

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

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JUNE 30, 2009

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STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

JUNE 30, 2009

OFFICIAL ROSTER

BOARD OF EDUCATION

Pablita S.C. Abeyta	President
Ernest Chavez	Vice-President
Alvin V. Maestas Sr.	Secretary
Gilda D.S. Gonzales	Member
David J. Sanchez	Member

SCHOOL OFFICIALS

Daniel B. Flores	Superintendent
Moises Herrera	Assistant Superintendent
Yolette Gallegos	Business Manager

# Roy Woodard & Associates

Certified Public Accountants

116 East Grand, P.O. Box 1874, Clovis, New Mexico 88102 Office (575) 762-3811 Fax (575) 762-3866

## INDEPENDENT AUDITORS' REPORT

Hector H. Balderas  
New Mexico State Auditor  
The Board of Education  
Santa Rosa Consolidated Schools  
Santa Rosa, New Mexico

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

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

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 Santa Rosa Consolidated Schools, as of June 30, 2009, and the respective changes in financial position where applicable, thereof and the respective budgetary comparison statements for the General, Medicaid Title XIX, School Based Health Center, and SB-9 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 non-major governmental fund and the fiduciary funds of Santa Rosa Consolidated Schools, as of June 30, 2009, and the respective changes in financial position thereof and the respective budgetary comparison statements for the Debt Service and each non-major governmental fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2010, on our consideration of Santa Rosa Consolidated Schools internal control over financial reporting and 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.

Santa Rosa Consolidated Schools have not presented the Management Discussion and Analysis that accounting principles generally accepted in the United States of America has determined necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was performed for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements and budgetary comparisons of Santa Rosa Consolidated Schools. The accompanying Statement of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Santa Rosa Consolidated Schools. This information, the schedule of changes in assets and liabilities agency funds and the Schedule of Expenditures of Federal Awards are not required parts of the basic financial statements of Santa Rosa Consolidated Schools. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects, in relation to the basic financial statements taken as a whole.

February 25, 2010

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT A

STATEMENT OF NET ASSETS

JUNE 30, 2009

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 1,848,494
Due from other governments	134,097
Food Inventory	8,185
Non-current:	
Capital assets, net	<u>14,249,495</u>
Total assets	<u>16,240,271</u>
<u>LIABILITIES</u>	
Accrued interest payable	51,871
Deferred credits	312,649
Noncurrent liabilities:	
Due within one year	445,000
Due in more than one year	<u>1,745,000</u>
Total liabilities	<u>2,554,520</u>
<u>NET ASSETS</u>	
Invested in capital assets, net of related debt	12,059,495
Restricted:	
Instructional materials	60,007
Cafeteria	8,185
Capital Projects	211,671
Debt Service	553,453
Unrestricted	<u>792,940</u>
Total net assets	<u>\$ 13,685,751</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue & Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities
Primary government:					
Governmental activities:					
Instruction	\$ 4,893,214	\$ 53,506	\$ 463,281	\$ -	\$ (4,376,427)
Support Services	-	-	-	-	-
Support Services Students	785,319	-	183,416	-	(601,903)
Support Services Instruction	253,057	-	2,216	-	(250,841)
Support Services General Administration	511,568	-	6,645	-	(504,923)
Support Services School Administration	755,312	-	-	-	(755,312)
Central Services	188,749	-	20,853	-	(165,886)
Operation and Maintenance of Plant	1,240,187	-	-	-	(1,240,187)
Student Transportation	583,232	-	494,703	-	(88,529)
Food Services Operations	593,433	41,955	420,300	-	(131,178)
Community Services Operations	10,819	-	-	-	(10,819)
Bond interest	102,742	-	-	-	(102,742)
Depreciation-unallocated	-	6,278	122,498	222,930	351,704
<b>Total governmental activities</b>	<b>\$ 9,915,832</b>	<b>\$ 101,739</b>	<b>\$ 1,713,920</b>	<b>\$ 222,930</b>	<b>(7,877,043)</b>

General revenues:

Property Taxes:	
General purpose	179,785
Debt service	360,702
Capital projects	-
Grant & contributions not restricted	6,542,891
Grants & contributions restricted	91,449
Unrestricted investment earnings	13,203
Loss on disposal of assets	-
Miscellaneous income	31,940
<b>Total general revenues</b>	<b>7,219,970</b>
Change in net assets	(657,073)
Net assets - beginning	14,342,824
Net assets - ending	\$ 13,685,751

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS  
 BALANCE SHEET-- GOVERNMENTAL FUNDS  
 JUNE 30, 2009

	<u>GENERAL</u>	<u>MEDICAID TITLE XIX</u>
<b>ASSETS</b>		
Cash on Deposit	\$ 660	\$ 129,055
Investments	531,321	-
Accounts Receivable		
Property Taxes	317	-
Interest	118	-
State	-	-
Federal	-	-
Inventories	-	-
Due from Other Funds	274,484	-
<b>TOTAL ASSETS</b>	<b>\$ 806,900</b>	<b>\$ 129,055</b>
<b>LIABILITIES</b>		
Accrued Interest Payable	\$ -	\$ -
Deferred Revenue	-	129,055
Due to Other Funds	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>129,055</b>
<b>FUND BALANCE</b>		
Fund Balance		
Reserved for Text Books	60,007	-
Reserved for Debt Service	-	-
Reserved for Inventory	-	-
Reserved for Capital Projects	-	-
Unreserved, reported in:		
General Funds	746,893	-
Special Revenue Funds	-	-
<b>TOTAL FUND BALANCE</b>	<b>806,900</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 806,900</b>	<b>\$ 129,055</b>

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

EXHIBIT C

SCHOOL BASED HEALTH CENTERS	SB-9	DEBT SERVICE	NON MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 139,713	\$ -	\$ 358,510	\$ 273,994	\$ 901,932
-	173,568	241,673	-	946,562
-	1,725	4,587	-	6,629
-	39	54	-	211
-	-	-	35,124	35,124
-	-	-	92,133	92,133
-	-	-	8,185	8,185
13,381	-	-	747	288,612
<u>\$ 153,094</u>	<u>\$ 175,332</u>	<u>\$ 604,824</u>	<u>\$ 410,183</u>	<u>\$ 2,279,388</u>
\$ -	\$ -	\$ 51,371	\$ 500	\$ 51,871
153,094	-	-	30,500	312,649
-	154,671	-	133,941	288,612
<u>153,094</u>	<u>154,671</u>	<u>51,371</u>	<u>164,941</u>	<u>653,132</u>
-	-	-	-	60,007
-	-	553,453	-	553,453
-	-	-	8,185	8,185
-	-	-	211,671	211,671
-	-	-	-	746,893
-	20,661	-	25,386	46,047
<u>-</u>	<u>20,661</u>	<u>553,453</u>	<u>245,242</u>	<u>1,626,256</u>
<u>\$ 153,094</u>	<u>\$ 175,332</u>	<u>\$ 604,824</u>	<u>\$ 410,183</u>	<u>\$ 2,279,388</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT D

RECONCILIATION OF THE BALANCE SHEET  
ALL GOVERNMENTAL FUNDS TO THE  
STATEMENT OF NET ASSETS

JUNE 30, 2009

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

Fund Balances - total governmental funds	\$	1,626,256
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		14,249,495
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds		<u>(2,190,000)</u>
Net assets of governmental activities	\$	<u><u>13,685,751</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

COMBINED STATEMENT OF REVENUE, EXPENDITURES AND  
 CHANGES IN FUND BALANCE-- GOVERNMENTAL FUNDS

Year Ended June 30, 2009

	<u>GENERAL</u>	<u>MEDICAID TITLE XIX</u>
REVENUE		
Federal Revenue	\$ 104,626	\$ 26,305
State Revenue	581,827	-
Local Revenue	21,063	-
State Equalization	6,511,838	-
Property Taxes	32,491	-
Service Revenues	-	-
Interest	6,418	-
Other Revenue Sources	-	-
TOTAL REVENUES	<u>7,258,263</u>	<u>26,305</u>
EXPENDITURES		
Current		
Instruction	3,548,829	-
Support Services	-	-
Support Services Students	511,541	26,305
Support Services Instruction	221,988	-
Support Services General Administration	441,011	-
Support Services School Administration	668,402	-
Central Services	144,398	-
Operation and Maintenance of Plant	1,097,486	-
Student Transportation	516,123	-
Other Support Services	-	-
Food Services Operations	46,490	-
Community Services Operations	9,574	-
Capital Outlay	13,736	-
Debt Service		
Principal	-	-
Interest and Fiscal Charge	-	-
TOTAL EXPENDITURES	<u>7,219,578</u>	<u>26,305</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	38,685	-
Other Financing Sources		
Transfers In<Out>	-	-
Total Other Financial Sources	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	38,685	-
FUND BALANCE		
June 30, 2008	<u>768,215</u>	<u>-</u>
FUND BALANCE		
June 30, 2009	<u>\$ 806,900</u>	<u>\$ -</u>

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

EXHIBIT E

SCHOOL BASED HEALTH CENTERS	SB-9	DEBT SERVICE	NON MAJOR GOVERNMENTAL FUNDS	Total GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ 885,546	\$ 1,016,477
54,235	84,233	-	242,751	963,046
-	-	-	95,984	117,047
-	-	-	-	6,511,838
-	147,294	360,702	-	540,487
-	-	-	95,461	95,461
-	2,914	3,764	107	13,203
-	-	-	-	-
<u>54,235</u>	<u>234,441</u>	<u>364,466</u>	<u>1,319,849</u>	<u>9,257,559</u>
26,589	-	-	472,705	4,048,123
-	-	-	-	-
26,946	-	-	130,165	694,957
700	-	-	1,251	223,939
-	1,488	3,561	6,645	452,705
-	-	-	-	668,402
-	-	-	20,863	165,261
-	-	-	-	1,097,486
-	-	-	-	516,123
-	-	-	-	-
-	-	-	478,660	525,150
-	-	-	-	9,574
-	384,976	-	19,204	417,916
-	-	425,000	-	425,000
-	-	102,742	-	102,742
<u>54,235</u>	<u>386,464</u>	<u>531,303</u>	<u>1,129,493</u>	<u>9,347,378</u>
-	(152,023)	(166,837)	190,356	(89,819)
-	-	-	1,000	1,000
-	-	-	1,000	1,000
-	(152,023)	(166,837)	191,356	(88,819)
-	172,684	720,290	53,886	1,715,075
<u>\$ -</u>	<u>\$ 20,661</u>	<u>\$ 553,453</u>	<u>\$ 245,242</u>	<u>\$ 1,626,256</u>

RECONCILIATION OF THE STATEMENT OF REVENUES,  
 EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 ALL GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

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

Net change in fund balance - total governmental funds	\$ (88,819)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Gains or losses on disposal of capitalizable assets are also reflected in the statement of activities net of depreciation. These are the amounts reported as capital outlay and gains or losses on disposal of depreciable assets

Capital outlay	135,860
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds

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

-

Expenses in Statement of Activities which do not require use of current financial resources      i.e. Depreciation	(1,129,114)
--	-------------

Bond Principal	<u>425,000</u>
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Change in Net Assets	<u>\$ (657,073)</u>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT G

COMBINED STATEMENT OF REVENUE, EXPENDITURES--BUDGET  
 (NON-GAAP) AND ACTUAL--GENERAL FUND

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 121,250	\$ 121,250	\$ 104,626	\$ (16,624)
State Revenue	7,025,122	7,107,590	7,093,665	(13,925)
Local Revenue	94,054	94,054	61,710	(32,344)
<b>TOTAL REVENUE</b>	<u>7,240,426</u>	<u>7,322,894</u>	<u>\$ 7,260,001</u>	<u>\$ (62,893)</u>
<b>BUDGETED CASH BALANCE</b>	<u>659,009</u>	<u>659,009</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 7,899,435</u>	<u>\$ 7,981,903</u>		
<b>EXPENDITURES</b>				
Current				
Instruction	\$ 3,560,054	\$ 3,573,554	\$ 3,548,829	\$ 24,725
Support Services	-	-	-	-
Support Services Students	631,992	574,492	511,541	62,951
Support Services Instruction	237,259	237,259	221,988	15,271
Support Services General Administration	437,945	480,581	441,011	39,570
Support Services School Administration	652,710	670,210	668,402	1,808
Central Services	147,905	147,905	144,398	3,507
Operation and Maintenance of Plant	1,086,833	1,115,333	1,097,486	17,847
Student Transportation	555,217	593,049	516,123	76,926
Other Support Services	53,143	53,143	-	53,143
Food Services Operations	53,700	53,700	46,490	7,210
Community Services Operations	9,748	9,748	9,574	174
Capital Outlay	472,929	472,929	13,736	459,193
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Charge	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 7,899,435</u>	<u>\$ 7,981,903</u>	<u>\$ 7,219,578</u>	<u>\$ 762,325</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT H

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--MEDICAID TITLE XIX

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 45,500	\$ 45,500	\$ 49,842	\$ 4,342
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>45,500</u>	<u>45,500</u>	<u>\$ 49,842</u>	<u>\$ 4,342</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 45,500</u>	<u>\$ 45,500</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 45,500	\$ 45,500	\$ 26,305	\$ 19,195
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 45,500</u>	<u>\$ 45,500</u>	<u>\$ 26,305</u>	<u>\$ 19,195</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT I

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--SCHOOL BASED HEALTH CENTER

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	85,000	85,000	85,000	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>85,000</u>	<u>85,000</u>	<u>\$ 85,000</u>	<u>\$ -</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 85,000</u>	<u>\$ 85,000</u>		
<b>EXPENDITURES</b>				
Current				
Instruction	\$ 77,076	\$ 55,576	26,589	\$ 28,987
Support Services	-	-	-	-
Support Services Students	6,424	27,924	26,946	978
Support Services Instruction	1,500	1,500	700	800
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 85,000</u>	<u>\$ 85,000</u>	<u>\$ 54,235</u>	<u>\$ 30,765</u>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT J

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
AND ACTUAL--SPECIAL REVENUE FUND--SB-9

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	90,119	90,119	84,233	(5,886)
Local Revenue	247,824	247,824	152,015	(95,809)
<b>TOTAL REVENUE</b>	<u>337,943</u>	<u>337,943</u>	<u>\$ 236,248</u>	<u>\$ (101,695)</u>
 <b>BUDGETED CASH BALANCE</b>	 <u>95,128</u>	 <u>95,128</u>		
 <b>TOTAL REVENUE &amp; CASH</b>	 <u>\$ 433,071</u>	 <u>\$ 433,071</u>		
 <b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	1,840	1,840	1,488	352
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	431,231	431,231	384,976	46,255
<b>TOTAL EXPENDITURES</b>	<u>\$ 433,071</u>	<u>\$ 433,071</u>	<u>\$ 386,464</u>	<u>\$ 46,607</u>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT K

STATEMENT OF FIDUCIARY ASSETS & LIABILITIES – AGENCY FUNDS

June 30, 2009

	<u>AGENCY FUNDS</u>
ASSETS	
Cash on Deposit	\$ <u>64,847</u>
TOTAL ASSETS	\$ <u><u>64,847</u></u>
LIABILITIES	
Due To Student Groups	\$ <u>64,847</u>
TOTAL LIABILITIES	\$ <u><u>64,847</u></u>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Implementation of New Accounting Policies

During 2001-02 the Santa Rosa Consolidated Schools has implemented GASB Statements No. 33 (GASB 33), Accounting and Financial Reporting for Non-exchange Transactions, GASB Statement No. 34 (GASB 34), Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments, GASB Statement No. 37 (GASB 37), Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus and GASB Statement No. 38 (GASB 38), Certain Financial Statements Disclosure. At July 1, 2001, there was no effect on fund balance as a result of implementing GASB 33, GASB 34, GASB 37 and GASB 38.

Under GASB Statement 33, property taxes are impressed non-exchange revenue. Assets from impressed non-exchange transactions are reported when the School District has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date. Taxes are payable in two equal installments on November 10 and April 10 following the levy and become delinquent after thirty (30) days.

GASB – 34 creates new basic financial statements for reporting on the School District's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column.

B. Reporting Entity

Santa Rosa Consolidated School District is a special purpose government entity governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the City of Santa Rosa and surrounding area. 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 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 Santa Rosa Consolidated School District's management who is responsible for their integrity and objectivity. The financial statements of the District conform to generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

The District does not have any component units required to be disclosed.

C. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the school district. For the most part, the effect of interfund activity has been removed from these statements.

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Grant revenues and deferrals are recognized in accordance with GASB 33.

The government reports the following major governmental funds:

General 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.

Medicaid Special Revenue Fund - The fund is used for reimbursement of health-related services of Medicaid eligible students receiving related services, for administrative time study, and for a statement of service costs study. Authorized by the Social Security Act.

School Based Health Centers Special Revenue Fund - To account for monies provided by the state for the purpose of providing a health center on campus for students. Authority for this fund is provided by the grantor and the Des Moines school board.

Senate Bill Nine Special Revenue Fund – to account for 2.0 mill levy restricted by board resolution for erecting, remodeling, making additions to, providing equipment for, and furnishing school buildings, improving school grounds and maintenance of school buildings and grounds, exclusive of salary expense of employees. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

Private-sector standards of accounting and financial 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. The government has elected not to follow subsequent private-sector guidance. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

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

E. Assets, liabilities, and net assets or equity

1. Deposits and investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments.

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

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

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

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, liabilities, and net assets or equity (continued)

Investments for the District are reported at fair value. The State Treasurer's Investment 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.

2. Receivables and payables

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

The School District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. The assessed valuation for the 2009 fiscal year was \$ 83,659,605. Mill levy rates are set by the State of New Mexico each year for the General Fund, SB - 9 Capital Improvements Fund, 20% Capital Outlay Fund and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

3. Inventories

The food inventories are valued at cost using the first-in/first-out (FIFO) method. USDA Commodities are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. Capital assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. The District is capitalizing qualifying software, library books, and assets constructed by district personnel as required. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	50
Land Improvements	50
Equipment	10

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, liabilities, and net assets or equity (continued)

5. Compensated absences

The District does not allow employees to accumulate vacation or annual leave. Thus, there are no compensated absences.

6. Long-term obligations

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

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

7. Fund equity

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use is either 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; 2) imposed by law through constitutional provisions or enabling legislation. Total restricted net assets of \$ 833,316 are comprised of Instructional Materials \$ 60,007, Cafeteria \$ 8,185. Capital Bonds \$ 211,671 and Debt Service \$ 553,453.

8. Comparative data/reclassifications

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

9. Indirect Costs

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

10. Salaries and Wages

The School District pays all salaries and wages due teachers on or before June 30th of each year.

11. Estimates

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



STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, liabilities, and net assets or equity (continued)

12. Revenues

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$ 6,511,838 in state equalization guarantee distributions during the year ended June 30, 2009.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to and from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$ 494,703 in transportation distributions during the year ended June 30, 2009.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes reconciliation between fund *balance total governmental funds and net assets - governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of the \$ 2,190,000 difference is as follows:

Bonds Payable	<u>\$ 2,190,000</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ 2,190,000</u>

Another element of the reconciliation states "capital assets are not financial resources therefore are not reported in the funds." The details of the \$ 14,249,495 difference is as follows:

Capital assets net of accumulated depreciation	<u>\$14,249,495</u>
Other assets are not available to pay for current – period expenditures and therefore are deferred in the funds	<u>\$14,249,495</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances - total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "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." The details of this \$(993,254) differences is as follows:

Capital Outlay	\$ 135,560
Depreciation expense	<u>(1,129,114)</u>
Net adjustment to increase net changes in fund balances – total government funds to arrive at changes in net assets of governmental activities	<u>\$(- 993,254)</u>

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, 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." The details of the \$425,000 difference are as follows:

Principal repayments:	
General obligation debt	\$ <u>425,000</u>
Net adjustment to decrease net changes in fund balances- total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 425,000</u>

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary information

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

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, continued

A. Budgetary information, continued

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

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

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

- In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
- In May or June, the budget is approved by the Board of Education
- The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called for.
- The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
- Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.
- The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2009 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 7,899,435	\$ 7,981,903
Special Revenue Fund	1,593,351	1,828,382
Debt Service Fund	1,224,275	1,224,275
Capital Projects Fund	187,287	187,287
Totals	<u>\$ 10,904,348</u>	<u>\$ 11,221,847</u>

B. Deficit fund equity

At June 30, 2009 deficit fund balances consisted of: Special Capital Outlay State \$3,811

The District is evaluating the need to transfer cash from the operational fund to eliminate the deficit balances.

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

IV. DETAILED NOTES ON ALL FUNDS

A. Cash and temporary investments

At June 30, 2009, the carrying amount of the District's deposits was \$ 966,779 and the bank balance was \$ 1,340,716. Of this balance \$ 1,340,716 was covered by federal depository insurance and \$ 627,255 was covered by collateral held in joint safekeeping by a third party in the entities name. Collateral requirements are as follows:

Wells Fargo	Cash on deposit at June 30, 2009	\$ 1,340,716
	Less: FDIC coverage	<u>(1,340,716)</u>
	Uninsured Public Funds	-
	50% Collateral Requirement	
	Pledged Collateral	<u>627,255</u>
	Uninsured and Un-collateralized	<u>\$ -0-</u>

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The collateral pledged is listed on page 103 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing Now accounts of a public unit in an institution in the same state will be insured up to \$ 250,000 in aggregate and separate from the unlimited coverage for public unit demand deposits at the same institution, under the FDIC Temporary Liquidity Guarantee Program.

Investments held by the New Mexico State Treasurer are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the direct obligations of the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.1 F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested. Participation in the local government investment pool is voluntary. The credit risk rating for the LGIP is disclosed on Schedule 1 at page 91 of this reports. The State Treasurer issues a separate, publicly available audited financial report that includes disclosure of the collateral pledged to secure State Treasurer cash and investments.

B. Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 20, 2009, none of the government's bank balance of \$ 1,340,716 was exposed to custodial credit risk.

Uninsured and un-collateralized \$ -0-

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

C. Receivables

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

	General	SB-9	Debt Service	Other Governmental	TOTAL
Taxes:					
Property	\$ 317	\$ 1,725	\$ 4,587	\$ -	\$ 6,629
Intergovernmental Grants:					
Federal	-	-	-	92,133	92,133
State	-	-	-	35,124	35,124
Interest	118	39	54	-	211
	<u>\$ 435</u>	<u>\$ 1,764</u>	<u>\$ 4,641</u>	<u>\$ 127,257</u>	<u>\$ 134,097</u>

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

	Unavailable
Grant drawdowns prior to meeting all eligibility requirements	<u>\$ 312,649</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 312,649</u>

D. Capital Assets

Capital asset activity for the year ended June 30, 2009, was as follows:

Governmental Activities:	Audited Balance 6/30/2008	Increases	Decreases	Audited Balance 6/30/2009
Capital assets, not being depreciated:				
Land	\$ 822,324	\$ -	\$ -	\$ 822,324
Capital assets, being depreciated:				
Equipment	2,856,624	64,926	-	2,921,550
Buildings & Improvements	23,590,031	70,934	-	23,660,965
Total Capital Assets being depreciated	26,446,655	135,860	-	26,582,515
Less accumulated depreciation for:				
Equipment	1,851,836	428,965	-	2,280,801
Buildings & Improvements	10,174,394	700,149	-	10,874,543
Total accumulated depreciation	12,026,230	1,129,114	-	13,155,344
Total Capital assets, being depreciated, net	14,420,425	(993,254)	-	13,427,171
Governmental activities capital assets, net	<u>\$ 15,242,749</u>	<u>\$ (993,254)</u>	<u>\$ -</u>	<u>\$ 14,249,495</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

IV. DETAILED NOTES ON ALL FUNDS (continued)

D. Capital Assets (continued)

Depreciation expense was charged to function/programs of the School District as follows:

Instruction	\$ 563,035
Support Services	-
Support Services Students	90,362
Support Services Instruction	29,118
Support Services General Administration	58,863
Support Services School Administration	86,910
Central Services	21,488
Operation and Maintenance of Plant	142,701
Student Transportation	67,109
Food Services Operations	68,283
Community Services Operations	1,245
Total	<u>1,129,114</u>

E. Long-Term Debt

Governmental Activities  
Bonds Payable

	<u>Balance</u> <u>7/1/2008</u>	<u>Additional</u> <u>Obligations</u>	<u>Current</u> <u>Maturities</u> <u>Retirements &amp;</u> <u>Net Decreases</u>	<u>Balance</u> <u>6/30/2009</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
\$2,000,000 2001 Go Building Bonds due in annual installments of \$245,000 to \$330,000 through July 2012, interest at 4.95% to 5.30%	\$ 1,500,000	\$ -	\$ 270,000	\$ 1,230,000	\$ 285,000
\$900,000 2001 Go Building Bonds due in annual installments of \$40,000 to \$55,000 through July 2012, interest at 4% to 4.3%	500,000	-	90,000	410,000	95,000
\$460,000 2002 Go Building Bonds due in annual installments of \$40,000 to \$55,000 through July 2012, interest at 4% to 4.3%	245,000	-	45,000	200,000	45,000
\$440,000 2003 Go Building Bonds due in annual installments of \$90,000 to \$100,000 through July 2015, interest at 1.5% to 4.90%	370,000	-	20,000	350,000	20,000
Total	<u>\$ 2,615,000</u>	<u>\$ -</u>	<u>\$ 425,000</u>	<u>\$ 2,190,000</u>	<u>\$ 445,000</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

E. Long-Term Debt (continued)

The annual requirements to amortize all bonded debt as of June 30, 2009, including interest of \$ 258,028 are shown below:

	1/1/2001	10/15/2001	10/1/2002	9/15/2003	TOTALS
	G.O.	G.O.	G.O.	G.O.	
6/30/2010	\$ 338,342	\$ 111,480	\$ 52,265	\$ 35,378	\$ 537,465
6/30/2011	339,083	112,140	55,365	34,668	541,256
6/30/2012	339,053	112,475	53,365	33,903	538,796
6/30/2013	338,168	112,530	56,183	33,098	539,979
6/30/2014	-	-	-	90,988	90,988
6/30/2015	-	-	-	97,094	97,094
6/30/2016	-	-	-	102,450	102,450
6/30/2017	-	-	-	-	-
TOTAL	1,354,646	448,625	217,178	427,579	2,448,028
LESS PRINCIPAL	1,230,000	410,000	200,000	350,000	2,190,000
INTEREST	\$ 124,646	\$ 38,625	\$ 17,178	\$ 77,579	\$ 258,028

V. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2009.

B. Contingent liabilities

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

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

V. OTHER INFORMATION (continued)

C. Employee retirement plan

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

*Funding Policy* - Plan members are required to contribute 7.9% of their gross salary. Santa Rosa Consolidated School District is required to contribute 11.65% of the gross covered salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the Santa Rosa Consolidated School District are established in Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of legislature. The Santa Rosa Consolidated School District's contributions to the ERA for the years ended June 30, 2009, 2008 and 2007 were: \$ 526,240, \$ 478,951 and \$ 669,685 respectively, equal to the amount of the required contribution for the year.

D. Post-retirement health care benefits

*Plan Description*. Santa Rosa Consolidated School District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post employment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post employment 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.



STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

V. OTHER INFORMATION (continued)

D. Post-retirement health care benefits (continued)

*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](http://www.nmrhca.state.nm.us).

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The Santa Rosa Consolidated School's contributions to the RGCA for the years ended June 30, 2009, 2008 and 2007 were \$58,368, \$50,235 and \$53,866 respectively, which equal the required contributions for each year.

E. Restatement of Beginning Net Assets for Governmental Funds

No restatements were made to the Governmental Fund Net Assets for the prior year.

F. Prior Period Adjustments

No adjustments were made to the district's prior year fund balances.

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

JUNE 30, 2009

V. OTHER INFORMATION (continued)

G. Interfund Transfers

Transfers are used to move revenue from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. There were no transfers during the fiscal year.

H. Interfund Receivables

Cash overdrafts are interfund receivables and considered to be short-term borrowings from general funds to cover current year operating expenditures and will be paid back within the next year. At June 30, 2009, they consisted of the following:

Due to:		
OPERATIONAL	\$	133,941
	\$	<u>133,941</u>

Due from:		
TITLE 1	\$	22,010
IDEA-B ENTITLEMENT		35,687
IDEAB-B DISCRETIONARY		392
PARTNERSHIPS IN CHARACTER ED		4,942
ENHANCING ED (E2T2-F)		1,944
ENGLISH LANGUAGE ACQUISITION		4,414
TEACHER/PRINCIPAL TRAINING		17,309
AFE AND DRUG FREE SCHOOLS		2,222
RURAL & LOW INCOME SCHOOLS		1,513
TITLE I STIMULUS		3,808
ENTITLEMENT STIMULUS		765
FAMILY YOUTH RESOURCE		20,919
TRUANCY PREVENTION		12,954
LIBRARY GO BONDS		1,251
SPECIAL CAPITAL OUTLAY STATE		3,811
	\$	<u>133,941</u>

Due to:		
OPERATIONAL	\$	70,675
TRANSPORTATION		9,861
INSTRUCTIONAL MATERIALS		60,007
SCHOOL BASED HEALTH CENTER		13,381
BOND BUILDING		263
PSCO		484
	\$	<u>154,671</u>

Due from SB-9	\$	<u>154,671</u>
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STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

JUNE 30, 2009

V. OTHER INFORMATION (continued)

I. Permanent Transfers

Transfer from:

Agency Funds	\$ 1,000
	<u>\$ 1,000</u>

Transfer to:

Athletics	<u>\$ 1,000</u>
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J. Overspent Budgets

At June 30, 2009 the District had two funds which had overspent budgets for the year.

They consisted of:	English Language Acquisition	\$123
	Teacher/Principal Training	\$129

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2009

V. OTHER INFORMATION (continued)

K Reconciliation of Budgetary and GAAP Basis Amounts

Major Programs:

	<u>Operational</u>	<u>Transportation</u>
REVENUES		
Budgetary Basis	\$ 6,702,545	\$ 494,703
Add:		
Current Year Receivables & Other Credits	435	-
Deduct:		
Prior Year Receivables & Other Debits	<u>2,173</u>	<u>-</u>
REVENUE ~GAAP BASIS	<u>\$ 6,700,807</u>	<u>\$ 494,703</u>
EXPENDITURES		
Budgetary Basis	\$ 6,668,441	\$ 506,254
Add:		
Current Year Payables & Other Debits	-	-
Deduct:		
Prior Year Payables & Other Credits	<u>-</u>	<u>-</u>
EXPENDITURES ~GAAP BASIS	<u>\$ 6,668,441</u>	<u>\$ 506,254</u>

<u>Instructional Materials</u>	<u>Medicaid Title XIX</u>	<u>School Based Health Centers</u>	<u>SB-9</u>	<u>Debt Service</u>
\$ 62,753	\$ 49,842	\$ 85,000	\$ 236,248	\$ 360,326
-	-	-	1,763	4,641
<u>-</u>	<u>23,537</u>	<u>30,765</u>	<u>3,570</u>	<u>501</u>
<u>\$ 62,753</u>	<u>\$ 26,305</u>	<u>\$ 54,235</u>	<u>\$ 234,441</u>	<u>\$ 364,466</u>
\$ 44,883	\$ 26,305	\$ 54,235	\$ 386,464	\$ 541,525
-	-	-	-	51,371
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,593</u>
<u>\$ 44,883</u>	<u>\$ 26,305</u>	<u>\$ 54,235</u>	<u>\$ 386,464</u>	<u>\$ 531,303</u>

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2009

V. OTHER INFORMATION (continued)

K. - Reconciliation of Budgetary and GAAP Basis Amounts (Continued)

Non-Major Funds:

	<u>Cafeteria</u>	<u>Athletics</u>	<u>Title I</u>	<u>IDEA-B Entitlement</u>	<u>IDEA-B Discretionary</u>
<b>REVENUES</b>					
Budgetary Basis	\$ 462,352	\$ 83,569	\$ 253,131	\$ 133,769	\$ -
Add:					
Current Year Receivables & Other Credits	-	-	22,010	32,814	392
Deduct:					
Prior Year Receivables & Other Debits	<u>-</u>	<u>-</u>	<u>62,724</u>	<u>25,590</u>	<u>-</u>
<b>REVENUE --GAAP BASIS</b>	<u>\$ 462,352</u>	<u>\$ 83,569</u>	<u>\$ 212,417</u>	<u>\$ 140,993</u>	<u>\$ 392</u>
<b>EXPENDITURES</b>					
Budgetary Basis	\$ 478,025	\$ 80,631	\$ 212,417	\$ 140,993	\$ 392
Add:					
Current Year Payables & Other Debits	635	-	-	-	-
Deduct:					
Prior Year Payables & Other Credits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES --GAAP BASIS</b>	<u>\$ 478,660</u>	<u>\$ 80,631</u>	<u>\$ 212,417</u>	<u>\$ 140,993</u>	<u>\$ 392</u>

	IDEA-B Preschool	Partnerships in Character Ed Pilot	Enhancing Ed thru Tech E2T2-F	Enhancing Ed thru Tech E2T2-C	Title V Innovative Education Program	English Language Acquisiton	Teacher/ Principal Training
\$	-	\$ 6,229	\$ -	\$ -	\$ 1,440	\$ 14,718	\$ 58,934
	-	-	-	-	-	4,414	17,309
	-	6,229	-	-	1,440	1,275	13,554
\$	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,857</u>	<u>\$ 72,689</u>
\$	-	\$ -	\$ -	\$ -	\$ -	\$ 17,857	\$ 72,689
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
\$	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,857</u>	<u>\$ 72,689</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2009

V. OTHER INFORMATION (continued)

K. - Reconciliation of Budgetary and GAAP Basis Amounts (Continued)

Non-Major Funds (continued):

	<u>Safe &amp; Drug Free Schools &amp; Communities</u>	<u>Rural &amp; Low Income Schools</u>	<u>Title I Stimulus</u>	<u>IDEA-B Entitlement Stimulus</u>
<b>REVENUES</b>				
Budgetary Basis	\$ 4,749	\$ 29,654	\$ -	\$ -
Add:				
Current Year Receivables & Other Credits	2,222	1,513	3,808	765
Deduct:				
Prior Year Receivables & Other Debits	<u>3,517</u>	<u>18,296</u>	<u>-</u>	<u>-</u>
<b>REVENUE --GAAP BASIS</b>	<u>\$ 3,454</u>	<u>\$ 12,871</u>	<u>\$ 3,808</u>	<u>\$ 765</u>
<b>EXPENDITURES</b>				
Budgetary Basis	\$ 3,454	\$ 12,871	\$ 3,808	\$ 765
Add:				
Current Year Payables & Other Debits	-	-	-	-
Deduct:				
Prior Year Payables & Other Credits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES --GAAP BASIS</b>	<u>\$ 3,454</u>	<u>\$ 12,871</u>	<u>\$ 3,808</u>	<u>\$ 765</u>



<u>A+ For Energy</u>	<u>Technology for Education</u>	<u>Obesity Program</u>	<u>Computerized Learning System</u>	<u>Incentives for School Improvement</u>	<u>Family Youth Resource Program</u>	<u>Truancy Prevention Program</u>
\$ -	\$ 11,430	\$ -	\$ -	\$ -	\$ 23,750	\$ 43,323
103	-	-	-	1,570	20,918	12,954
<u>-</u>	<u>5,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,612</u>
<u>\$ 103</u>	<u>\$ 5,792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,570</u>	<u>\$ 44,668</u>	<u>\$ 29,665</u>
\$ 103	\$ 5,792	\$ -	\$ -	\$ 1,822	\$ 44,668	\$ 29,665
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252</u>	<u>-</u>	<u>-</u>
<u>\$ 103</u>	<u>\$ 5,792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,570</u>	<u>\$ 44,668</u>	<u>\$ 29,665</u>

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2009

V. OTHER INFORMATION (continued)

K. - Reconciliation of Budgetary and GAAP Basis Amounts (Continued)

Non-Major Funds (continued):

	Library GO Bonds Laws of 2004	Beginning Teacher Mentoring
	<u>2004</u>	<u>Mentoring</u>
REVENUES		
Budgetary Basis	\$ 248	\$ 4,012
Add:		
Current Year Receivables & Other Credits	-	-
Deduct:		
Prior Year Receivables & Other Debits	<u>248</u>	<u>1,309</u>
REVENUE –GAAP BASIS	<u>\$ -</u>	<u>\$ 2,703</u>
EXPENDITURES		
Budgetary Basis	\$ -	\$ 2,703
Add:		
Current Year Payables & Other Debits	-	-
Deduct:		
Prior Year Payables & Other Credits	<u>-</u>	<u>-</u>
EXPENDITURES –GAAP BASIS	<u>\$ -</u>	<u>\$ 2,703</u>

Libraries SB-301 GO Bonds	Library Book Fund	Bond Building	Public School Capital Outlay	Special Capital Outlay Local	Special Capital Outlay State	Energy Efficiency Act	Capital Outlay 20%
\$ 14,690	\$ 1,927	\$ -	\$ -	\$ 65,931	\$ 135,000	\$ 21,999	\$ -
1,251	-	-	-	-	-	-	-
<u>14,690</u>	<u>1,927</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,931</u>	<u>\$ 135,000</u>	<u>\$ 21,999</u>	<u>\$ -</u>
\$ 1,251	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,204	\$ -
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,204</u>	<u>\$ -</u>

## GENERAL FUND

To account for resources traditionally associated with governments, which are not required to be accounted for in any other fund.

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT A-1

COMBINING BALANCE SHEET – GENERAL FUND

June 30, 2009

	OPERATIONAL	TRANSPORTATION	INSTRUCTIONAL MATERIALS	TOTALS
<b>ASSETS</b>				
Cash on Deposit	\$ 450	\$ 210	\$ -	\$ 660
Investments	531,321	-	-	531,321
Accounts Receivable				
Property Taxes	317	-	-	317
Interest	118	-	-	118
State	-	-	-	-
Federal	-	-	-	-
Inventories	-	-	-	-
Due from Other Funds	204,616	9,861	60,007	274,484
Prepaid expenditures	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 736,822</b>	<b>\$ 10,071</b>	<b>\$ 60,007</b>	<b>\$ 806,900</b>
<b>LIABILITIES AND OTHER CREDITS</b>				
Cash Deficit	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Deferred Revenue	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Student Groups	-	-	-	-
G.O. Bonds Payable	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>				
Fund Balance				
Reserved for Text Books	-	-	60,007	60,007
Reserved for Debt Service	-	-	-	-
Reserved for Inventory	-	-	-	-
Unreserved, reported in:				
General Funds	736,822	10,071	-	746,893
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<b>736,822</b>	<b>10,071</b>	<b>60,007</b>	<b>806,900</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 736,822</b>	<b>\$ 10,071</b>	<b>\$ 60,007</b>	<b>\$ 806,900</b>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT A-2

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES  
IN FUND BALANCE -- GENERAL FUND

Year Ended June 30, 2009

	OPERATIONAL	TRANSPORTATION	INSTRUCTIONAL MATERIALS	TOTALS
<b>REVENUE</b>				
Federal Revenue	\$ 104,626	\$ -	\$ -	\$ 104,626
State Revenue	24,371	494,703	62,753	581,827
Local Revenue	21,063	-	-	21,063
State Equalization	6,511,838	-	-	6,511,838
Property Taxes	32,491	-	-	32,491
Service Revenues	-	-	-	-
Interest	6,418	-	-	6,418
Other Revenue Sources	-	-	-	-
<b>TOTAL REVENUES</b>	<b>6,700,807</b>	<b>494,703</b>	<b>62,753</b>	<b>7,258,263</b>
<b>EXPENDITURES</b>				
Current				
Instruction	3,504,211	-	44,618	3,548,829
Support Services	-	-	-	-
Support Services Students	511,541	-	-	511,541
Support Services Instruction	221,723	-	265	221,988
Support Services General Administration	441,011	-	-	441,011
Support Services School Administration	668,402	-	-	668,402
Central Services	144,398	-	-	144,398
Operation and Maintenance of Plant	1,097,486	-	-	1,097,486
Student Transportation	9,869	506,254	-	516,123
Other Support Services	-	-	-	-
Food Services Operations	46,490	-	-	46,490
Community Services Operations	9,574	-	-	9,574
Capital Outlay	13,736	-	-	13,736
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Charge	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>6,668,441</b>	<b>506,254</b>	<b>44,883</b>	<b>7,219,578</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<b>32,366</b>	<b>(11,551)</b>	<b>17,870</b>	<b>38,685</b>
Other Financial Sources (Uses)				
Transfer In/Transfers (Out)	-	-	-	-
<b>Total Other Financial Sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>32,366</b>	<b>(11,551)</b>	<b>17,870</b>	<b>38,685</b>
<b>FUND BALANCE</b>				
June 30, 2008	704,456	21,622	42,137	768,215
Prior Period Adjustment	-	-	-	-
<b>FUND BALANCE June 30, 2009</b>	<b>\$ 736,822</b>	<b>\$ 10,071</b>	<b>\$ 60,007</b>	<b>\$ 806,900</b>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT A-3

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
AND ACTUAL--GENERAL FUND--OPERATIONAL

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Residential/Non-Residential Taxes	\$ 33,404	\$ 33,404	\$ 32,843	\$ (561)
Fees - Summer School	-	-	-	-
DOE Los Alamos/ D.O.D.	-	-	-	-
Fees - Educational	2,850	2,850	-	(2,850)
Rent and Leases	5,850	5,850	6,278	428
Royalties	6,500	6,500	5,513	(987)
Interest Income	38,600	38,600	7,804	(30,796)
Refunds	1,000	1,000	605	(395)
State Equalization	6,467,830	6,512,466	6,511,838	(628)
Miscellaneous Income	-	-	-	-
Abatements	-	-	301	301
Insurance Recoveries	2,000	2,000	1,150	(850)
Donations	3,850	3,850	7,216	3,366
Fees-Govt Agencies	1,500	1,500	24,371	22,871
Forrest Reserve	-	-	-	-
Access Board (E-Rate)	117,250	117,250	97,981	(19,269)
Indirect Cost - (Flow Through Grants)	4,000	4,000	6,645	2,645
<b>TOTAL REVENUE</b>	<u>6,684,634</u>	<u>6,729,270</u>	<u>\$ 6,702,545</u>	<u>\$ (26,725)</u>
<b>BUDGETED CASH BALANCE</b>	<u>659,009</u>	<u>659,009</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 7,343,643</u>	<u>\$ 7,388,279</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 3,503,560	\$ 3,517,060	\$ 3,504,211	\$ 12,849
Support Services	-	-	-	-
Support Services Students	631,992	574,492	511,541	62,951
Support Services Instruction	233,678	233,678	221,723	11,955
Support Services General Administration	437,945	480,581	441,011	39,570
Support Services School Administration	652,710	670,210	668,402	1,808
Central Services	147,905	147,905	144,398	3,507
Operation and Maintenance of Plant	1,086,833	1,115,333	1,097,486	17,847
Student Transportation	59,500	59,500	9,869	49,631
Other Support Services	53,143	53,143	-	53,143
Food Services Operations	53,700	53,700	46,490	7,210
Community Services Operations	9,748	9,748	9,574	174
Capital Outlay	472,929	472,929	13,736	459,193
<b>TOTAL EXPENDITURES</b>	<u>\$ 7,343,643</u>	<u>\$ 7,388,279</u>	<u>\$ 6,668,441</u>	<u>\$ 719,838</u>

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

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--GENERAL FUND--TRANSPORTATION

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	495,717	533,549	494,703	(38,846)
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>495,717</u>	<u>533,549</u>	<u>\$ 494,703</u>	<u>\$ (38,846)</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 495,717</u>	<u>\$ 533,549</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	495,717	533,549	506,254	27,295
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
<b>Capital Outlay</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 495,717</u>	<u>\$ 533,549</u>	<u>\$ 506,254</u>	<u>\$ 27,295</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT A-5

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--GENERAL FUND--INSTRUCTIONAL MATERIALS

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	60,075	60,075	62,753	2,678
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>60,075</u>	<u>60,075</u>	<u>\$ 62,753</u>	<u>\$ 2,678</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 60,075</u>	<u>\$ 60,075</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 56,494	\$ 56,494	\$ 44,618	\$ 11,876
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	3,581	3,581	265	3,316
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
<b>Capital Outlay</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 60,075</u>	<u>\$ 60,075</u>	<u>\$ 44,883</u>	<u>\$ 15,192</u>

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

## SPECIAL REVENUE FUNDS

FOOD SERVICES – to account for financing for school hot lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, New Mexico Statutes Annotated, State Law 22-13-13.

ATHLETICS – to account for revenues received from non-instructional activities for use in the district's athletic and other non-instructional programs. Required by the New Mexico State Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund. Authority for this fund is the New Mexico Administrative Code 6.20.2.

TITLE I – provides remedial instruction in language arts for educationally deprived students in low income areas. The project is funded by the Federal Government through the New Mexico State Department of Education, under the elementary and Secondary Education Act of 1965, Title 1, Chapter 1, Part A, 20 U.S.C. 2701 et seq.

IDEA B—ENTITLEMENT—P.L. 94-142, Individuals with Disabilities Education Act—to account for a federal grant restricted to the operation and maintenance of meeting the special education need of children with disabilities. Authority for the creation of this fund is Individuals with Disabilities Act, Part B, Sec. 611, as amended; Public Laws 91-230,93-380,94-142,98-199,99-457,100-630 and 101-476; 20 U.S.C. 1401-1419, Public Law 105-17.

IDEA-B DISCRETIONARY- P.L. 94-142, Individuals with Disabilities Education Act – to account for a federal grant restricted to operation and maintenance of meeting the special education need of children with disabilities. Authority for the creation of this fund is Individuals with Disabilities Act, Part B, Sec. 611, as amended; Public laws 91-230, 93-142, 98-199, 99-457, 100-630 and 101-476; 20 U.S.C. 1401-1419, Public Law 105-17.

IDEA B PRE-SCHOOL—to account for revenue received under the Preschool Public Act P.L. 99-457 for the purpose of providing special educational services to the developmentally delayed preschool children. This fund is federally funded and is restricted to expenditure by grant application. Required by the New Mexico State Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund.

PARTNERSHIPS IN CHARACTER EDUCATION PILOT PROJECT – to support nationally significant programs to improve quality of education, assist all students to meet challenging State content standards, and contribute to the achievement of the National Education Goals by supporting pilot projects that design and implement character education programs as a way to address broader objectives. Authority for creation of this fund is Title X, Part A, Section 10103 of the Elementary and Secondary Education Act.

ENHANCING EDUCATION THROUGH EDUCATION E2T2-F – to provide grants to State Education Agencies on a formula basis to improve student academic achievement through the use of technology in schools, assist all students in becoming technologically literate by the end of the eighth grade and encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title II, Part D, Subparts 1 and 2, as amended.

ENHANCING EDUCATION THROUGH TECHNOLOGY E2T2-C – to provide grants to State Education Agencies on a formula basis to improve student academic achievement through the use of technology in schools, assist all students in becoming technologically literate by the end of the eighth grade and encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title II, Part D, Subparts 1 and 2, as amended.

TITLE V – to assist State and local educational agencies in the reform of elementary and secondary education. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title VI, as amended. 20U.S.C. 7301-7373.

ENGLISH LANGUAGE ACQUISITION – to ensure that limited English proficient children and youth, including immigrant children and youth, attain English proficiency and meet the same challenging State academic content and student academic achievement standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander and Alaska native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The authority for creation of this fund is the Elementary and Secondary Education Act, as amended, Title III, Part A, Sections 3101,3129.

TEACHER/PRINCIPAL TRAINING – to provide grants to State Education Agencies on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965 as amended, Title II, Part A, Public Law 107-110.

SAFE AND DRUG FREE SCHOOLS – to offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco and drugs, involve parents, and coordinated with related Federal, State and community efforts and resources. The authority for the creation of this fund is the Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

RURAL & LOW INCOME SCHOOLS – to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

TITLE I FEDERAL STIMULUS – fund to supplement State and local funding for low-achieving children, especially in high-poverty schools. The program finances the additional academic support and learning opportunities that are often required to help disadvantaged students progress along with their classmates. Fund and authority provided under the American Recovery and Reinvestment Act.

IDEA-B ENTITLEMENT FEDERAL STIMULUS – fund to supplement state and local funding for students with disabilities. Fund and authority provided under the American Recovery and Reinvestment Act.

A+ FOR ENERGY – to account for monies received by pre k-12 teachers in recognition for innovation and excellences in teaching energy and/or energy conservation in the classroom. Authorization for this fund is the grant and the Santa Rosa School Board.

TECHNOLOGY FOR EDUCATION-- to account for distributions received from the Educational Technology fund for the expansion and improvement of technology in education. These funds are restricted to expenditure by New Mexico Statutes and the schools approved long-term technology plan. Authority for the creation of this fund is NMSA 22-15A-1 to 22-15A-10.

OBESITY PROGRAM – to account for revenues used to incorporate an action plan to address nutrition and physical activity in schools (K-12). Authority for creation of this fund is the New Mexico State legislature.

COMPUTERIZED LEARNING – to account for funds designated for computer upgrades, including software. Authority for the creation of this fund is the New Mexico State Legislature.

INCENTIVES FOR SCHOOL IMPROVEMENT – to account for monies received to be used as determined by the school principal and teachers in cooperation with other school employees and the community. It shall not be used for salaries, salary increases or bonuses. Financing and authority is provided by NMSA 22-13A-5.

FAMILY YOUTH RESOURCE PROGRAM – to account for monies from PED for the purpose of developing programs as an intermediary for students and their families at public schools to access social and health care services. The authority for creation of this fund in the New Mexico Public Education Department and the Santa Rosa School Board.

TRUANCY PREVENTION – to account for monies received for the purpose of determining and implementing successful programs for preventing truancy. The authority for creation of this fund is the grant as provided by New Mexico legislative HB246 and the Santa Rosa School Board.

LIBRARY GO BONDS LAWS 2004 – to account for the revenue and expenditures to acquire supplementary library books, equipment and library resources for public school and juvenile detention libraries statewide.

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

LIBRARIES SB301 G.O. BONDS – to account for funds received to update and to expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by election of SB301.

LIBRARY BOOK FUND – to account for monies received to be used for the purchase of School library books. Financing and authority is provided by the New Mexico State Legislature, 2008 Senate Bill 471.

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS  
 SPECIAL REVENUE FUNDS

JUNE 30, 2009

	FOOD SERVICES	ATHLETICS	TITLE I	IDEA-B ENTITLEMENT	IDEA-B DISCRETIONARY
<b>ASSETS</b>					
Cash on Deposit	\$ 13,317	\$ 12,069	\$ -	\$ 2,873	\$ -
Investments	-	-	-	-	-
Accounts Receivable					
Property Taxes	-	-	-	-	-
Interest	-	-	-	-	-
State	-	-	-	-	-
Federal	-	-	22,010	32,814	392
Inventories	8,185	-	-	-	-
Due from Other Funds	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 21,502</b>	<b>\$ 12,069</b>	<b>\$ 22,010</b>	<b>\$ 35,687</b>	<b>\$ 392</b>
<b>LIABILITIES</b>					
Cash Deficit	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
Due to Other Funds	-	-	22,010	35,687	392
Due to Student Groups	-	-	-	-	-
Due to Other Entities	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>22,010</b>	<b>35,687</b>	<b>392</b>
<b>FUND BALANCE</b>					
Reserved for Text Books	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-
Reserved for Inventory	8,185	-	-	-	-
Unreserved, reported in:					
General Funds	-	-	-	-	-
Special Revenue Funds	13,317	12,069	-	-	-
Capital Projects Funds	-	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<b>21,502</b>	<b>12,069</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 21,502</b>	<b>\$ 12,069</b>	<b>\$ 22,010</b>	<b>\$ 35,687</b>	<b>\$ 392</b>

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

IDEA-B PRESCHOOL	PARTNERSHIPS IN CHARACTER ED PILOT	ENHANCING ED THRU TECH (E2T2-F)	ENHANCING ED THRU TECH (E2T2-C)	TITLE V INNOVATIVE EDUCATION PROGRAM	ENGLISH LANGUAGE ACQUISITION	TEACHER/ PRINCIPAL TRAINING	SAFE & DRUG FREE SCHOOLS & COMMUNITIES
\$ -	\$ -	\$ -	\$ 459	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	4,942	1,944	-	-	4,414	17,309	2,222
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 4,942</u>	<u>\$ 1,944</u>	<u>\$ 459</u>	<u>\$ -</u>	<u>\$ 4,414</u>	<u>\$ 17,309</u>	<u>\$ 2,222</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	459	-	-	-	-
-	4,942	1,944	-	-	4,414	17,309	2,222
-	-	-	-	-	-	-	-
-	4,942	1,944	459	-	4,414	17,309	2,222
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 4,942</u>	<u>\$ 1,944</u>	<u>\$ 459</u>	<u>\$ -</u>	<u>\$ 4,414</u>	<u>\$ 17,309</u>	<u>\$ 2,222</u>

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING BALANCE SHEET—NON-MAJOR GOVERNMENTAL FUNDS  
 SPECIAL REVENUE FUNDS

JUNE 30, 2009

	RURAL & LOW INCOME SCHOOLS	TITLE I FEDERAL STIMULUS	IDEA-B ENTITLEMENT FEDERAL STIMULUS	A+ FOR ENERGY	TECHNOLOGY FOR EDUCATION
<b>ASSETS</b>					
Cash on Deposit	\$ -	\$ -	\$ -	\$ -	\$ 13,639
Investments	-	-	-	-	-
Accounts Receivable					
Property Taxes	-	-	-	-	-
Interest	-	-	-	-	-
State	-	-	-	-	-
Federal	1,513	3,808	765	-	-
Inventories	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 1,513</u>	<u>\$ 3,808</u>	<u>\$ 765</u>	<u>\$ -</u>	<u>\$ 13,639</u>
<b>LIABILITIES</b>					
Cash Deficit	\$ -	-	-	-	-
Accounts Payable	-	-	-	-	-
Deferred Revenue	-	-	-	-	13,639
Due to Other Funds	1,513	3,808	765	-	-
Due to Student Groups	-	-	-	-	-
Due to Other Entities	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>1,513</u>	<u>3,808</u>	<u>765</u>	<u>-</u>	<u>13,639</u>
<b>FUND BALANCE</b>					
Reserved for Text Books	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-
Reserved for Inventory	-	-	-	-	-
Unreserved, reported in:					
General Funds	-	-	-	-	-
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 1,513</u>	<u>\$ 3,808</u>	<u>\$ 765</u>	<u>\$ -</u>	<u>\$ 13,639</u>

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

EXHIBIT B-1  
CONTINUED

<u>OBESITY PROGRAM</u>	<u>COMPUTERIZED LEARNING SYSTEM</u>	<u>INCENTIVES FOR SCHOOL IMPROVEMENT</u>	<u>FAMILY YOUTH RESOURCE PROGRAM</u>	<u>TRUANCY PREVENTION PROGRAM</u>	<u>LIBRARY GO BONDS LAWS OF 2004</u>
\$ 7,193	\$ 380	\$ 5,950	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	20,919	12,954	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,193</u>	<u>\$ 380</u>	<u>\$ 5,950</u>	<u>\$ 20,919</u>	<u>\$ 12,954</u>	<u>\$ -</u>
-	-	-	-	-	-
500	-	-	-	-	-
6,693	380	5,950	20,919	12,954	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,193</u>	<u>380</u>	<u>5,950</u>	<u>20,919</u>	<u>12,954</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,193</u>	<u>380</u>	<u>5,950</u>	<u>20,919</u>	<u>12,954</u>	<u>-</u>



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-1  
 CONTINUED

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS  
 SPECIAL REVENUE FUNDS

JUNE 30, 2009

	BEGINNING TEACHER MENTORING	LIBRARIES SB-301 GO BONDS	LIBRARY BOOK FUND	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
<b>ASSETS</b>				
Cash on Deposit	\$ 1,452	\$ -	\$ 1,927	\$ 59,259
Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Property Taxes	-	-	-	-
Interest	-	-	-	-
State	-	1,251	-	35,124
Federal	-	-	-	92,133
Inventories	-	-	-	8,185
Due from Other Funds	-	-	-	-
Prepaid expenditures	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,452</b>	<b>\$ 1,251</b>	<b>\$ 1,927</b>	<b>\$ 194,701</b>
<b>LIABILITIES</b>				
Cash Deficit	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	500
Deferred Revenue	1,452	-	1,927	30,500
Due to Other Funds	-	1,251	-	130,130
Due to Student Groups	-	-	-	-
Due to Other Entities	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>1,452</b>	<b>1,251</b>	<b>1,927</b>	<b>161,130</b>
<b>FUND BALANCE</b>				
Reserved for Text Books	-	-	-	-
Reserved for Debt Service	-	-	-	-
Reserved for Inventory	-	-	-	8,185
Unreserved, reported in:				
General Funds	-	-	-	-
Special Revenue Funds	-	-	-	25,386
Capital Projects Funds	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,571</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 1,452</b>	<b>\$ 1,251</b>	<b>\$ 1,927</b>	<b>\$ 194,701</b>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

JUNE 30, 2009

	FOOD SERVICES	ATHLETICS	TITLE I	IDEA-B ENTITLEMENT	IDEA-B DISCRETIONARY
<b>REVENUE</b>					
Federal Revenue	\$ 420,300	\$ -	\$ 212,417	\$ 140,993	\$ 392
State Revenue	-	-	-	-	-
Local Revenue	-	30,053	-	-	-
State Equalization	-	-	-	-	-
Property Taxes	-	-	-	-	-
Service Revenues	41,955	53,508	-	-	-
Interest	97	10	-	-	-
Other Revenue Sources	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>462,352</b>	<b>83,569</b>	<b>212,417</b>	<b>140,993</b>	<b>392</b>
<b>EXPENDITURES</b>					
<b>Current</b>					
Instruction	-	80,631	197,544	74,802	392
Support Services	-	-	-	-	-
Support Services Students	-	-	148	55,684	-
Support Services Instruction	-	-	-	-	-
Support Services General Administration	-	-	4,369	-	-
Support Services School Administration	-	-	-	-	-
Central Services	-	-	10,356	10,507	-
Operation and Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	478,660	-	-	-	-
Community Service Operations	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service	-	-	-	-	-
Principal	-	-	-	-	-
Interest and Fiscal Charge	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>478,660</b>	<b>80,631</b>	<b>212,417</b>	<b>140,993</b>	<b>392</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(16,308)</b>	<b>2,938</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
TRANSFERS IN/ TRANSFERS OUT	-	1,000	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>1,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(16,308)</b>	<b>3,938</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>					
June 30, 2008	37,810	8,131	-	-	-
Prior Period Adjustment	-	-	-	-	-
<b>FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
June 30, 2009	<b>\$ 21,502</b>	<b>\$ 12,069</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

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

EXHIBIT B-2

	IDEA-B PRESCHOOL	PARTNERSHIPS IN CHARACTER ED PILOT	ENHANCING ED THRU TECH (E2T2-F)	ENHANCING ED THRU TECH (E2T2-C)	TITLE V INNOVATIVE EDUCATION PROGRAM	ENGLISH LANGUAGE ACQUISITION	TEACHER/ PRINCIPAL TRAINING	SAFE & DRUG FREE SCHOOLS & COMMUNITIES
\$	-	\$ -	\$ -	\$ -	\$ -	\$ 17,857	\$ 72,689	\$ 3,454
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	17,857	72,689	3,454
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	17,490	71,194	3,383
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	367	1,495	71
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
\$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

JUNE 30, 2009

	RURAL & LOW INCOME SCHOOLS	TITLE I FEDERAL STIMULUS	IDEA-B ENTITLEMENT FEDERAL STIMULUS	A+ FOR ENERGY	TECHNOLOGY FOR EDUCATION
<b>REVENUE</b>					
Federal Revenue	\$ 12,871	\$ 3,808	\$ 765	\$ -	\$ -
State Revenue	-	-	-	103	5,792
Local Revenue	-	-	-	-	-
State Equalization	-	-	-	-	-
Property Taxes	-	-	-	-	-
Service Revenues	-	-	-	-	-
Interest	-	-	-	-	-
Other Revenue Sources	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>12,871</u>	<u>3,808</u>	<u>765</u>	<u>103</u>	<u>5,792</u>
<b>EXPENDITURES</b>					
<b>Current</b>					
Instruction	12,606	3,730	765	103	5,792
Support Services	-	-	-	-	-
Support Services Students	-	-	-	-	-
Support Services Instruction	-	-	-	-	-
Support Services General Administration	265	78	-	-	-
Support Services School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Service Operations	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service	-	-	-	-	-
Principal	-	-	-	-	-
Interest and Fiscal Charge	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>12,871</u>	<u>3,808</u>	<u>765</u>	<u>103</u>	<u>5,792</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>					
TRANSFERS IN/ TRANSFERS (OUT)	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	-	-	-	-	-
<b>FUND BALANCE</b>					
June 30, 2008	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	-
<b>FUND BALANCE</b>	-	-	-	-	-
June 30, 2009	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

EXHIBIT B-2  
CONTINUED

<u>OBESITY PROGRAM</u>	<u>COMPUTERIZED LEARNING SYSTEM</u>	<u>INCENTIVES FOR SCHOOL IMPROVEMENT</u>	<u>FAMILY YOUTH RESOURCE PROGRAM</u>	<u>TRUANCY PREVENTION PROGRAM</u>	<u>LIBRARY GO BONDS LAWS OF 2004</u>
\$ -	\$ -	\$ 1,570	\$ 44,668	\$ 29,665	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>1,570</u>	<u>44,668</u>	<u>29,665</u>	<u>-</u>
-	-	1,570	-	-	-
-	-	-	44,668	29,665	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>1,570</u>	<u>44,668</u>	<u>29,665</u>	<u>-</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-2  
CONTINUED

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

JUNE 30, 2009

	BEGINNING TEACHER MENTORING	LIBRARIES SB-301 GO BONDS	LIBRARY BOOK FUND	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ 885,548
State Revenue	2,703	1,251	-	85,752
Local Revenue	-	-	-	30,053
State Equalization	-	-	-	-
Property Taxes	-	-	-	-
Service Revenues	-	-	-	95,461
Interest	-	-	-	107
Other Revenue Sources	-	-	-	-
<b>TOTAL REVENUES</b>	<b>2,703</b>	<b>1,251</b>	<b>-</b>	<b>1,096,919</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	2,703	-	-	472,705
Support Services	-	-	-	-
Support Services Students	-	-	-	130,165
Support Services Instruction	-	1,251	-	1,251
Support Services General Administration	-	-	-	6,645
Support Services School Administration	-	-	-	-
Central Services	-	-	-	20,863
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	478,660
Community Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
Principal	-	-	-	-
Interest and Fiscal Charge	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>2,703</b>	<b>1,251</b>	<b>-</b>	<b>1,110,289</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13,370)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
TRANSFERS IN/ TRANSFERS (OUT)	-	-	-	1,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,000</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12,370)</b>
<b>FUND BALANCE</b>				
June 30, 2008	-	-	-	45,941
Prior Period Adjustment	-	-	-	-
<b>FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
June 30, 2009	\$ -	\$ -	\$ -	\$ 33,571

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-3

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
AND ACTUAL--SPECIAL REVENUE FUND--FOOD SERVICES

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 380,000	\$ 380,000	\$ 420,300	\$ 40,300
State Revenue	-	-	-	-
Local Revenue	53,541	53,541	42,052	(11,489)
<b>TOTAL REVENUE</b>	<u>433,541</u>	<u>\$ 433,541</u>	<u>\$ 462,352</u>	<u>\$ 28,811</u>
<b>BUDGETED CASH BALANCE</b>	<u>50,267</u>	<u>50,267</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 483,808</u>	<u>\$ 483,808</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	483,808	483,808	478,025	5,783
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 483,808</u>	<u>\$ 483,808</u>	<u>\$ 478,025</u>	<u>\$ 5,783</u>

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

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--ATHLETICS

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	65,014	80,020	83,569	3,549
<b>TOTAL REVENUE</b>	<u>65,014</u>	<u>80,020</u>	<u>\$ 83,569</u>	<u>\$ 3,549</u>
<b>BUDGETED CASH BALANCE</b>	<u>3,452</u>	<u>3,452</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 68,466</u>	<u>\$ 83,472</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 68,466	\$ 83,472	\$ 80,631	\$ 2,841
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 68,466</u>	<u>\$ 83,472</u>	<u>\$ 80,631</u>	<u>\$ 2,841</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-5

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TITLE I

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 222,547	\$ 216,598	\$ 253,131	\$ 36,533
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>222,547</u>	<u>\$ 216,598</u>	<u>\$ 253,131</u>	<u>\$ 36,533</u>
 <b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
 <b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 222,547</u>	<u>\$ 216,598</u>		
 <b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 207,038	\$ 201,296	\$ 197,544	\$ 3,752
Support Services	-	-	-	-
Support Services Students	200	200	148	52
Support Services Instruction	-	-	-	-
Support Services General Administration	4,577	4,370	4,369	1
Support Services School Administration	-	-	-	-
Central Services	10,732	10,732	10,356	376
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 222,547</u>	<u>\$ 216,598</u>	<u>\$ 212,417</u>	<u>\$ 4,181</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-6

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--IDEA-B ENTITLEMENT

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 141,777	\$ 141,777	\$ 133,769	\$ (8,008)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>141,777</u>	<u>141,777</u>	<u>133,769</u>	<u>(8,008)</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 141,777</u>	<u>\$ 141,777</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 75,483	\$ 75,483	\$ 74,802	\$ 681
Support Services	-	-	-	-
Support Services Students	55,910	55,910	55,684	226
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	10,384	10,384	10,507	(123)
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 141,777</u>	<u>\$ 141,777</u>	<u>140,993</u>	<u>784</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-7

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--IDEA-B DISCRETIONARY

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ 4,323	\$ -	\$ (4,323)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
TOTAL REVENUE	<u>-</u>	<u>4,323</u>	<u>\$ -</u>	<u>\$ (4,323)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 4,323</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 4,323	\$ 392	\$ 3,931
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 4,323</u>	<u>\$ 392</u>	<u>\$ 3,931</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-8

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--IDEA-B PRESCHOOL

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 8,845	\$ 8,845	\$ -	\$ (8,845)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>8,845</u>	<u>8,845</u>	<u>\$ -</u>	<u>\$ (8,845)</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 8,845</u>	<u>\$ 8,845</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	8,845	8,845	-	8,845
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 8,845</u>	<u>\$ 8,845</u>	<u>\$ -</u>	<u>\$ 8,845</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-10

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP) AND ACTUAL  
 --SPECIAL REVENUE FUND--ENHANCING ED THRU TECHNOLOGY - E2T2-F

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-11

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP) AND ACTUAL  
 --SPECIAL REVENUE FUND--ENHANCING ED THRU TECHNOLOGY - E2T2-C

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-12

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TITLE V INNOVATION ED PROG STRATEGIES

Year Ended June 30, 2009

	ORIGINAL ACTUAL	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ 1,440	\$ 1,440
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ 1,440</u>	<u>\$ 1,440</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-13

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--ENGLISH LANGUAGE ACQUISITION

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 11,622	\$ 26,150	\$ 14,718	\$ (11,432)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>11,622</u>	<u>26,150</u>	<u>\$ 14,718</u>	<u>\$ (11,432)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 11,622</u>	<u>\$ 26,150</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 11,378	\$ 25,906	\$ 17,490	\$ 8,416
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	244	244	367	(123)
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 11,622</u>	<u>\$ 26,150</u>	<u>\$ 17,857</u>	<u>\$ 8,293</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-14

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TEACHER\PRINCIPAL TRAINING

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 66,397	\$ 73,442	\$ 68,934	\$ (4,508)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
TOTAL REVENUE	<u>66,397</u>	<u>73,442</u>	<u>\$ 68,934</u>	<u>\$ (4,508)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ 66,397</u>	<u>\$ 73,442</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 65,031	\$ 72,076	\$ 71,194	\$ 882
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	1,366	1,366	1,495	(129)
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>\$ 66,397</u>	<u>\$ 73,442</u>	<u>\$ 72,689</u>	<u>\$ 753</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-15

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--SAFE & DRUG FREE SCHOOLS

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 3,457	\$ 3,457	\$ 4,749	\$ 1,292
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>3,457</u>	<u>3,457</u>	<u>4,749</u>	<u>1,292</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 3,457</u>	<u>\$ 3,457</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 3,386	\$ 3,386	\$ 3,383	\$ 3
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	71	71	71	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 3,457</u>	<u>\$ 3,457</u>	<u>3,454</u>	<u>3</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-16

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--RURAL AND LOW-INCOME SCHOOLS

Year Ended June 30, 2009

	ORIGINAL ACTUAL	BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ 22,861	\$ 22,861	\$ 29,654	\$ 6,793
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>22,861</u>	<u>22,861</u>	<u>\$ 29,654</u>	<u>\$ 6,793</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 22,861</u>	<u>\$ 22,861</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ 22,444	\$ 22,444	\$ 12,606	\$ 9,838
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	417	417	265	152
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 22,861</u>	<u>\$ 22,861</u>	<u>\$ 12,871</u>	<u>\$ 9,990</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-17

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TITLE I - FEDERAL STIMULUS

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ 66,489	\$ -	\$ (66,489)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>\$ 66,489</u>	<u>\$ -</u>	<u>\$ (66,489)</u>
 <b>BUDGETED CASH BALANCE</b>	 <u>-</u>	 <u>-</u>		
 <b>TOTAL REVENUE &amp; CASH</b>	 <u>\$ -</u>	 <u>\$ 66,489</u>		
 <b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 65,101	\$ 3,730	\$ 61,371
Support Services	-	-	-	-
Support Services Students	-	200	-	200
Support Services Instruction	-	-	-	-
Support Services General Administration	-	1,188	78	1,110
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
<b>Capital Outlay</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 66,489</u>	<u>\$ 3,808</u>	<u>\$ 62,681</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-18

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--IDEA-B ENTITLEMENT - FEDERAL STIMULUS

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ 37,950	\$ -	\$ (37,950)
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
TOTAL REVENUE	<u>-</u>	<u>\$ 37,950</u>	<u>\$ -</u>	<u>\$ (37,950)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 37,950</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 37,950	\$ 765	\$ 37,185
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ 37,950</u>	<u>\$ 765</u>	<u>\$ 37,185</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-19

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--A+ FOR ENERGY

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>104</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 104</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 104	\$ 103	\$ 1
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 104</u>	<u>\$ 103</u>	<u>\$ 1</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-20

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TECHNOLOGY FOR EDUCATION

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	11,430	11,430	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>11,430</u>	<u>\$ 11,430</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 11,430</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 11,430	\$ 5,792	\$ 5,638
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 11,430</u>	<u>\$ 5,792</u>	<u>\$ 5,638</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-21

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--OBESITY PROGRAM

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-22

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--COMPUTERIZED LEARNING SYSTEM

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	-	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-23

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--INCENTIVES FOR SCHOOL IMPROVEMENT

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	1,823	-	(1,823)
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>1,823</u>	<u>\$ -</u>	<u>\$ (1,823)</u>
BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
'TOTAL REVENUE & CASH	<u>\$ -</u>	<u>\$ 1,823</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 1,823	\$ 1,822	\$ 1
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 1,823</u>	<u>\$ 1,822</u>	<u>\$ 1</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-24

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--FAMILY YOUTH RESOURCE PROGRAM

Year Ended June 30, 2009

	<u>ORIGINAL BUDGET</u>	<u>ADJUSTED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE Favorable (Unfavorable)</u>
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	45,000	23,750	(21,250)
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>45,000</u>	<u>\$ 23,750</u>	<u>\$ (21,250)</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 45,000</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	45,000	44,668	332
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 45,000</u>	<u>\$ 44,668</u>	<u>\$ 332</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-25

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--TRUANCY PREVENTION PROGRAM

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	30,000	43,323	13,323
Local Revenue	-	-	-	-
TOTAL REVENUE	-	30,000	43,323	13,323
 BUDGETED CASH BALANCE	-	-		
 TOTAL REVENUE & CASH	\$ -	\$ 30,000		

EXPENDITURES

Current

Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	30,000	29,665	335
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	\$ -	\$ 30,000	\$ 29,665	\$ 335

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-26

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--LIBRARY GO BOND LAWS 2004

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	-	248	248
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ 248</u>	<u>\$ 248</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ -</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-27

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--BEGINNING TEACHER MENTORING

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	4,012	4,012	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>4,012</u>	<u>\$ 4,012</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 4,012</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ 4,012	\$ 2,703	\$ 1,309
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	-	-	-
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 4,012</u>	<u>\$ 2,703</u>	<u>\$ 1,309</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-28

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL REVENUE FUND--LIBRARIES SB 301 GO BONDS

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	1,343	14,690	13,347
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>1,343</u>	<u>\$ 14,690</u>	<u>\$ 13,347</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 1,343</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	1,343	1,251	92
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 1,343</u>	<u>\$ 1,251</u>	<u>\$ 92</u>

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

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT B-29

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
AND ACTUAL--SPECIAL REVENUE FUND--LIBRARY BOOK FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Federal Revenue	\$ -	\$ -	\$ -	\$ -
State Revenue	-	1,927	1,927	-
Local Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>1,927</u>	<u>\$ 1,927</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ -</u>	<u>\$ 1,927</u>		
<b>EXPENDITURES</b>				
<b>Current</b>				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	-	-	-	-
Support Services Students	-	-	-	-
Support Services Instruction	-	1,927	-	1,927
Support Services General Administration	-	-	-	-
Support Services School Administration	-	-	-	-
Central Services	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
<b>Capital Outlay</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 1,927</u>	<u>\$ -</u>	<u>\$ 1,927</u>

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



## CAPITAL PROJECTS FUND

BOND BUILDING--To account for the costs of capital improvements, such as erecting, remodeling, making additions to, providing equipment for, and furnishing school buildings, purchasing and improving school grounds funded by bond proceeds.

PUBLIC SCHOOL CAPITAL OUTLAY – To account for financing and construction of school improvements funded from appropriations from the State of New Mexico.

SPECIAL CAPITAL OUTLAY LOCAL – To account for financing and construction of school improvements funded from appropriations from local sources.

SPECIAL CAPITAL OUTLAY-STATE - To account for financing and construction of school improvements funded from a special legislative appropriation from the State of New Mexico.

ENERGY EFFICIENCY ACT--To account for funds received under the Public Building Efficiency Act, 6-23-1 to 6-23-10, NMSA 1978, which is used for the purchase and installation of energy conservation measures.

PUBLIC SCHOOL CAPITAL OUTLAY 20% – To account for monies to be set aside out of Impact Aid, Forest Reserve, and Local taxes for capital improvements in public schools. Authority for the creation of this fund is Section 22-8-5 NMSA 1978.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING BALANCE SHEET--NON-MAJOR GOVERNMENTAL FUNDS  
CAPITAL PROJECTS FUNDS

JUNE 30, 2009

	BOND BUILDING	PUBLIC SCHOOL CAPITAL OUTLAY	SPECIAL CAPITAL OUTLAY LOCAL
<b>ASSETS</b>			
Cash on Deposit	\$ 107	\$ -	\$ 197,793
Investments	-	-	-
Accounts Receivable			
Property Taxes	-	-	-
Interest	-	-	-
State	-	-	-
Federal	-	-	-
Inventories	-	-	-
Due from Other Funds	263	484	-
Prepaid expenditures	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 370</b>	<b>\$ 484</b>	<b>\$ 197,793</b>
<b>LIABILITIES AND OTHER CREDITS</b>			
Cash Deficit	\$ -	\$ -	\$ -
Accounts Payable	-	-	-
Deferred Revenue	-	-	-
Due to Other Funds	-	-	-
Due to Student Groups	-	-	-
Due to Other Entities	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>			
Reserved for Text Books	-	-	-
Reserved for Debt Service	-	-	-
Reserved for Inventory	-	-	-
Unreserved, reported in:			
General Funds	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	370	484	197,793
<b>TOTAL FUND BALANCE</b>	<b>370</b>	<b>484</b>	<b>197,793</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 370</b>	<b>\$ 484</b>	<b>\$ 197,793</b>

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

EXHIBIT C-1

SPECIAL CAPITAL OUTLAY STATE	ENERGY EFFICIENCY ACT	CAPITAL OULAY 20%	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ -	\$ 16,555	\$ 280	\$ 214,735	\$ 59,259	\$ 273,994
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	35,124	35,124
-	-	-	-	92,133	92,133
-	-	-	-	8,185	8,185
-	-	-	747	-	747
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 16,555</u>	<u>\$ 280</u>	<u>\$ 215,482</u>	<u>\$ 194,701</u>	<u>\$ 410,183</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	500	500
-	-	-	-	30,500	30,500
3,811	-	-	3,811	130,130	133,941
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,811</u>	<u>-</u>	<u>-</u>	<u>3,811</u>	<u>161,130</u>	<u>164,941</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	8,185	8,185
-	-	-	-	-	-
-	-	-	-	25,386	25,386
<u>(3,811)</u>	<u>16,555</u>	<u>280</u>	<u>211,671</u>	<u>-</u>	<u>211,671</u>
<u>(3,811)</u>	<u>16,555</u>	<u>280</u>	<u>211,671</u>	<u>33,571</u>	<u>245,242</u>
<u>\$ -</u>	<u>\$ 16,555</u>	<u>\$ 280</u>	<u>\$ 215,482</u>	<u>\$ 194,701</u>	<u>\$ 410,183</u>

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES  
IN FUND BALANCE --NON-MAJOR GOVERNMENTAL FUNDS  
CAPITAL PROJECTS FUNDS

JUNE 30, 2009

	BOND BUILDING	PUBLIC SCHOOL CAPITAL OUTLAY	SPECIAL CAPITAL OUTLAY LOCAL
<b>REVENUE</b>			
Federal Revenue	\$ -	\$ -	\$ -
State Revenue	-	-	-
Local Revenue	-	-	65,931
State Equalization	-	-	-
Property Taxes	-	-	-
Service Revenues	-	-	-
Interest	-	-	-
Other Revenue Sources	-	-	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>65,931</b>
<b>EXPENDITURES</b>			
<b>Current</b>			
Instruction	-	-	-
Support Services	-	-	-
Support Services Students	-	-	-
Support Services Instruction	-	-	-
Support Services General Administration	-	-	-
Support Services School Administration	-	-	-
Central Services	-	-	-
Operation and Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Services Operations	-	-	-
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>
Principal	-	-	-
Interest and Fiscal Charge	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>65,931</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In (Out)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>65,931</b>
<b>FUND BALANCE</b>			
June 30, 2008	370	484	131,862
Prior Period Adjustment	-	-	-
<b>FUND BALANCE June 30, 2009</b>	<b>\$ 370</b>	<b>\$ 484</b>	<b>\$ 197,793</b>

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

EXHIBIT C-2

SPECIAL CAPITAL OUTLAY STATE	ENERGY EFFICIENCY ACT	CAPITAL OUTLAY 20%	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR SPECIAL REVENUE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ -	\$ 885,546	\$ 885,546
135,000	21,999	-	156,999	85,752	242,751
-	-	-	65,931	30,053	95,984
-	-	-	-	-	-
-	-	-	-	95,461	95,461
-	-	-	-	107	107
-	-	-	-	-	-
<u>135,000</u>	<u>21,999</u>	<u>-</u>	<u>222,930</u>	<u>1,096,919</u>	<u>1,319,849</u>
-	-	-	-	472,705	472,705
-	-	-	-	-	-
-	-	-	-	130,165	130,165
-	-	-	-	1,251	1,251
-	-	-	-	6,645	6,645
-	-	-	-	-	-
-	-	-	-	20,863	20,863
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	478,660	478,660
-	19,204	-	19,204	-	19,204
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>19,204</u>	<u>-</u>	<u>19,204</u>	<u>1,110,289</u>	<u>1,129,493</u>
135,000	2,795	-	203,726	(13,370)	190,356
-	-	-	-	1,000	1,000
-	-	-	-	1,000	1,000
135,000	2,795	-	203,726	(12,370)	191,356
(138,811)	13,760	280	7,945	45,941	53,886
-	-	-	-	-	-
<u>\$ (3,811)</u>	<u>\$ 16,555</u>	<u>\$ 280</u>	<u>\$ 211,671</u>	<u>\$ 33,571</u>	<u>\$ 245,242</u>

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-3

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--BOND BUILDING--CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Bond Proceeds	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-
Earnings from Investments	-	-	-	-
<b>TOTAL REVENUE</b>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>BUDGETED CASH BALANCE</b>	<u>107</u>	<u>107</u>		
<b>TOTAL REVENUES &amp; CASH</b>	<u>\$ 107</u>	<u>\$ 107</u>		
<b>EXPENDITURES</b>				
Capital Outlay	\$ 107	\$ 107	-	\$ 107
<b>TOTAL EXPENDITURES</b>	<u>\$ 107</u>	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ 107</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-4

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL CAPITAL OUTLAY --CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue	\$ -	\$ -	\$ -	\$ -
Earnings from Investments	-	-	-	-
TOTAL REVENUE	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
 BUDGETED CASH BALANCE	<u>-</u>	<u>-</u>		
 TOTAL CASH & REVENUE	<u>\$ -</u>	<u>\$ -</u>		
 EXPENDITURES				
Capital Outlay	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-5

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--SPECIAL CAPITAL OUTLAY LOCAL--CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Revenue	\$ 65,931	\$ 65,931	\$ 65,931	\$ -
Earnings from Investments	-	-	-	-
TOTAL REVENUE	<u>65,931</u>	<u>65,931</u>	<u>\$ 65,931</u>	<u>\$ -</u>
 BUDGETED CASH BALANCE	 <u>65,931</u>	 <u>65,931</u>		
 TOTAL CASH & REVENUE	 <u>\$ 131,862</u>	 <u>\$ 131,862</u>		
 EXPENDITURES				
Capital Outlay	\$ 131,862	\$ 131,862	\$ -	\$ 131,862
TOTAL EXPENDITURES	<u>\$ 131,862</u>	<u>\$ 131,862</u>	<u>\$ -</u>	<u>\$ 131,862</u>

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



STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-6

STATEMENT OF REVENUE & EXPENDITURES--  
 BUDGET (NON-GAAP) AND ACTUAL--  
 SPECIAL CAPITAL OUTLAY STATE  
 CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
State Sources	\$ 19,279	\$ 19,279	\$ 135,000	\$ 115,721
Earnings from Investments	-	-	-	-
<b>TOTAL REVENUE</b>	<u>19,279</u>	<u>19,279</u>	<u>\$ 135,000</u>	<u>\$ 115,721</u>
<b>BUDGETED CASH BALANCE</b>	<u>-</u>	<u>-</u>		
<b>TOTAL CASH &amp; REVENUE</b>	<u>\$ 19,279</u>	<u>\$ 19,279</u>		
<b>EXPENDITURES</b>				
Capital Outlay	\$ 19,279	\$ 19,279	-	\$ 19,279
<b>TOTAL EXPENDITURES</b>	<u>\$ 19,279</u>	<u>\$ 19,279</u>	<u>-</u>	<u>\$ 19,279</u>

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

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-7

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL- -- ENERGY EFFICIENCY ACT--CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>REVENUE</b>				
Local Sources	\$ -	\$ -	\$ -	\$ -
State Sources	<u>21,999</u>	<u>21,999</u>	<u>21,999</u>	<u>-</u>
TOTAL REVENUE	<u>21,999</u>	<u>21,999</u>	<u>\$ 21,999</u>	<u>\$ -</u>
BUDGETED CASH BALANCE	<u>13,760</u>	<u>13,760</u>		
TOTAL REVENUE & CASH	<u>\$ 35,759</u>	<u>\$ 35,759</u>		
<b>EXPENDITURES</b>				
Capital Outlay	\$ <u>35,759</u>	\$ <u>35,759</u>	\$ <u>19,204</u>	\$ <u>16,555</u>
TOTAL EXPENDITURES	<u>\$ 35,759</u>	<u>\$ 35,759</u>	<u>\$ 19,204</u>	<u>\$ 16,555</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT C-8

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL- --PUBLIC SCHOOL CAPITAL OUTLAY 20%--CAPITAL PROJECTS FUND

Year Ended June 30, 2009

	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
REVENUE				
Local Taxes	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-
TOTAL REVENUE	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
BUDGETED CASH BALANCE	<u>280</u>	<u>280</u>		
TOTAL REVENUE & CASH	<u>\$ 280</u>	<u>\$ 280</u>		
EXPENDITURES				
Capital Outlay	\$ 280	\$ 280	\$ -	\$ 280
TOTAL EXPENDITURES	<u>\$ 280</u>	<u>\$ 280</u>	<u>\$ -</u>	<u>\$ 280</u>

The accompanying notes are an integral part of these financial statements

## AGENCY FUNDS

AGENCY FUND--To account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT D-1

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -- AGENCY FUNDS

Year Ended June 30, 2009

	Balance 6/30/2008	ADDITIONS	DEDUCTIONS	Balance 6/30/2009
High School	\$ 34,271	\$ 89,172	\$ 76,697	\$ 46,746
Anton Chico	2,638	9,276	9,005	2,909
Mid School	6,550	25,105	22,361	9,294
Elementary	1,764	3,515	4,557	722
Mid School Interest	6,169	7	1,000	5,176
	<u>51,392</u>	<u>127,075</u>	<u>113,620</u>	<u>64,847</u>
Total	\$ <u>51,392</u>	\$ <u>127,075</u>	\$ <u>113,620</u>	\$ <u>64,847</u>

OTHER MAJOR FUND INFORMATION

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

EXHIBIT E-1

STATEMENT OF REVENUE & EXPENDITURES--BUDGET (NON-GAAP)  
 AND ACTUAL--DEBT SERVICE FUND

Year Ended June 30, 2009

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE</b>				
Residential/Non-Residential Taxes	\$ 537,964	\$ 537,964	\$ 356,130	\$ (181,834)
Interest	45,000	45,000	4,196	(40,804)
<b>TOTAL REVENUE</b>	<u>582,964</u>	<u>\$ 582,964</u>	<u>\$ 360,326</u>	<u>\$ (222,638)</u>
<b>BUDGETED CASH BALANCE</b>	<u>641,311</u>	<u>641,311</u>		
<b>TOTAL REVENUE &amp; CASH</b>	<u>\$ 1,224,275</u>	<u>\$ 1,224,275</u>		
<b>EXPENDITURES</b>				
Support Services General Administration	\$ 6,500	\$ 6,500	\$ 3,561	\$ 2,939
Debt Service - Principal	1,104,811	1,104,811	425,000	679,811
Debt Service - Interest	112,964	112,964	112,964	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,224,275</u>	<u>\$ 1,224,275</u>	<u>\$ 541,525</u>	<u>\$ 682,750</u>

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

## SUPPLEMENTARY INFORMATION



STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE 1

BANK SUMMARY

JUNE 30, 2009

Bank	ACCT TYPE	FUND	BANK BALANCE	OUTSTANDING (CHECKS) DEPOSITS	NET CASH BALANCE
Wells Fargo Bank	Checking	Multi Fund	\$ 738,221	\$ 5,739	\$ 743,960
	Checking	Cafeteria	* 13,254	54	13,308
	Checking	Athletics	* 11,069	-	11,069
	Checking	Activity	* 59,348	-	59,348
	Checking	Title XIX Medicaid	129,393	(338)	129,055
	Checking	Payroll Clearing	338,758	(335,877)	2,881
	Checking	A/P Clearing	44,389	(43,515)	874
	Savings	Activity and Athletics	* 6,284	-	6,284
Total Wells Fargo Bank			<u>1,340,716</u>	<u>(373,937)</u>	<u>966,779</u>
New Mexico State Treas	C.D.	Multi Fund	* 790,996	-	790,996
	C.D.	Multi Fund	* 155,567	-	155,567
				<u>946,563</u>	<u>-</u>
Total All Accounts			<u>\$ 2,287,279</u>	<u>\$ (373,937)</u>	<u>\$ 1,913,342</u>

\* Interest Bearing

The credit rating of the investment pool at the New Mexico State Treasurer is as follows:

New MexiGrow LGIP	AAA <sub>m</sub> rated	<u>\$ 946,563</u>	43-day WAM
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STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE 2

SCHEDULE OF PLEDGED COLLATERAL

JUNE 30, 2009

	Total Deposits	FDIC Insurance	Collateral Required	Collateral Pledged	Uninsured Uncollateralized
Wells Fargo Bank	\$ 1,340,716	\$ 1,340,716	\$ -	\$ 627,255	\$ -
Collateral		Matures			
FNCL 257004	169,203	10/01/37			
FNCL 891601	458,052	06/01/36			
	<u>\$ 627,255</u>				

Collateral is held at MLPS. MINNESOTA

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

BANK RECONCILIATION

JUNE 30, 2009

	OPERATIONAL	TRANSPORTATION	INSTRUCTIONAL MATERIALS	FOOD SERVICES
Audited Net Cash				
JUNE 30, 2008	\$ 5,258	\$ -	\$ -	\$ 28,990
Investments on hand/Loans	759,820	-	-	-
<b>TOTAL CASH BALANCE</b>				
JUNE 30, 2008	765,078	-	-	28,990
Add: Prior year void checks	-	-	-	-
2008-2009 Revenue	6,702,545	494,703	62,753	462,352
Transfers In & Adjustments	130,000	21,622	42,137	-
<b>TOTAL AVAILABLE CASH</b>	7,597,623	516,325	104,890	491,342
Net Change				
2008-2009 Expenditures	6,668,441	506,254	44,883	478,025
Transfers Out & Adjustments	397,411	9,861	60,007	-
	7,065,852	516,115	104,890	478,025
<b>NET CASH, JUNE 30, 2009</b>	531,771	210	-	13,317
Cash On hand	-	-	-	-
Investments on Hand	(531,321)	-	-	-
<b>TOTAL CASH, JUNE 30, 2009</b>	<u>\$ 450</u>	<u>\$ 210</u>	<u>\$ -</u>	<u>\$ 13,317</u>

SCHEDULE 3

ATHLETICS	ACTIVITIES	FEDERAL PROJECTS	LOCAL/STATE ACCOUNT	SB-9	BOND BUILDING	DEBT SERVICE	PUBLIC SCHOOL CAPITAL OUTLAY
8,131	\$ 51,392	\$ 54,949	\$ 16,886	\$ -	\$ 107	\$ 543,896	\$ -
-	-	-	-	171,435	-	237,486	-
8,131	51,392	54,949	16,886	171,435	107	781,382	-
-	-	-	-	-	-	-	-
83,569	127,075	562,466	184,380	236,248	-	360,326	-
1,000	-	165,107	164,159	153,923	-	-	-
92,700	178,467	782,522	365,425	561,606	107	1,141,708	-
80,631	112,620	491,551	140,239	386,464	-	541,525	-
-	1,000	158,584	54,932	1,574	-	-	-
80,631	113,620	650,135	195,171	388,038	-	541,525	-
12,069	64,847	132,387	170,254	173,568	107	600,183	-
-	-	-	-	-	-	-	-
-	-	-	-	(173,568)	-	(241,673)	-
12,069	\$ 64,847	\$ 132,387	\$ 170,254	\$ -	\$ 107	\$ 358,510	\$ -

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE 3  
CONTINUED

BANK RECONCILIATION

JUNE 30, 2009

	SPECIAL CAPITAL OUTLAY LOCAL	SPECIAL CAPITAL OUTLAY STATE	ENERGY EFFICIENCY	PSCO 20%
Audited Net Cash				
JUNE 30, 2008	\$ -	\$ -	\$ 5,237	\$ 280
Investments on hand/Loans	-	-	-	-
<b>TOTAL CASH BALANCE</b>	<b>-</b>	<b>-</b>	<b>5,237</b>	<b>280</b>
JUNE 30, 2008	-	-	5,237	280
Add: Prior year void checks	-	-	-	-
2008-2009 Revenue	65,931	135,000	21,999	-
Transfers In & Due From	131,862	3,811	8,523	-
<b>TOTAL AVAILABLE CASH</b>	<b>197,793</b>	<b>138,811</b>	<b>35,759</b>	<b>280</b>
Net Change				
2008-2009 Expenditures	-	-	19,204	-
Transfers Out & Due To	-	138,811	-	-
	-	138,811	19,204	-
<b>NET CASH, JUNE 30, 2009</b>	<b>197,793</b>	<b>-</b>	<b>16,555</b>	<b>280</b>
Cash On hand	-	-	-	-
Investments on Hand	-	-	-	-
<b>TOTAL CASH, JUNE 30, 2009</b>	<b>\$ 197,793</b>	<b>\$ -</b>	<b>\$ 16,555</b>	<b>\$ 280</b>

SINGLE AUDIT SECTION

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

Hector H. Balderas  
New Mexico State Auditor  
The Board of Education  
Santa Rosa Consolidated Schools  
Santa Rosa, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the budgetary comparisons for the general and major special revenue funds, and the aggregate remaining fund information of the Santa Rosa Consolidated Schools, as of and for the year ended June 30, 2009, which collectively comprise the Santa Rosa Consolidated Schools basic financial statements as listed in the table of contents and have issued our report thereon dated February 25, 2010. We also have audited the financial statements of each of the non major governmental funds and fiduciary funds and all the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. 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 Santa Rosa Consolidated Schools internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Santa Rosa Consolidated Schools, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Santa Rosa Consolidated Schools internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Santa Rosa Consolidated Schools ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Santa Rosa Consolidated Schools financial statements that is more than inconsequential will not be prevented or detected by the Santa Rosa Consolidated Schools internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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 described above.

### Compliance and Other Matters

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

We noted certain matters that are required to be reported under *Government Auditing Standards* paragraph 5.14 and 5.16, and Section 12-6-5 NMSA 1978, which are described in the accompanying Schedule of Findings and Questioned Costs as items 2007-2, 2008-1, 2009-1 and 2009-2.

The Santa Rosa Consolidated Schools responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the Santa Rosa Consolidated Schools responses and, accordingly, we express no opinion on them.

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

February 25, 2010





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

Mr. Hector H. Balderas  
The Board of Education  
Santa Rosa Consolidated Schools  
Santa Rosa, New Mexico

Compliance

We have audited the compliance of Santa Rosa Consolidated Schools with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2009. Santa Rosa Consolidated School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Santa Rosa Consolidated School's management. Our responsibility is to express an opinion on Santa Rosa Consolidated School'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 Santa Rosa Consolidated School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Santa Rosa Consolidated School's compliance with those requirements.

In our opinion, Santa Rosa Consolidated Schools complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2007-3.

Internal Control over Compliance

The management of Santa Rosa Consolidated Schools is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Santa Rosa Consolidated Schools internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Santa Rosa Consolidated Schools internal control over compliance.

A control deficiency in an organization's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Santa Rosa Consolidated Schools ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Santa Rosa Consolidated Schools internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by Santa Rosa Consolidated Schools internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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 school board, management, the Office of the State Auditor, the New Mexico Public Education Department, the New Mexico Legislature, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

February 25, 2010

STATE OF NEW MEXICO  
 SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2009

I. SUMMARY OF AUDITORS RESULTS:

Report on Financial Statements	Unqualified
Significant Deficiencies on GAGAS	2007-2
Other matters required to be reported	2008-1, 2009-1 and 2009-2
Material Weakness Involving Significant Deficiencies	None
Material Noncompliance	None
Questioned Cost	None
Type A & Type B dollar threshold	\$300,000
Entity Risk	Low Risk
Major Federal Programs	National School Lunch Program CFDA # 10.555
Reportable Conditions on Internal Control over Major Programs	None
Report on Compliance with Major Programs	Unqualified
Findings reportable under 510(a) of Circular A-133	None

II. PRIOR YEAR AUDIT FINDINGS:

2005-1 Capital Assets	Resolved
2008-1 Cash Reconciliation	Repeated
2008-2 Debt Service Payment	Resolved
2007-2 Late Audit Report	Repeated
2007-3 Late Federal Report	Repeated

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2009

III. FINANCIAL STATEMENT FINDINGS (continued)

Control

2008-1 Cash Reconciliation

Condition: Cash balances per general ledger did not tie to bank reconciliation.

Criteria: In order to rely on general ledger balances the cash accounts must reconcile to bank reconciliation.

Cause: Bank accounts are being reconciled but not being tied to general ledger account balances.

Effect: Revenue and expenditures may be misstated and cash balances may not be accurate.

Recommendation: Monthly bank account reconciliation's. Balances should tie to general ledger cash balances. Differences should be satisfied and appropriate adjustments made to tie balances.

Response: The District has changed job duties of personnel and the bank accounts are now reconciled to the general ledger every month.

2009-1 Segregation of Duties

Condition: Although, not considered a significant deficiency in internal control, the business manager has access to all functions of the cash disbursement system.

Criteria: Good internal control would split responsibilities of various accounting functions and lack of segregation of duties can cause compliance violations with both the state manual of procedures and in some cases grant requirements.

Cause: With the new Visions enterprise system it has been more difficult to cut out certain functions in the disbursements procedures than normally would be performed by someone other than the business manager. Also, the size of the entity creates problems with segregation of duties due to limited numbers of qualified personnel.

Effect: When duties are not segregated then controls over cash management are weakened.

Recommendation: Re-evaluate the steps in the cash disbursement function and determine what steps or procedures could be moved to another position to perform or implemented in such a way to strengthen control over cash management.

Response: The District is in the process of evaluating all areas of the accounting system to modify and strengthen controls within the limits of the size, complexity and budget of the District. Some responsibilities have already been moved to other personnel.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2009

III. FINANCIAL STATEMENT FINDINGS (continued)

Compliance

2007-2 Late Audit Report

- Condition: The June 30, 2009 audit report was received by the New Mexico State Auditor's Office on April 2, 2010.
- Criteria: The New Mexico State Auditor's Office has issued 2. NMAC 2.2, Requirements for Contracting and Conducting Audits of Agencies, setting due dates for public school district audits to be submitted by November 15, 2009
- Cause: Because the June 30, 2008 report was late, the contract for the June 30, 2009 was not submitted and approved early enough to schedule the fieldwork before the due date of the audit. The contract was not finalized until mid January 2010.
- Effect: The report was not available for the New Mexico State Auditor and other users to review on a timely basis. Late audit reports could have an effect on future funding.
- Recommendation: The District should file the appropriate paperwork with the state auditor's office in a timely manner in order to have the contract already in place.
- Response: The District concurs with the recommendation and is making procedural changes to ensure that the documents are filed timely with the State Auditor's Office in the future.

2009 - 2 Overspent Budget

- Condition: The English Language Acquisition and Teacher/Principal Training Fund – support services general functions were overexpended in their respective budget categories by \$ 123 and \$ 129 for the year ended June 30, 2009.
- Criteria: 22-8-11(B) NMSA 1978, states "No school board officer or employees of a school district shall make any expenditure or incur any obligation is made in accordance with an operating budget approved by the department. This prohibition does not prohibit the transfer of funds pursuant to the department's rules and procedures".
- Cause: The District had some indirect cost expenditures that did not get posted to those particular functions until after the June 15 deadline for submission of Budget Adjustment Requests (BAR) to the New Mexico Public Education Department.
- Effect: Violation of statutes regarding budgets and expenditures could effect future funding from the state.
- Recommendation: The New Mexico PED should give written permission or approve BAR's when, they require a District to move funds between functions, especially if it is prior to year end.
- Response: The District will continue to work to keep expenditures within budgets and are changing procedures to ensure that all indirect costs get booked before the deadline for filing BAR's.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2009

III. FINANCIAL STATEMENT FINDINGS (continued)

2009 - 3 Credit Card Expenditures

Condition: The District has been using credit cards to make expenditures for travel and other items not allowed under statute.

Criteria: Credit cards can only be used for gas, telephone and state agency procurement per Section 3, Chapter 28, Laws 2007.

Cause: The management of the District was unaware of the 2007 law for use of credit cards.

Effect: Violation of state procurement laws could result in loss of future funding from state sources.

Recommendation: Cancel and destroy all District credit cards that are not specific for fuel or telephone use.

Response: The District will only use credit cards as allowed by the statutes.

2007-3 Late Federal Report

Condition: The data collection form and reporting package was not submitted to the federal clearinghouse or to the federal agencies within nine months of the fiscal year end.

Criteria: OMB Circular A-133.320 requires the data collections form and reporting package to be submitted to the federal clearinghouse and federal agencies nine months after the entity's year end for entities expending \$500,000 or more of federal funds in a fiscal year.

Cause: The fiscal year 08-09 audit was late being completed, therefore the data collection form could not be completed and copies of the audit submitted with it as required.

Effect: The data collection form and reporting package was not submitted by the nine month deadline. Failure to comply with federal reporting requirements could effect future federal funding.

Recommendation: The District staff and the auditors should be monitored by the District management to ensure that the audit is being completed with enough time for submission of the required reports to the federal government.

Response: Management concurs with the recommendation and will be monitoring the completion of future audits to ensure they are completed with enough time for submission of the data collection form and reporting package.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2009

	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM EXPENDITURES
<u>US DEPARTMENT OF EDUCATION</u>			
Passed through the State Department of Education			
Title I	84.010	24101	\$ 212,417
Title I Stimulus	84.389	24201	3,808
IDEA-B Entitlement Stimulus	84.391	24206	765
IDEA-B Entitlement	84.352	24106	140,993
IDEA-B Discretionary	84.027	24107	392
English Language	84.365A	24153	17,858
Teacher/Principal Training	84.367A	24154	72,689
Safe & Drug Free Schools	84.186	24157	3,454
Rural & Low Income	84.358B	24160	12,871
Federal Indirect Costs		11000-44205	6,646
<b>TOTAL DEPARTMENT OF EDUCATION</b>			<u>471,893</u>
<u>FEDERAL COMMUNICATIONS COMMISSION</u>			
E-RATE for Schools and Libraries	54.504	11000-46100	97,981
<b>TOTAL FEDERAL COMMUNICATIONS COMMISSION</b>			<u>97,981</u>
<u>US DEPARTMENT OF AGRICULTURE</u>			
Passed Through State Department of Education			
<1> National School Lunch Program	10.555	21000	400,067
Passed Through NM HSD			
Non-Monetary Assistance	10.565	21000	20,233
<b>TOTAL DEPARTMENT OF AGRICULTURE</b>			<u>420,300</u>
<u>US DEPARTMENT OF HEALTH</u>			
Passed Through State Department of Education			
Medicaid Title XIX	93.7780	24253	26,305
<b>TOTAL DEPARTMENT OF HEALTH</b>			<u>26,305</u>
<b>TOTAL FEDERAL AWARDS EXPENDITURES</b>			<u>\$ 1,016,479</u>

<1> Major Program

Note 1 This schedule is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Note 2 Non-Monetary assistance is reported in the schedule at the fair market value of the commodities received.

STATE OF NEW MEXICO  
SANTA ROSA CONSOLIDATED SCHOOLS

Year Ended June 30, 2009

OTHER DISCLOSURES

AUDITOR PREPARED FINANCIAL STATEMENTS

We prepared the draft financial statements based on management's chart of accounts and trial balances and any adjusting, correcting, and closing entries have been approved by management. We also have prepared the draft footnotes based on the information determined and approved by management. These services are allowable under SAS 112.

EXIT CONFERENCE

An Exit Conference was held on February 25, 2009. Present for the district were David J. Sanchez, Board President, Ted Hern, Superintendent; Moises Herrera, Assistant Superintendent; Yolette Gallegos, Business Manager; Maria Garcia-Lucero, Sonia Tenorio, and D. Brent Woodard, CPA, represented our firm.



SUMMARY OF PASSED ADJUSTMENTS

Re: Santa Rosa Consolidated Schools

None