<i>Revenues</i>				
Property taxes	\$ 50,591	\$ -	\$ -	\$ 50,591
Intergovernmental revenue:				
Federal direct	25,679	-	-	25,679
State flowthrough	9,189,886	-	49,954	9,239,840
State direct	-	-	-	-
Local grants	6,017	-	-	6,017
Transportation distribution	-	476,306	-	476,306
Oil and gas	1,973	-	-	1,973
Charges for services	16,561	-	-	16,561
Investment income	3,862	-	-	3,862
Miscellaneous	8,990	-	900	9,890
<i>Total revenues</i>	<u>9,303,559</u>	<u>476,306</u>	<u>50,854</u>	<u>9,830,719</u>
<i>Expenditures</i>				
Current:				
Instruction	6,186,889	-	46,198	6,233,087
Support services - students	922,821	-	-	922,821
Support services - instruction	97,971	-	2,508	100,479
Support services - general administration	285,950	-	-	285,950
Support services - school administration	776,265	-	-	776,265
Central services	217,843	-	-	217,843
Operation and maintenance of plant	1,152,930	-	-	1,152,930
Student transportation	-	480,017	-	480,017
<i>Total expenditures</i>	<u>9,640,669</u>	<u>480,017</u>	<u>48,706</u>	<u>10,169,392</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(337,110)</u>	<u>(3,711)</u>	<u>2,148</u>	<u>(338,673)</u>
<i>Other financing sources (uses)</i>				
Clearing of fund balance to close funds	47,115	-	-	47,115
<i>Total other financing sources (uses)</i>	<u>47,115</u>	<u>-</u>	<u>-</u>	<u>47,115</u>
<i>Net change in fund balances</i>	<u>(289,995)</u>	<u>(3,711)</u>	<u>2,148</u>	<u>(291,558)</u>
<i>Fund balances - beginning</i>	1,214,108	54,485	4,075	1,272,668
<i>Fund balances - restatement</i>	<u>(106,436)</u>	<u>-</u>	<u>-</u>	<u>(106,436)</u>
<i>Fund balances - beginning as restated</i>	<u>1,107,672</u>	<u>54,485</u>	<u>4,075</u>	<u>1,166,232</u>
<i>Fund balances - ending</i>	<u>\$ 817,677</u>	<u>\$ 50,774</u>	<u>\$ 6,223</u>	<u>\$ 874,674</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-3

Raton Public School District

General Fund - Operational

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 49,839	\$ 49,839	\$ 50,966	\$ 1,127
Intergovernmental revenue:				
Federal direct	29,366	29,366	25,679	(3,687)
State flowthrough	9,452,524	9,187,395	9,189,886	2,491
Local grants	1,000	1,000	4,157	3,157
Oil and gas taxes	2,132	2,132	1,963	(169)
Charges for services	4,100	4,100	16,561	12,461
Investment income	1,800	1,800	3,862	2,062
Miscellaneous	-	-	(780)	(780)
<i>Total revenues</i>	<u>9,540,761</u>	<u>9,275,632</u>	<u>9,292,294</u>	<u>16,662</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	6,421,359	6,441,839	6,361,934	79,905
Support services - students	1,283,549	1,187,969	930,210	257,759
Support services - instruction	179,719	130,042	97,971	32,071
Support services - general administration	237,311	240,311	226,781	13,530
Support services - school administration	802,227	796,227	776,265	19,962
Central services	237,311	240,311	307,601	(67,290)
Operation and maintenance of plant	1,243,185	1,261,196	1,155,036	106,160
Other support services	36,189	36,189	-	36,189
Food services operations	309,812	319,812	-	319,812
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,750,662</u>	<u>10,653,896</u>	<u>9,855,798</u>	<u>798,098</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,209,901)</u>	<u>(1,378,264)</u>	<u>(563,504)</u>	<u>814,760</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,209,901	1,378,264	-	(1,378,264)
Clearing of fund balance to close fund	-	-	47,115	47,115
<i>Total other financing sources (uses)</i>	<u>1,209,901</u>	<u>1,378,264</u>	<u>47,115</u>	<u>(1,331,149)</u>
<i>Net change in fund balances</i>	-	-	(516,389)	(516,389)
<i>Fund balances - beginning of year</i>	-	-	1,718,014	1,718,014
<i>Fund balances - restatement</i>	-	-	(106,436)	(106,436)
<i>Fund balances - as restated</i>	-	-	1,611,578	1,611,578
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,095,189</u>	<u>\$ 1,095,189</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (516,389)
Adjustments to revenue for property tax accrual and local sources accrual				11,265
Adjustments to expenditures for various function accruals				215,129
Net change in fund balances (GAAP)				<u>\$ (289,995)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-4

Raton Public Schools

General Fund - Pupil Transportation

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2011

	Budgeted Amounts			Variances
	Original	Final	Actual	Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	525,770	503,561	476,306	(27,255)
Transportation distribution	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>525,770</u>	<u>503,561</u>	<u>476,306</u>	<u>(27,255)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	525,770	530,816	483,009	47,807
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>525,770</u>	<u>530,816</u>	<u>483,009</u>	<u>47,807</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(27,255)</u>	<u>(6,703)</u>	<u>20,552</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	27,255	-	(27,255)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>27,255</u>	<u>-</u>	<u>(27,255)</u>
<i>Net change in fund balances</i>	-	-	(6,703)	(6,703)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>57,477</u>	<u>57,477</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,774</u>	<u>\$ 50,774</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (6,703)
No adjustments for revenue accruals				-
Adjustments to expenditures for salary accrual				2,992
Net change in fund balances (GAAP)				<u>\$ (3,711)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-5

Raton Public School District

General Fund - Instructional

Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	46,977	49,953	49,954	1
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	900	900
<i>Total revenues</i>	<u>46,977</u>	<u>49,953</u>	<u>50,854</u>	<u>901</u>
<i>Expenditures</i>				
Current				
Instruction	46,977	50,952	46,198	4,754
Support services - students	-	-	-	-
Support services - instruction	-	3,076	2,508	568
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>46,977</u>	<u>54,028</u>	<u>48,706</u>	<u>5,322</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(4,075)</u>	<u>2,148</u>	<u>6,223</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	4,075	-	(4,075)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>4,075</u>	<u>-</u>	<u>(4,075)</u>
<i>Net change in fund balances</i>	-	-	2,148	2,148
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,075</u>	<u>4,075</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,223</u>	<u>\$ 6,223</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 2,148
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ 2,148</u>

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO

Schedule I

Agency Funds

Page 1 of 2

Raton Public Schools

Schedule of Changes in Fiduciary Assets and Liabilities

For the Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Activity Fund	\$ 1,241	\$ 1,885	\$ 2,143	\$ 983
Orchestra	306	-	-	306
High School Baseball	291	-	291	-
High School Boys Basketball	32	2,380	2,412	-
High School Girls Basketball	206	3,653	3,730	129
High School Cheerleader	8,823	13,006	21,828	1
Middle School Cheerleader	4,779	16,023	20,802	-
High School Dance	1,550	11,664	12,894	320
High School Football	44	-	44	-
High School Girls Golf	149	-	149	-
RMS S Fair	267	385	372	280
RMS PE	1,205	421	970	656
RHS Rodeo	311	-	-	311
High School Softball Team	3,914	-	3,914	-
High School Tennis	516	-	516	-
After School Lunch	86	-	-	86
Middle School Track	193	-	193	-
Middle School Volleyball	59	-	59	-
RMS PAWS	1,658	2,298	3,263	693
RHS Ski	1,092	4,981	4,118	1,955
High School Art	153	1,470	1,219	404
Middle School Art	2,984	328	170	3,142
High School Band	1,681	444	765	1,360
Middle School Band	1,615	952	25	2,542
National Spanish Exam	1,705	4	488	1,221
High School Track	92	-	92	-
High School Building Trade	27	170	89	108
High School CADD Drafting	53	-	-	53
High School Chorus	3,217	3,791	5,610	1,398
Middle School Chorus	398	-	-	398
Middle School FACS	985	621	1,060	546
RMS Adult	1,856	468	1,613	711
Middle School Industrial Arts	1,514	2,051	117	3,448
High School Library	165	328	-	493
Middle School Library	1,259	3,472	4,731	-
High School Science	555	-	-	555
Middle School Science	81	-	-	81
Kearny Library	296	4,184	3,911	569
Longfellow Library	1,268	11,367	12,091	544
Class of 2013	228	1,936	1,060	1,104
Marquee Dona	200	-	-	200
Culinary Art	2,407	13,021	11,240	4,188
Class of 2012	1,658	2,548	1,563	2,643
RMS Diabetes	25	-	-	25
Kearny Audit	2,403	151	376	2,178
RMS Ski	320	3,165	3,115	370
Kearny K. Hall	37	-	37	-
FCA	499	1,237	-	1,736
High School Annual	2,914	37,255	36,968	3,201
Middle School Annual	2,636	9,240	8,563	3,313
High School Arts/Crafts	650	367	705	312

See accompanying independent auditors' report.

STATE OF NEW MEXICO

Schedule I

Agency Funds

Page 2 of 2

Raton Public Schools

Schedule of Changes in Fiduciary Assets and Liabilities

For the Year Ended June 30, 2011

	Balance			Balance
	June 30, 2010	Additions	Deletions	June 30, 2011
High School Book	4,218	142	-	4,360
High School BPA	2,796	10,561	11,172	2,185
Counseling Fund	1,867	315	356	1,826
Class of 2014	-	2,084	1,558	526
Class of 2011	1,406	1,592	2,998	-
Class of 2009	229	-	229	-
Col Adult Prin	295	248	175	368
High School Drama	379	5,736	4,946	1,169
High School FCCLA	1,914	35,345	34,753	2,506
Middle School FCCLA	1,872	37,488	37,517	1,843
High School FFA	5,641	13,207	11,537	7,311
Fines on Textbooks	386	44	-	430
High School REPEC	243	-	-	243
High School Honor Society	908	615	50	1,473
Northeastern District	154	10	-	164
High School Key Club	106	-	-	106
High School LDZ	1,032	-	-	1,032
High School Mock Trial	2,414	4,096	3,180	3,330
High School Principal Fund	4,091	11,445	15,102	434
Middle School Principal Fund	6,586	18,378	17,828	7,136
Kearney Principal	3,529	3,246	5,100	1,675
Columbian Principal	575	6,846	7,420	1
Longfellow Principal	1,076	3,336	2,841	1,571
Mesa View ACA	960	489	193	1,256
Middle Schools Girls Basketball	792	-	792	-
Middle Schools Boys Basketball	81	-	81	-
High School Spirit Club	252	-	-	252
High School ST Senate	1,461	6,143	6,583	1,021
Middle School Senate	464	3,452	2,960	956
High School Welding	1,445	985	761	1,669
High School Woodshop	2,789	2,841	1,610	4,020
Columbian Book Fair	444	5,091	4,671	864
HS Adult Principal	2,193	334	150	2,377
Columbian Card Factory	7,377	5,253	7,051	5,579
Kearney Science	1	-	-	1
Student Publishing	2,433	3,038	3,398	2,073
L Adult Principal	406	135	34	507
Ag/Science	274	-	150	124
Bk to Sc Fest	1,037	5,239	4,419	1,857
RHS Comp Ap	1,929	3,387	5,227	89
RHS Sp Ed	324	440	400	364
FFA Greenhouse	769	1,475	667	1,577
Jvigil Scholars	500	1,000	-	1,500
Athletic Fund	-	37,010	29,632	7,378
Youth Alive	-	9,992	2,751	7,241
Aquarium Club	-	42	-	42
RMS Green	-	32	-	32
RMS FEA	-	759	27	732
RMS GEOBE	-	190	190	-
Band Booster	-	22,003	10,799	11,204
	<u>\$ 128,251</u>	<u>\$ 419,330</u>	<u>\$ 412,614</u>	<u>\$ 134,967</u>

See accompanying independent auditors' report.

STATE OF NEW MEXICO
Raton Public Schools
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2011

Schedule II

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2011	Name and Location of Safekeeper
International Bank					
	FHLB 15 QF	6/12/2015	3133XBTS4	\$ 675,000	Federal Reserve Bank-Dallas, TX
	FHLB 12 C8	12/14/2012	3133XDTB7	150,000	Federal Reserve Bank-Dallas, TX
	FHLB 11X4	9/9/2011	3133XF5T9	100,000	Federal Reserve Bank-Dallas, TX
	FHLB 14 L3	9/17/2010	3133X4LX7	<u>50,000</u>	Federal Reserve Bank-Dallas, TX
	Total International Bank			<u>975,000</u>	
First National Bank of New Mexico					
	Portales N Mex Mun Sch Dist 1	2/1/2014	736151CX7	<u>75,000</u> *	Federal Reserve Bank-Dallas, TX
	Total First National Bank of New Mexico			<u>75,000</u>	
	Total Pledged Collateral			<u><u>\$ 1,050,000</u></u>	

* Indicates Par Value

See accompanying independent auditors' report.

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STATE OF NEW MEXICO

Raton Public Schools

Cash Reconciliation

June 30, 2011

	Operational Fund 11000	Transportation Fund 12000	Instructional Materials Fund 14000	Food Services Fund 21000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash, June 30, 2010	\$ 1,130,450	\$ 54,511	\$ 4,075	\$ 233,693
Add:				
2010-11 receipts	9,292,294	476,305	50,854	485,716
Loans from other funds	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>
Total cash available	10,422,744	530,816	54,929	719,409
Less:				
2010-11 expenditures	(9,658,346)	(480,042)	(48,706)	(426,014)
Transfers	3,274	-	-	-
Loans to other funds	<u>(2,548)</u>	<u> -</u>	<u> -</u>	<u> -</u>
Cash, June 30, 2011	<u>\$ 765,124</u>	<u>\$ 50,774</u>	<u>\$ 6,223</u>	<u>\$ 293,395</u>
Plus:				
Cash transfers to appropriate fund	19,171	-	-	-
Held checks	<u>305,669</u>	<u> -</u>	<u> -</u>	<u>9,218</u>
Cash per financial statement	<u>\$ 1,089,964</u>	<u>\$ 50,774</u>	<u>\$ 6,223</u>	<u>\$ 302,613</u>

See accompanying independent auditors' report

Athletics Fund 22000	Federal Flowthrough Fund 24000	Federal Direct Fund 25000	State Flowthrough Fund 27000	State Direct Fund 28000	Local/State Fund 29000
\$ 20,565	\$ 19,833	\$ 151	\$ 15,705	\$ 227	\$ 51,717
41,485	1,121,875	453,549	9,266	-	82,346
-	-	-	-	-	-
62,050	1,141,708	453,700	24,971	227	134,063
(36,807)	(1,128,047)	(453,550)	(10,510)	-	(67,330)
-	(159)	-	(2,888)	(227)	-
-	4,984	-	(2,436)	-	-
<u>\$ 25,243</u>	<u>\$ 18,486</u>	<u>\$ 150</u>	<u>\$ 9,137</u>	<u>\$ -</u>	<u>\$ 66,733</u>
-	(19,171)	-	-	-	-
-	22,950	4,697	-	-	-
<u>\$ 25,243</u>	<u>\$ 22,265</u>	<u>\$ 4,847</u>	<u>\$ 9,137</u>	<u>\$ -</u>	<u>\$ 66,733</u>

STATE OF NEW MEXICO

Raton Public Schools

Cash Reconciliation

June 30, 2011

		Public School Capital Outlay Fund 31200	Spec. Cap. Outlay-State Fund 31300	Cap. Improve. SB-9 Fund 31700
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash, June 30, 2010	\$ 124,621	\$ -	\$ -	\$ 446,424
Add:				
2010-11 receipts	-	173,305	-	382,029
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	124,621	173,305	-	828,453
Less:				
2010-11 expenditures	(71,662)	(173,305)	-	(225,752)
Transfers	-	-	-	-
Loans to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2011	<u>\$ 52,959</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 602,701</u>
Plus:				
Cash transfers to appropriate fund	-	-	-	-
Held checks	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per financial statement	<u>\$ 52,959</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 602,701</u>

See accompanying independent auditors' report

Public Schools Cap.Out.-20% Fund 32100	Debt Service Fund 41000	Total
\$ -	\$ 150,445	\$ 2,252,417
-	310,400	12,879,424
-	-	-
-	460,845	15,131,841
-	(304,027)	(13,084,098)
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ 156,818</u>	<u>\$ 2,047,743</u>
-	-	-
-	-	342,534
<u>\$ -</u>	<u>\$ 156,818</u>	<u>\$ 2,390,277</u>

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STATE OF NEW MEXICO

Schedule IV

Raton Public Schools
 Schedule of Deposits
 June 30, 2011

Bank Account	Checking	Checking	Totals
	International Bank	The First National Bank of New Mexico	
General Fund	\$ 85,000	\$ -	\$ 85,000
General Fund Interest	1,809,206	-	1,809,206
Clearing Account	342,534	-	342,534
Athletic Fund	25,498	-	25,498
School Lunch Fund	275,986	-	275,986
School Lunch Interest Fund	19,980	-	19,980
Activity Fund	-	168,905	168,905
Total Deposits	2,558,204	168,905	2,727,109
Reconciling Items	(167,927)	(33,938)	(201,865)
Reconciled Balance June 30, 2011	\$ 2,390,277	\$ 134,967	2,525,244
Less: Fiduciary Funds Cash			(134,967)
Cash and cash equivalents per Government-wide Financial Statements			\$ 2,390,277
Cash and cash equivalents per Exhibit A-1			\$ 2,233,459
Restricted cash and cash equivalents per Exhibit A-1			156,818
			\$ 2,390,277

See accompanying independent auditors' report.

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

**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 and
Board of Education
Office of Management and Budget
Raton Public Schools
Raton, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the budgetary comparisons for the general fund and major special revenue funds and the aggregate remaining fund information of Raton Public Schools, New Mexico, (“the District”) as of and for the year ended June 30, 2011, which collectively comprise the District’s basic financial statements as listed in the table of contents and have issued our report thereon dated September 30, 2011. We have also audited the financial statements of each of the District’s nonmajor governmental funds, the combining financial statements for the general fund, and the respective budgetary comparisons for the Capital Improvements SB-9 Capital Projects Fund, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 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 the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted a certain matter that is required to be reported under *Government Auditing Standards January 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as finding FS 2011-01.

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

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

Accounting & Consulting Group, L.L.P.

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
September 30, 2011

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector H. Balderas
New Mexico State Auditor and
Board of Education
Office of Management and Budget
Raton Public Schools
Raton, New Mexico

Compliance

We have audited the Raton Public Schools, New Mexico (“the District”) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2011. The District’s major federal programs are identified in the summary of auditors’ results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District’s management. Our responsibility is to express an opinion on the District’s compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect of each of its major federal programs for the year ended June 30, 2011

Internal Control Over Compliance

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

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

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

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

Accounting & Consulting Group, L.L.P.

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
September 30, 2011

STATE OF NEW MEXICO
Raton Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA	Federal Expenditures
U.S. Department of Education			
<i>Passed through New Mexico Public Education Department</i>			
Title I - IASA (1)	24101	84.010	\$ 334,022
IDEA-B Entitlement (1)	24106	84.027A	297,506
IDEA-B Discretionary (1)	24107	84.027A	23,054
IDEA-B Preschool (1)	24109	84.027A	20,857
IDEA-B "Risk Pool" (1)	24120	84.027A	2,753
Title III English Language Acquisition	24153	84.298O	15,175
Title IIA Teacher/Principal Training	24154	84.367A	77,717
Rural and Low Income Schools	24160	84.358B	25,341
Title I- IASA- Federal Stimulus-ARRA (1)	24201	84.389	108,683
Entitlement IDEA-B- Federal Stimulus-ARRA (1)	24206	84.391	168,002
Preschool IDEA-B- Federal Stimulus-ARRA (1)	24209	84.392	9,021
Healthcare Career Pathway-ARRA	24293	84.397A	45,609
 <i>Federal Direct Grants</i>			
Impact Aid , Public Law 103-382	11000	84.041	3,570
Operational Federal Stimulus-ARRA	25250	84.394	97,990
Education Job Fund- ARRA (1)	25255	84.410	264,015
Total U.S. Department of Education			<u>1,493,315</u>
 U.S. Department of Agriculture			
<i>Federal Direct Payments</i>			
Forest Reserve	11000	10.665	22,109
 <i>Passed through State of New Mexico</i>			
Commodities Program	21000	10.550	18,588
National School Lunch Program	21000	10.555	256,812
National School Breakfast Program	21000	10.553	154,087
National School Snack Program	21000	10.556	17,121
Total U.S. Department of Agriculture			<u>468,717</u>
Total Federal Financial Assistance			<u>\$ 1,962,032</u>

(1) Denotes Major Federal Financial Assistance Program

See accompanying independent auditors' report.

STATE OF NEW MEXICO
Raton Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

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 Raton Public Schools and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Subrecipients

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

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2011 was \$18,588 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 1,962,032
Total expenditures funded by other sources	<u>10,921,554</u>
Total expenditures	<u><u>\$ 12,883,586</u></u>

See accompanying independent auditors' report.

STATE OF NEW MEXICO
Raton Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

SECTION I – SUMMARY OF AUDIT RESULTS

Financial Statements:

- | | |
|----------------------------------------------------------------------------------|-------------|
| 1. Type of auditors’ report issued | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| c. Noncompliance material to the financial statements? | No |

Federal Awards:

- | | |
|-----------------------------------------------------------------------------------------------------------------------|-------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors’ report issued on compliance for major programs | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

CFDA Number	Federal Program
84.010	Title I
84.389	Title I- ARRA
84.027	IDEA- B Cluster
84.391 and 84.392	IDEA-B Cluster- ARRA
84.410	Education Job Fund

- | | |
|-----------------------------------------------------------------------------|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee? | Yes |

STATE OF NEW MEXICO
Raton Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

SECTION II – FINANCIAL STATEMENT FINDINGS

FS 2011-01 Disposition of Property- Other Matter

Condition: During our testwork of capital assets, we noted the District disposed of property and equipment during the year ended June 30, 2011. The disposition of property was solely computers with costs less than \$5,000. The District obtained approval from the board, but failed to notify the State Auditor of the planned disposition for disposal of assets. In addition, the District did not certify in writing to the State Auditor that proper erasure or destruction of the hard drives occurred at least 30 days prior to disposition.

Criteria: According to the 2011 State Audit Rule 2.2.2.10 V, at least 30 days prior to disposition of property, written notification of the official finding and proposed disposition duly sworn and subscribed under oath by each member of the authority approving the action must be sent to the State Auditor. In addition, the agency must certify in writing the proper erasure or destruction of the hard drive and submit the certification along with the notification of the proposed disposition of property to the State Auditor at least thirty days prior to taking action. This is a special requirement of the State Auditor and it applies even if the original purchase price of a computer was less than \$5,000.

Effect: The District is not in compliance with State Statutes. Also, there is a risk that sensitive information belonging to the District could become public knowledge which could violate employee's privacy.

Cause: The District was unaware that the requirement to notify the State Auditor of asset dispositions applies to assets with historical costs of less than \$5,000.

Auditors' Recommendation: The District should update its procedures for capital asset disposals to include the notification of the State Auditor at least thirty days prior to planned disposition of all property and equipment, including computers. In addition, proper certification shall be submitted with the notice on the proper erasure or destruction of hard drives.

Agency's Response: The IT Tech failed to inform the business office of his plans to dispose of computers. He sanitizes all computers when taken out of use and submits a note stating as such. These computers are usually stored. However, he had an abundant supply and the computer disposal truck was in the area so he took those computers to the truck. The tech has been informed that we need to inform the State Auditor of the disposition of computers at least 30 days prior to disposal and will comply in the future.

SECTION III – FEDERAL AWARD FINDINGS

None

SECTION IV – PRIOR YEAR AUDIT FINDINGS

Financial Statement Findings

2005-06: Budgeted Cash Exceeds Available Cash and Accounts Receivable – Resolved

2010-01: Lack of Control Processes for Significant Transaction Classes and Activity Level Control– Resolved

STATE OF NEW MEXICO
Raton Public Schools
Other Disclosures
For the Year Ended June 30, 2011

Exit Conference

An exit conference was held on October 10, 2011. The following individuals were in attendance.

Raton Public Schools

David Willden – Superintendent
Paul Malano – Assistant Superintendent
Erlene Bradley – Business Manager
Michael Anne Holland - Board Secretary and Audit Committee
Art Armijo - Board Member and Audit Committee
Jose Archuleta – Audit Committee

Accounting & Consulting Group, LLP

Ray Roberts – Managing Partner
Bobby Cordova – Manager

Auditor Prepared Financials

Accounting and Consulting, Group, LLP prepared the GAAP-basis financial statements and footnotes of Raton Public Schools from the original books and records provided to them by the management of the District. The responsibility for the financial statements remains with the District.