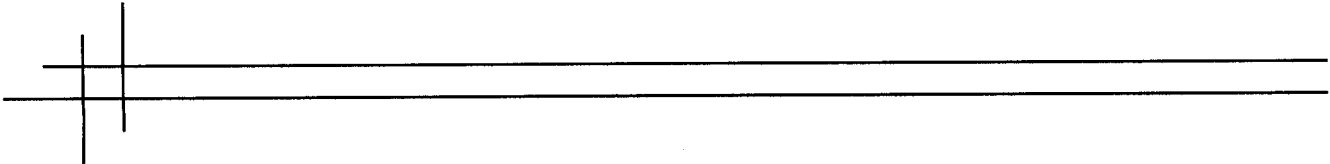




STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2008

De'Aun Willoughby CPA, PC
Certified Public Accountant
Melrose, New Mexico



STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
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 For the Year Ended June 30, 2008

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STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Official Roster
June 30, 2008

BOARD OF EDUCATION

Robert Portillos	President
Edward Montoya	Vice-President
Linda Baca	Secretary
Danny Montoya	Member
Bill Gonzales	Member

SCHOOL OFFICIALS

Zita Lopez	Superintendent
Nejla Munden	Business Manager

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(505) 253-4313

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the SPRINGER MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, each major fund, the General Fund budget comparison and the aggregate remaining fund information of SPRINGER MUNICIPAL SCHOOLS, (District), as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and 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 opinions.

In our opinion, the financial statements referred to above, present fairly in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2008, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2008, and the respective changes in financial position and the respective budgetary comparisons for the debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 7, 2008, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements and the combining and individual financial statements and budgetary comparisons presented as supplemental information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and on the combining and individual fund financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

De'Ann Willoughby CPA PC

November 7, 2008

FINANCIAL SECTION

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Statement of Net Assets
June 30, 2008

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 187,904
Taxes Receivable	5,186
Due From Grantor	86,102
Inventory	3,765
Total Current Assets	<u>282,957</u>
Noncurrent Assets	
Capital Assets	9,807,339
Less: Accumulated Depreciation	<u>(4,345,900)</u>
Total Noncurrent Assets	<u>5,461,439</u>
Total Assets	<u>5,744,396</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	20,223
Accrued Interest	5,300
Deferred Revenue	3,334
Current Portion of Long-Term Debt	190,000
Total Current Liabilities	<u>218,857</u>
Noncurrent Liabilities	
Bonds and Notes, Net	<u>395,000</u>
Total Noncurrent Liabilities	<u>395,000</u>
Total Liabilities	<u>613,857</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	4,871,139
Restricted for:	
Debt Service	153,026
Unrestricted	106,374
Total Net Assets	<u>\$ 5,130,539</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Statement of Activities
For the Year Ended June 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Instruction	\$ 1,738,351	\$ 29,238	\$ 164,082	\$ 0	\$ (1,545,031)
Support Services-Students	426,379	0	93,492	0	(332,887)
Support Services-Instruction	26,870	0	5,382	0	(21,488)
General Administration	203,504	0	35,089	0	(168,415)
School Administration	114,036	0	0	0	(114,036)
Central Services	61,120	0	0	0	(61,120)
Operation of Plant	576,873	0	0	0	(576,873)
Student Transportation	213,349	0	320,437	0	107,088
Food Services Operations	153,255	14,082	88,080	0	(51,093)
Community Services	11,540	0	0	0	(11,540)
Interest on Long-Term Obligations	29,926	0	0	0	(29,926)
Total Governmental Activities	\$ 3,555,203	\$ 43,320	\$ 706,562	\$ 0	\$ (2,805,321)
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes				\$	7,928
Property Taxes, Levied for Capital Projects					43,434
Property Taxes, Levied for Debt Service					193,360
Federal and State aid not restricted to specific purpose					
General					2,492,255
Capital					41,902
Interest and investment earnings					13,702
Miscellaneous					49,387
Subtotal, General Revenues					2,841,968
Change in Net Assets					36,647
Net Assets - beginning					5,093,892
Net Assets - ending				\$	5,130,539

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2008

	General Fund Continued		
	Operational	Transportation	Instructional
	Fund 11000	Fund 13000	Materials Fund 14000
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Investments			
Receivables			
Taxes	153	0	0
Due From Grantor	0	0	0
Interfund Balances	41,147	33,713	6,041
Inventory	0	0	0
Total Assets	<u>\$ 41,300</u>	<u>\$ 33,713</u>	<u>\$ 6,041</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 11,811	\$ 1,809	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>11,811</u>	<u>1,809</u>	<u>0</u>
Fund Balances			
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
General Fund	29,489	31,904	6,041
Special Revenue Funds	0	0	0
Total Fund Balances	<u>29,489</u>	<u>31,904</u>	<u>6,041</u>
Total Liabilities and Fund Balances	<u>\$ 41,300</u>	<u>\$ 33,713</u>	<u>\$ 6,041</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2008

	Title I 24101	Laws of New Mexico 27165	Debt Service 41000
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 145,127
Investments			
Receivables			
Taxes	0	0	3,000
Due From Grantor	49,849	12,984	0
Interfund Balances	0	0	4,899
Inventory	0	0	0
Total Assets	<u>\$ 49,849</u>	<u>\$ 12,984</u>	<u>\$ 153,026</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 302	\$ 0	\$ 0
Interfund Balances	49,547	12,984	0
Deferred Revenue	0	0	0
Total Liabilities	<u>49,849</u>	<u>12,984</u>	<u>0</u>
Fund Balances			
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	153,026
Unreserved, Undesignated, reported in:			
General Fund	0	0	0
Special Revenue Funds	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>153,026</u>
Total Liabilities and Fund Balances	<u>\$ 49,849</u>	<u>\$ 12,984</u>	<u>\$ 153,026</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2008

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS		
Cash and Cash Equivalents	\$ 42,777	\$ 187,904
Investments		
Receivables		
Taxes	2,033	5,186
Due From Grantor	23,269	86,102
Interfund Balances	0	85,800
Inventory	3,765	3,765
Total Assets	<u>\$ 71,844</u>	<u>\$ 368,757</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	\$ 6,301	\$ 20,223
Interfund Balances	23,269	85,800
Deferred Revenue	3,334	3,334
Total Liabilities	<u>32,904</u>	<u>109,357</u>
 Fund Balances		
Reserved for:		
Capital Projects	5,753	5,753
Retirement of Long-Term Debt	5,518	158,544
Unreserved, Undesignated, reported in:		
General Fund	0	67,434
Special Revenue Funds	27,669	27,669
Total Fund Balances	<u>38,940</u>	<u>259,400</u>
 Total Liabilities and Fund Balances	 <u>\$ 71,844</u>	 <u>\$ 368,757</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 June 30, 2008

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

Total Fund Balance - Governmental Funds	\$	259,400
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$	9,807,339	
Accumulated depreciation is		<u>(4,345,900)</u>	5,461,439

Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of :

Bond payable	(585,000)	
Accrued interest on bonds	<u>(5,300)</u>	<u>(590,300)</u>

Total net assets - governmental activities	\$	<u><u>5,130,539</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2008

	General Fund		
	Operational	Transportation	Instructional
	Fund 11000	Fund 13000	Materials Fund 14000
Revenues			
Taxes	\$ 9,309	\$ 0	\$ 0
Investment Income	13,702	0	0
Fees	729	0	0
Federal Grants	1,297	0	0
State Grants	2,490,958	320,437	21,477
Miscellaneous	1,302	0	0
Total Revenues	<u>2,517,297</u>	<u>320,437</u>	<u>21,477</u>
Expenditures			
Current			
Instruction	1,296,488	0	17,154
Support Services-Students	332,707	0	0
Support Services-Instruction	21,488	0	0
Support Services-General Administration	165,733	0	0
Support Services-School Administration	114,036	0	0
Central Services	61,120	0	0
Operation and Maintenance of Plant	494,678	0	0
Student Transportation	0	213,349	0
Food Services	52,971	0	0
Community Services	11,540	0	0
Capital Outlay	0	78,887	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>2,550,761</u>	<u>292,236</u>	<u>17,154</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(33,464)</u>	<u>28,201</u>	<u>4,323</u>
Other Sources			
Critical Capital Outlay-Sale of Bonds	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(33,464)	28,201	4,323
Fund Balances at Beginning of Year	<u>62,953</u>	<u>3,703</u>	<u>1,718</u>
Fund Balance End of Year	<u>\$ 29,489</u>	<u>\$ 31,904</u>	<u>6,041</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2008

	Title I 24101	Laws of New Mexico 27165	Debt Service 41000
Revenues			
Taxes	\$ 0	\$ 0	\$ 156,152
Investment Income	0	0	0
Fees	0	0	0
Federal Grants	88,547	0	0
State Grants	0	12,984	0
Miscellaneous	0	0	0
Total Revenues	<u>88,547</u>	<u>12,984</u>	<u>156,152</u>
Expenditures			
Current			
Instruction	85,794	12,984	0
Support Services-Students	0	0	0
Support Services-Instruction	2,397	0	0
Support Services-General Administration	356	0	1,542
Support Services-School Administration	0	0	0
Central Services	0	0	0
Operation and Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services	0	0	0
Community Services	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	115,000
Interest	0	0	28,381
Total Expenditures	<u>88,547</u>	<u>12,984</u>	<u>144,923</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>11,229</u>
Other Sources			
Critical Capital Outlay-Sale of Bonds	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	11,229
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>141,797</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>0</u>	<u>153,026</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2008

	Other Governmental Funds	Total Governmental Funds
Revenues		
Taxes	\$ 114,935	\$ 280,396
Investment Income	0	13,702
Fees	42,591	43,320
Federal Grants	221,340	311,184
State Grants	83,679	2,929,535
Miscellaneous	48,085	49,387
Total Revenues	<u>510,630</u>	<u>3,627,524</u>
Expenditures		
Current		
Instruction	69,766	1,482,186
Support Services-Students	93,672	426,379
Support Services-Instruction	2,985	26,870
Support Services-General Administration	35,873	203,504
Support Services-School Administration	0	114,036
Central Services	0	61,120
Operation and Maintenance of Plant	82,195	576,873
Student Transportation	0	213,349
Food Services	100,284	153,255
Community Services	0	11,540
Capital Outlay	76,805	155,692
Debt Service		
Principal	55,000	170,000
Interest	3,477	31,858
Total Expenditures	<u>520,057</u>	<u>3,626,662</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(9,427)</u>	<u>862</u>
Other Sources		
Critical Capital Outlay-Sale of Bonds	10,000	10,000
Total Other Sources (Uses)	<u>10,000</u>	<u>10,000</u>
Net Change in Fund Balance	573	10,862
Fund Balances at Beginning of Year	<u>38,367</u>	<u>248,538</u>
Fund Balance End of Year	<u><u>38,940</u></u>	<u><u>259,400</u></u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2008

Net Change in Fund Balance-Governmental Funds \$ 862

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

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities. (35,674)

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays in the period.

Depreciation expense	\$	(256,165)	
Capital Outlays		155,692	(100,473)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Principal paid for bonds		170,000	
Accrued interest on bonds		1,932	171,932

Changes in Net Assets of Governmental Activities \$ 36,647

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Taxes	\$ 8,594	\$ 8,594	\$ 9,198	\$ 604
Investment Income	10,000	10,000	13,702	3,702
Fees	250	250	729	479
Miscellaneous	0	0	1,302	1,302
Total Local Sources	<u>18,844</u>	<u>18,844</u>	<u>24,931</u>	<u>6,087</u>
State Sources				
State Equalization Guarantee	2,203,403	2,203,403	2,202,959	(444)
Emergency Supplement	391,803	391,803	288,000	(103,803)
Total State Sources	<u>2,595,206</u>	<u>2,595,206</u>	<u>2,490,959</u>	<u>(104,247)</u>
Federal Sources				
Miscellaneous	1,313	1,313	1,297	(16)
Total Federal Sources	<u>1,313</u>	<u>1,313</u>	<u>1,297</u>	<u>(16)</u>
Total Revenues	<u>2,615,363</u>	<u>2,615,363</u>	<u>2,517,187</u>	<u>(98,176)</u>
Expenditures				
Instruction				
Personnel Services	863,622	870,130	869,500	630
Employee Benefits	273,016	273,170	261,945	11,225
Professional & Tech Services	15,000	24,736	19,156	5,580
Purchased Services	106,500	108,408	108,079	329
Supplies	55,000	42,334	36,855	5,479
Total Instruction	<u>1,313,138</u>	<u>1,318,778</u>	<u>1,295,535</u>	<u>23,243</u>
Support Services-Students				
Personnel Services	258,201	258,833	257,511	1,322
Employee Benefits	75,252	75,888	71,815	4,073
Professional & Tech Services	12,500	492	492	0
Purchased Services	2,750	1,750	636	1,114
Supplies	1,814	1,814	1,814	0
Total Support Services-Students	<u>\$ 350,517</u>	<u>\$ 338,777</u>	<u>\$ 332,268</u>	<u>\$ 6,509</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Support Services-Instruction				
Personnel Services	\$ 14,192	\$ 14,930	\$ 14,930	\$ 0
Employee Benefits	6,301	6,284	6,279	5
Supplies	275	279	279	0
Total Support Services-Instruction	20,768	21,493	21,488	5
Support Services-General Administration				
Personnel Services	90,000	90,000	90,000	0
Employee Benefits	24,978	24,982	24,417	565
Professional & Tech Services	32,800	46,101	40,795	5,306
Purchased Services	21,000	11,695	6,906	4,789
Supplies	2,500	2,500	792	1,708
Total Support Services-General Administration	171,278	175,278	162,910	12,368
Support Services-School Administration				
Personnel Services	150,000	92,331	92,330	1
Employee Benefits	34,372	24,790	21,049	3,741
Purchased Services	3,000	1,500	657	843
Supplies	1,500	0	0	0
Total Support Services-School Administration	188,872	118,621	114,036	4,585
Central Services				
Personnel Services	50,115	41,615	41,524	91
Employee Benefits	28,263	22,678	16,252	6,426
Professional & Tech Services	229	233	233	0
Purchased Services	2,500	2,366	1,299	1,067
Supplies	1,500	6,085	1,812	4,273
Total Central Services	82,607	72,977	61,120	11,857
Operation & Maintenance of Plant				
Personnel Services	86,207	86,207	84,942	1,265
Employee Benefits	36,691	31,709	26,244	5,465
Professional & Tech Services	346	350	350	0
Purchased Property Services	186,631	178,855	170,534	8,321
Purchased Services	102,597	87,597	78,184	9,413
Supplies	6,000	12,881	4,269	8,612
Building Improvements	3,500	3,500	0	3,500
Supply Assets	6,500	6,777	6,777	0
Penalty	0	166,134	116,134	50,000
Total Operation & Maintenance of Plant	\$ 428,472	\$ 574,010	\$ 487,434	\$ 86,576

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Food Service Operations				
Personnel Services	\$ 6,900	\$ 5,231	\$ 4,851	\$ 380
Employee Benefits	6,083	5,470	4,187	1,283
Purchased Services	750	750	313	437
Supplies	53,000	43,740	43,270	470
Total Food Service Operations	<u>66,733</u>	<u>55,191</u>	<u>52,621</u>	<u>2,570</u>
Community Services				
Personnel Services	0	5,249	5,248	1
Employee Benefits	0	6,293	6,292	1
Total Food Service Operations	<u>0</u>	<u>11,542</u>	<u>11,540</u>	<u>2</u>
Total Expenditures	<u>2,622,385</u>	<u>2,686,667</u>	<u>2,538,952</u>	<u>147,715</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,022)	(71,304)	(21,765)	49,539
Cash Balance Beginning of Year	<u>62,912</u>	<u>62,912</u>	<u>62,912</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 55,890</u>	<u>\$ (8,392)</u>	<u>\$ 41,147</u>	<u>\$ 49,539</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (21,765)	
Net Change in Taxes Receivable			111	
Net Change in Accounts Payable			(11,810)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (33,464)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-TRANSPORTATION-13000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Transportation Grant	\$ 204,834	\$ 294,442	\$ 320,437	\$ 25,995
Total State Sources	<u>204,834</u>	<u>294,442</u>	<u>320,437</u>	<u>25,995</u>
Total Revenues	<u>204,834</u>	<u>294,442</u>	<u>320,437</u>	<u>25,995</u>
Expenditures				
Student Transportation				
Personnel Services	60,580	62,711	62,377	334
Employee Benefits	40,096	42,653	41,941	712
Professional & Tech Services	5,000	5,609	5,109	500
Purchased Property Services	24,000	20,527	20,307	220
Other Purchased Services	35,657	36,961	33,823	3,138
Supplies	30,798	50,347	47,550	2,797
Property	5,000	79,337	79,320	17
Total Student Transportation	<u>201,131</u>	<u>298,145</u>	<u>290,427</u>	<u>7,718</u>
Total Expenditures	<u>201,131</u>	<u>298,145</u>	<u>290,427</u>	<u>7,718</u>
Excess (Deficiency) of Revenues Over Expenditures	3,703	(3,703)	30,010	33,713
Cash Balance Beginning of Year	<u>3,703</u>	<u>3,703</u>	<u>3,703</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 7,406</u>	<u>\$ 0</u>	<u>\$ 33,713</u>	<u>\$ 33,713</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 30,010	
Net change in Accounts Payable			<u>(1,809)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 28,201</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-INSTRUCTIONAL MATERIALS-14000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
State Grant	\$ 19,183	\$ 19,183	\$ 21,477	\$ 2,294
Total State Sources	<u>19,183</u>	<u>19,183</u>	<u>21,477</u>	<u>2,294</u>
Total Revenues	<u>19,183</u>	<u>19,183</u>	<u>21,477</u>	<u>2,294</u>
Expenditures				
Instruction				
Supplies	<u>17,630</u>	<u>18,730</u>	<u>17,154</u>	<u>1,576</u>
Total Instruction	<u>17,630</u>	<u>18,730</u>	<u>17,154</u>	<u>1,576</u>
Support Services-Instruction				
Supplies	<u>1,553</u>	<u>1,553</u>	<u>0</u>	<u>1,553</u>
Total Support Services-Instruction	<u>1,553</u>	<u>1,553</u>	<u>0</u>	<u>1,553</u>
Total Expenditures	<u>19,183</u>	<u>20,283</u>	<u>17,154</u>	<u>3,129</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(1,100)	4,323	5,423
Cash Balance Beginning of Year	<u>1,718</u>	<u>1,718</u>	<u>1,718</u>	<u>0</u>
Cash Balance End of Year	\$ <u>1,718</u>	\$ <u>618</u>	\$ <u>6,041</u>	\$ <u>5,423</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>4,323</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>4,323</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 94,209	\$ 92,973	\$ 40,355	\$ (52,618)
Total State Sources	<u>94,209</u>	<u>92,973</u>	<u>40,355</u>	<u>(52,618)</u>
Total Revenues	<u>94,209</u>	<u>92,973</u>	<u>40,355</u>	<u>(52,618)</u>
Expenditures				
Instruction				
Personnel Services	59,858	60,192	60,067	125
Employee Benefits	22,706	23,858	21,840	2,018
Other Purchased Services	6,412	585	353	232
Supplies	426	3,211	2,913	298
Supply Assets	0	320	319	1
Total Instruction	<u>89,402</u>	<u>88,166</u>	<u>85,492</u>	<u>2,674</u>
Support Services- Instruction				
Personnel Services	2,000	2,000	2,000	0
Employee Benefits	397	397	397	0
Total Support Services-Instruction	<u>2,397</u>	<u>2,397</u>	<u>2,397</u>	<u>0</u>
Support Services-General Administration				
Professional & Tech Services	753	753	356	397
Total Support Services-General Admi	<u>753</u>	<u>753</u>	<u>356</u>	<u>397</u>
Total Expenditures	<u>92,552</u>	<u>91,316</u>	<u>88,245</u>	<u>3,071</u>
Excess (Deficiency) of Revenues Over Expenditures	1,657	1,657	(47,890)	(49,547)
Cash Balance Beginning of Year	<u>(1,657)</u>	<u>(1,657)</u>	<u>(1,657)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (49,547)</u>	<u>\$ (49,547)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (47,890)	
Net change in Due from Grantor			48,192	
Net change in Accounts Payable			(302)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-LAWS OF NEW MEXICO-27165
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 0	\$ 12,984	\$ 0	\$ (12,984)
Total State Sources	<u>0</u>	<u>12,984</u>	<u>0</u>	<u>(12,984)</u>
Total Revenues	<u>0</u>	<u>12,984</u>	<u>0</u>	<u>(12,984)</u>
Expenditures				
Instruction				
Supply Assets	0	12,984	12,984	0
Total Instruction	<u>0</u>	<u>12,984</u>	<u>12,984</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>12,984</u>	<u>12,984</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(12,984)	(12,984)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (12,984)</u>	<u>\$ (12,984)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (12,984)	
Net change in Due from Grantor			<u>12,984</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Statement of Fiduciary Assets and Liabilities-Agency Funds
For the Year Ended June 30, 2008

	<u>Agency Funds</u>
Assets	
Cash in Banks	\$ 112,799
Investments	162,601
Total Assets	<u>\$ 275,400</u>
Liabilities	
Deposits Held for Others	\$ 275,400
Total Liabilities	<u>\$ 275,400</u>

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

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the SPRINGER MUNICIPAL SCHOOLS (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments*. Some of the significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD & A) providing an analysis of the District's overall financial position and results of operations.
- Financial Statements prepared using full-accrual accounting for all the District's activities.
- A change in fund financial statements to focus on major funds.

These and other changes are reflected in the accompanying financial statements (including the notes to the financial statements) as of June 30, 2008.

In addition, in June 2001, the GASB issued Statement No. 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus - an amendment of GASB Statement No. 21 and No. 34 and Statement No. 38, Certain Financial Note Disclosures*. These two statements clarify, modify, establish and rescind certain disclosure requirements under GASB No. 34. Both statements are being implemented in conjunction with GASB Statement No. 34. These statements do not have an impact on the results of operations or the financial position of the District.

Financial Reporting Entity

The District has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges and issue bonded debt.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

The District has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected District members are financially accountable. There are no other primary governments with which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

Governmental Funds

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of general long-term debt.

General Fund - The General Fund consist of three sub funds. The first is the Operational Fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The second is the Teacherage Fund of the District and accounts for rental properties that are rented to teachers and administrators that work at the school. The Transportation Fund includes a state grant to provide transportation for students in the District. The Instructional Materials Fund accounts for a state grant to provide text books for students in the District.

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

Debt Service Fund - The Debt Service Fund is used to account for the resources for, and the payment of, principal, interest and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the District.

Fiduciary Fund Type

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the District.

The Student Activity Fund, an agency fund, accounts for assets held by the District as an agent for the District organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This account is accounted for using the economic resources measurement focus and the accrual basis of accounting.

Major Funds

The District reports the following major governmental funds:

GENERAL FUND (11000)(13000)(14000)

The General Fund consist of three sub funds. The first is the operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

TITLE I (24101)

To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the Elementary and Secondary Act of 1965, Chapter I of Title I, as amended, Public Laws 100-297, 20 U.S.C. 2701. The fund was created by the authority of federal grant provisions.

LAWS OF NEW MEXICO (27165)

To account for a legislative grant for the purpose of purchasing technology equipment. The fund was created by the authority of state grant.

DEBT SERVICE FUND (41000)

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirement of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants and contributions, and 3) program specific capital grants and contributions.

Fund Financial Statements (FFS)

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 30 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

Revenues

Taxes. Ad valorem taxes are susceptible to full accrual on the government wide financial statements. Property Tax revenues recognize revenues net of estimated refunds and uncollectible accounts in the period for which the taxes are levied.

Grants. Government mandated nonexchange transaction and voluntary nonexchange transactions. Recipients should recognize revenues in the period when all applicable eligibility requirements have been met and the resources are available.

Revenue Recognition for Grants.

Eligibility requirements for government-mandated and voluntary nonexchange transaction comprise one or more of the following:

1. Required characteristics of recipients. The recipient has the characteristics specified by the provider (are required to be school districts).
2. Time requirements. Time requirements specified by enabling legislation or the provider have been met (period when the resources are required to be used).
3. Reimbursements. The provider offers resources on a reimbursement ("expenditure-driven") basis and the recipient has incurred allowable costs under the applicable program.
4. Contingencies. The providers offer of resources is contingent upon a specified action of the recipient and that action has occurred (the recipient has raised the matching funds).

Other receipts. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

Entitlement and shared revenues (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

Salaries are recorded as paid. Salaries for nine-month employees are paid prior to the end of the fiscal year and therefore are not accrued. Salaries for the twelve month employees payroll are accrued.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, etc.) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Basis of Budgeting

Formal budgetary integration is employed as a management control device during the year.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on the non-GAAP budgetary basis.

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

1. Prior to April 15, (unless a later date is fixed by the Superintendent of Public Instruction) the local school board submits to the District Budget Planning Unit (SBPU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.
2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBPU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.
3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBPU and the local school board. The budget shall be integrated formally in to the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

4. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the SBPU.
5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.
6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the *Manual of Procedures Public School Accounting and Budgeting*. Such changes are initiated by the District and approved by the SBPU.
7. Legal budget control for expenditures is by function.
8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

Cash and Cash Equivalents

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

The District is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

Investments

All money not immediately necessary for the public uses of the District may be invested in :

- (a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or
- (b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

(c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

Property Taxes

The County collects the District's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the District on a monthly basis. The District accounts for its share of property taxes in the General, Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

Elimination and Reclassifications of Certain Receivables and Payables

In the process of aggregating data for the Statement of Net Assets and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Cafeteria Fund consists of purchased food and non-food items and United States Department of Agriculture (USDA) commodities. Commodities are shown at the USDA procurement cost. Costs are recorded as expenditures at the time individual inventory items are used (consumption method). Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both District-wide and fund financial statements.

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

If there are any construction projects funded by the NM Public School Facilities Authority they are included in the appropriate capital projects fund and in the capital assets.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Buildings & Improvements	20-50 Years
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3-15 Years

Capital Leases

Capital leases are recorded at the inception of the leases as expenditures and other financing sources in governmental fund financial statement at the present value of the future minimum lease payments, using the stated or implicit interest rate in the leases. Lease payments are recorded as expenditures on the due date. Capital leases are recorded as a liability in the government-wide financial statement at the time of inception and the corresponding asset is recorded in the capital asset section on the balance sheet.

Short -Term Debt

Short-term debt results from borrowings characterized by anticipation notes, use of lines of credit, and similar loans. The District does not have any activity in short-term debt.

Long-Term Liabilities

For district-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Restricted Net Assets

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available it will first be applied to restricted resources.

Fund Balances of Fund Financial Statements

Reserved fund balance indicates that portion of fund equity which has been segregated for specific

Unreserved fund balance indicates that portion of fund equity which is available for budgeting in future

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non routine permanent transfers of equity are reported as residual equity transfers. All other inter-fund transfers are reported as operating transfers.

Deferred Revenue

The District reports deferred revenues on its Statement of Net Assets and Fund Balance Sheet. Deferred revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized. Deferred revenues also occur in the fund financial statements when revenue is earned but is not available. The revenue becomes available if received within 30 days of the fiscal year end.

The District's recognition and measurement criteria for compensated absences follow:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both the following conditions are met:

- (a) The employees' right to receive compensation is attributable to services already rendered.
- (b) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

NOTE B: CASH AND INVESTMENTS

The District is required by New Mexico State Statute (Section 6-10-17) to be 50% collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

Wells Fargo	Balance Per Bank 06-30-08	Reconciled Balance	Type
<u>Name of Account</u>			
Springer School	10,369	10,369	Savings
A C Elizabeth Arellano Scholarship	17,277	17,277	Savings
TOTAL Deposited	27,646	\$ 27,646	
Less: FDIC Coverage	(27,646)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	\$ 0		

International Bank	Balance Per Bank 06-30-08	Reconciled Balance	Type
<u>Name of Account</u>			
General Operations	\$ 80,000	\$ 1,421	Checking
Springer Municipal Schools	209,911	209,911	Checking
Insurance Clearing Account	61,725	61,725	Checking
TOTAL Deposited	351,636	\$ 273,057	
Less: FDIC Coverage	(100,000)		
Uninsured Amount	251,636		
50% collateral requirement	125,818		
Pledged securities	250,000		
Over (Under) requirement	\$ 124,182		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.

The following securities are pledged at Independent Bank:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
Federal Reserve Bank	3133MUGP4	\$ 50,000 ^	11/13/2009	* WF California
Federal Reserve Bank	3133XDTB7	100,000 ^	12/14/2012	* WF California
Federal Reserve Bank	31331X2Q4	100,000 ^	9/4/2013	* WF California
		\$ 250,000		

^ Only a portion of the listed securities are pledged to the District. The amount pledged is disclosed above.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 127,646
Collateralized:	
Collateral held by the pledging bank in District's name	250,000
Over insured or over collateralized	<u>1,636</u>
Total Deposits	<u>\$ 379,282</u>

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 30, 2008 \$1,636 of the District's bank balance of \$379,282 was exposed to custodial credit risk.

New Mexico State Treasurer

<u>Name of Account</u>	<u>Balance Per Bank 06-30-08</u>	<u>Reconciled Balance</u>	<u>Type</u>
NM State Investment Council	\$ <u>162,601</u>	\$ <u>162,601</u>	Investment

The investments with the State Treasurer are valued at fair value based on quoted market prices as of valuation date.

The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 1, 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 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. 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 6-10-10.1F, 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; and

Participation in the local government investment pool is voluntary.

Interest Rate Risk

Interest rate risk is the risk that interest rate variations may adversely affect an investment's fair value. The prices of securities fluctuate with market interest rates and the securities held in a portfolio will decline if market interest rates rise. The portfolio's weighted average maturity (WAM) is a key determinant of the tolerance of a fund's investments to rising interest rates. The WAM for this investment is 24 days. The investment is rated AAAM and the rate is 4.7135%.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

NOTE C: INTERFUND BALANCES

Interfund Balances year ending June 30, 2008 were as follows:

Due to the General Fund:

Title I	\$	49,547
Laws of New Mexico		12,984
Other Governmental Funds		23,269
Totals	\$	<u>85,800</u>

Loans were made from the General fund to above funds to cover the cash balances while awaiting reimbursements from PED. All loans are expected to be repaid within one year.

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2008:

	General	Debt Service	Other Governmental Funds Total	Total
Property Taxes Receivable:				
Available	\$ 153	\$ 3,000	\$ 2,033	\$ 5,186
Unavailable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Property Taxes	<u>\$ 153</u>	<u>\$ 3,000</u>	<u>\$ 2,033</u>	<u>\$ 5,186</u>

NOTE E: DEFERRED REVENUES

Revenues are deferred in accordance with the modified accrual basis of accounting for the fund financial statements. The following deferred revenues are measurable but do not represent available expendable resources for the Fund Financial Statements for the fiscal year ended June 30, 2008:

	Total
Federal	\$ 3,109
State Revenues	<u>0</u>
TOTAL Deferred Revenues	<u>\$ 3,109</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

NOTE F: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2008, is as follows:

	Balance 6/30/07	Additions	Adjustments	Balance 6/30/08
Governmental Activities				
Capital Assets not being				
Land	\$ 8,126	\$ 0	\$ 0	\$ 8,126
Total Capital Assets not being Depreciated	<u>8,126</u>	<u>0</u>	<u>0</u>	<u>8,126</u>
Capital Assets, being Depreciated				
Buildings & Improvements	9,050,601	76,805	0	9,127,406
Equipment, Vehicles, Information	592,920	78,887	0	671,807
Total Capital Assets, being Depreciated	<u>9,643,521</u>	<u>155,692</u>	<u>0</u>	<u>9,799,213</u>
Total Capital Assets	<u>9,651,647</u>	<u>155,692</u>	<u>0</u>	<u>9,807,339</u>
Less Accumulated Depreciation				
Buildings & Improvements	3,676,098	213,781	0	3,889,879
Equipment, Vehicles, Information	413,637	42,384	0	456,021
Total Accumulated Depreciation	<u>4,089,735</u>	<u>256,165</u>	<u>0</u>	<u>4,345,900</u>
Capital Assets, net	<u>\$ 5,561,912</u>	<u>\$ (100,473)</u>	<u>\$ 0</u>	<u>\$ 5,461,439</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 256,165
Total depreciation expenses	<u>\$ 256,165</u>

NOTE G: LONG TERM DEBT

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/07	Additions	Reductions	Balance 6/30/08	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 745,000	\$ 0	\$ 170,000	\$ 575,000	\$ 190,000
Total Bonds	<u>745,000</u>	<u>0</u>	<u>170,000</u>	<u>575,000</u>	<u>190,000</u>

Payments on the general obligation bonds are made by the Debt Service Funds.

The current portion of the compensated absences is estimated at zero since there are no anticipated retirements or terminations.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2008

General Obligation Bonds.

The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Series	Date of Issue	Original Amount	Interest Rate	Balance
2000	04/15/00	225,000	5.20%	\$ 190,000
1993	04/01/93	710,000	5.75%-6.10%	70,000
2001	09/01/01	215,000	4.3%-4.8%	135,000
2002	10/01/02	185,000	3%-4.75%	115,000
2004	09/17/04	250,000	1.51%-3.08%	65,000
				<u>\$ 575,000</u>

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

	Principal	Interest	Total
2009	\$ 190,000	\$ 23,847	\$ 213,847
2010	130,000	15,315	145,315
2011	140,000	8,680	148,680
2012	45,000	4,215	49,215
2013-2014	70,000	2,813	72,813
	<u>\$ 575,000</u>	<u>\$ 54,870</u>	<u>\$ 629,870</u>

NOTE H: COMMITMENTS

The District has no construction commitments at June 30, 2008.

NOTE I: PENSION PLAN

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

Plan members are required to contribute 7.42% of their gross salary. The District is required to contribute 10.9% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2008, 2007, and 2006, were \$304,967, \$294,204, and \$269,485, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE J: RETIREE HEALTH CARE ACT CONTRIBUTIONS

The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (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 postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary.

Employers joining the program after 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 District's contributions to the RHCA for the years ended June 30, 2008, 2007 and 2006 were \$32,190, \$32,421 and \$31,161, respectively, which equal the required contributions for each year.

NOTE K: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - all Governmental Fund Types is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the budget basis and GAAP (Generally Accepted Accounting Principles) basis are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from GAAP basis to the budget basis for the governmental funds are presented on each individual Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).

The reconciliation of budgetary basis to GAAP basis statements are located at the bottom of each budget actual.

NOTE L: INSURANCE COVERAGE

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error and omissions; and injuries to employees; and natural disasters. The District, as a New Mexico Public School, is insured through the New Mexico Public Schools Insurance Authority (NMPSIA). Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

- Workers Compensation
- Property and Automobile Liability and Physical Damage
- Liability and Civil Rights and Personal Injury
- Contract School Bus Coverage; and
- Crime

NOTE M. SURETY BOND

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

NOTE N: JOINT POWERS AGREEMENTS

A joint powers agreement was entered into with the High Plains Regional Education Cooperative No. 3 (REC). The purpose of the agreement is to allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the United States Department of Education under the Education of the Handicapped Act, Part B, PL 94-142 among others.

The agreement became effective on July 1, 1995 and is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The REC paid expenditures on behalf of the District of \$66,681. The revenues and expenditures have been included in this audit report as required by SAO 2.2.2.12 C (3) (d). The REC funds include IDEA, Part B Entitlement, IDEA, Part B Discretionary, IDEA Preschool.

The High Plains Regional Education Cooperative No. 3 issues a separate, publicly available financial report that includes financial statements and required supplementary information. A copy of that audit report can be obtained by writing to the High Plains Regional Education Cooperative No. 3, 144 South First Street, Raton, New Mexico, 87740.

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
DEBT SERVICE-41000

Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Taxes	\$ 143,382	\$ 143,382	\$ 154,334	\$ 10,952
Total Local Sources	<u>143,382</u>	<u>143,382</u>	<u>154,334</u>	<u>10,952</u>
Total Revenues	<u>143,382</u>	<u>143,382</u>	<u>154,334</u>	<u>10,952</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	<u>1,434</u>	<u>1,542</u>	<u>1,542</u>	<u>0</u>
Total Support Services-General Administration	<u>1,434</u>	<u>1,542</u>	<u>1,542</u>	<u>0</u>
Debt Service				
Debt Service				
Principal	115,000	115,000	115,000	0
Interest	<u>28,382</u>	<u>28,382</u>	<u>28,381</u>	<u>1</u>
Total Debt Service	<u>143,382</u>	<u>143,382</u>	<u>143,381</u>	<u>1</u>
Total Expenditures	<u>144,816</u>	<u>144,924</u>	<u>144,923</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,434)	(1,542)	9,411	10,953
Cash Balance Beginning of Year	<u>140,615</u>	<u>140,615</u>	<u>140,615</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 139,181</u>	<u>\$ 139,073</u>	<u>\$ 150,026</u>	<u>\$ 10,953</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 9,411	
Net change in Taxes Receivable			(19,334)	
Net change in Deferred Taxes			<u>21,152</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 11,229</u>	

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

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR GOVERNMENT FUNDS
Combining Balance Sheet - By Fund Type
June 30, 2008

	Special Revenue	Capital Projects	Debt Service	Total
ASSETS				
Cash and Cash Equivalents	\$ 27,751	\$ 10,504	\$ 4,522	\$ 42,777
Receivables				
Taxes	0	1,037	996	2,033
Due From Grantor	23,269	0	0	23,269
Inventory	3,765	0	0	3,765
Total Assets	\$ 54,785	\$ 11,541	\$ 5,518	\$ 71,844
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts Payable	\$ 513	\$ 5,788	\$ 0	\$ 6,301
Interfund Balances	23,269	0	0	23,269
Deferred Revenue	3,334	0	0	3,334
Total Liabilities	\$ 27,116	\$ 5,788	\$ 0	\$ 32,904
Fund Balance				
Reserved for:				
Capital Improvements	\$ 0	\$ 5,753	\$ 0	\$ 5,753
Retirement of Long Term Debt	0	0	5,518	5,518
Unreserved, Undesignated	27,669	0	0	27,669
Total Fund Balance	\$ 27,669	\$ 5,753	\$ 5,518	\$ 38,940
Total Liabilities and Fund Balance	\$ 54,785	\$ 11,541	\$ 5,518	\$ 71,844

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures and Changes in
Fund Balance - By Fund Type
For the Year Ended June 30, 2008

	Special Revenue	Capital Projects	Debt Service	Total
Revenues				
Fees	\$ 42,591	\$ 0	0	\$ 42,591
Taxes	0	56,575	58,360	114,935
Federal Grants	221,340	0	0	221,340
State Grants	41,777	41,902	0	83,679
Miscellaneous	280	47,805	0	48,085
Total Revenues	<u>305,988</u>	<u>146,282</u>	<u>58,360</u>	<u>510,630</u>
Expenditures				
Current				
Instruction	69,766	0	0	69,766
Support Services-Students	93,672	0	0	93,672
Support Services-Instructions	2,985	0	0	2,985
Support Services-General Administration	34,733	560	580	35,873
Operation & Maintenance of Plant	0	82,195	0	82,195
Food Services Operations	100,284	0	0	100,284
Capital Outlay	0	76,805	0	76,805
Debt Service				
Principal	0	0	55,000	55,000
Interest	0	0	3,477	3,477
Total Expenditures	<u>301,440</u>	<u>159,560</u>	<u>59,057</u>	<u>520,057</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,548</u>	<u>(13,278)</u>	<u>(697)</u>	<u>(9,427)</u>
Other Financing Sources (Uses)				
Critical Capital Outlay-Sale of Bonds	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Total Other Sources (Uses)	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Net Change in Cash Balance	4,548	(3,278)	(697)	573
Fund Balances at Beginning of Year	<u>23,121</u>	<u>9,031</u>	<u>6,215</u>	<u>38,367</u>
Fund Balance End of Year	<u>\$ 27,669</u>	<u>\$ 5,753</u>	<u>\$ 5,518</u>	<u>\$ 38,940</u>

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

NONMAJOR SPECIAL REVENUE FUNDS

Food Services (21000). To account for revenue and expenditures associated with the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements. Authority for creation of this fund is NMSA 22-13-13.

Athletics (22000). To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

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

Discretionary IDEA B (24107). To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

Preschool IDEA B (24109). To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the Individuals with Disabilities Education Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, 101-476, and 102-119. The fund was created by the authority of federal grant provisions.

Enhancing Education Through Technology (24133). To account for a Federal grant designed to strengthen teacher learning in the field of technology. The fund was created by the authority of federal grant provisions. (PL 103-382).

Title V -A Innovative (24150). To account for monies received to improve elementary and secondary education for children attending both public and private schools. The fund was created by grant provisions. (PL 103-382).

Teacher/Principal Training (24154). To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. Elementary and Secondary Education Act of 1965, as amended, Title II, Part A (PL 107-110).

Safe & Drug Free Schools (24157). 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. Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 USC 7111-7118.

NONMAJOR SPECIAL REVENUE FUNDS

Medicaid 3/21 Years (25153). To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

Child Care Block Grant CYFD (25157) Children Youth and Family funded, pays for childcare for those meeting low income criteria

Child & Adult Food Program (25171). To account for grant funds to provide meals and snacks to children enrolled in day care. This program is in accordance with the federal regulation 7 CFR part 226.6(h) and is monitored by the New Mexico Children, Youth and Families Department.

REAP (25233) To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Technology for Education (27117). To account for funds received from the Technology for Education Grant created by the 1994 State Legislation to establish funding of any costs associated with educational technology. Funding provided by the State of New Mexico. (NMSA 22-15A-1-10).

Incentives for School Improvements (27138). To account for revenues and expenditures from a state grant as part of the Incentives for School Improvement Act: awarded based on the improvement in CTBS 5/Terra Nova or New Mexico High School Competency Examination scores. The fund was created by state grant provisions. (NMSA 22-13 A-1).

Beginning Teacher Mentoring (27154). To account for revenues and expenditures from a state grant provided for tutoring and student enhancement activities in reading, math, and study skills for grades six through eight. The fund was created by state grant provisions.

Breakfast for Elementary Students (27155). To account for revenues and expenditures from a state grant for the purpose of providing a free breakfast to elementary students. The fund was created by state grant provisions.

GEAR UP (28138) To encourage eligible entities to provide or maintain a guarantee to eligible low-income students who obtain a secondary diploma, of the financial assistance necessary to permit the student to attend an institution of higher education; and provide additional support services to students who are at risk of dropping out of school. The fund was created by state grant provisions.

Coordinated Approach to Children (28140) Funding for a research-based physical activity and nutrition diabetes prevention program. Includes components of nutrition, physical activity,, family involvement and school food service.

Silver Wellness Center (29125). To account for revenues and expenditures from local sources provided for the salaries, benefits, equipment and supplies for the childcare center. The fund was created by grant provisions.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Food Service 21000	Athletics 22000	Entitlement IDEA B 24106
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 2,035	\$ 2,820	\$ 0
Receivables			
Due From Grantor	0	0	5,610
Inventory	3,765	0	0
Total Assets	\$ <u>5,800</u>	\$ <u>2,820</u>	\$ <u>5,610</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 157	\$ 0	\$ 0
Interfund Balances	0	0	5,610
Deferred Revenue	0	0	0
Total Liabilities	<u>157</u>	<u>0</u>	<u>5,610</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	5,643	2,820	0
Total Fund Balance	<u>5,643</u>	<u>2,820</u>	<u>0</u>
Total Liabilities and Fund Balance	\$ <u>5,800</u>	\$ <u>2,820</u>	\$ <u>5,610</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Discretionary IDEA B 24107	Preschool IDEA B 24109	Enhancing Ed Thru Technology 24133
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 574	\$ 0
Receivables			
Due From Grantor	5,655	0	994
Inventory	0	0	0
Total Assets	<u>\$ 5,655</u>	<u>\$ 574</u>	<u>\$ 994</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 356	\$ 0
Interfund Balances	5,655	0	994
Deferred Revenue	0	218	0
Total Liabilities	<u>5,655</u>	<u>574</u>	<u>994</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 5,655</u>	<u>\$ 574</u>	<u>\$ 994</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Title V-A Innovative 24150	Teacher/ Principal/ Training 24154	Safe & Drug Free Schools 24157
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	395	4,417	314
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 395</u>	<u>\$ 4,417</u>	<u>\$ 314</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	395	4,417	314
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>395</u>	<u>4,417</u>	<u>314</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 395</u>	<u>\$ 4,417</u>	<u>\$ 314</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Medicaid 3/21 Years 25153	Child Care Block Grant CYFD 25157	Child & Adult Food Program 25171
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 10,738	\$ 7	\$ 3,109
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	\$ <u>10,738</u>	\$ <u>7</u>	\$ <u>3,109</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	7	3,109
Total Liabilities	<u>0</u>	<u>7</u>	<u>3,109</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	10,738	0	0
Total Fund Balance	<u>10,738</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	\$ <u>10,738</u>	\$ <u>7</u>	\$ <u>3,109</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	<u>REAP 25233</u>	<u>Technology For Education 27117</u>	<u>Incentives For School Improvement 27138</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 1,339	\$ 6,501
Receivables			
Due From Grantor	5,164	0	0
Inventory	0	0	0
Total Assets	<u>\$ 5,164</u>	<u>\$ 1,339</u>	<u>\$ 6,501</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	5,164	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>5,164</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	1,339	6,501
Total Fund Balance	<u>0</u>	<u>1,339</u>	<u>6,501</u>
Total Liabilities and Fund Balance	<u>\$ 5,164</u>	<u>\$ 1,339</u>	<u>\$ 6,501</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Beginning Teacher Mentoring <u>27154</u>	Breakfast for Elementary Students <u>27155</u>	Gear Up <u>28138</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	720
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 720</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	720
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>720</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 720</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	Coordinated Approach to Children 28140	Silver Wellness Center 29125	Total
ASSETS			
Cash and Cash Equivalents	\$ 5	\$ 623	\$ 27,751
Receivables			
Due From Grantor	0	0	23,269
Inventory	0	0	3,765
Total Assets	<u>\$ 5</u>	<u>\$ 623</u>	<u>\$ 54,785</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 513
Interfund Balances	0	0	23,269
Deferred Revenue	0	0	3,334
Total Liabilities	<u>0</u>	<u>0</u>	<u>27,116</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	5	623	27,669
Total Fund Balance	<u>5</u>	<u>623</u>	<u>27,669</u>
Total Liabilities and Fund Balance	<u>\$ 5</u>	<u>\$ 623</u>	<u>\$ 54,785</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Food Service 21000	Athletics 22000	Entitlement IDEA B 24106
Revenues			
Fees	\$ 14,082	\$ 28,509	\$ 0
Federal Grants	86,147	0	52,966
State Grants	0	0	0
Miscellaneous	0	280	0
Total Revenues	<u>100,229</u>	<u>28,789</u>	<u>52,966</u>
Expenditures			
Current			
Instruction	0	27,560	0
Support Services-Students	0	0	15,248
Support Services-Instructions	0	0	2,985
Support Services-General Administration	0	0	34,733
Food Services Operations	98,351	0	0
Total Expenditures	<u>98,351</u>	<u>27,560</u>	<u>52,966</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,878</u>	<u>1,229</u>	<u>0</u>
Net Change in Fund Balance	1,878	1,229	0
Fund Balances at Beginning of Year	<u>3,765</u>	<u>1,591</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 5,643</u>	<u>\$ 2,820</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Discretionary IDEA B 24107	Preschool IDEA B 24109	Enhancing Ed Thru Technology 24133
Revenues			
Fees	\$ 0	\$ 0	\$ 0
Federal Grants	11,822	1,893	994
State Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>11,822</u>	<u>1,893</u>	<u>994</u>
Expenditures			
Current			
Instruction	11,822	1,893	994
Support Services-Students	0	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Food Services Operations	0	0	0
Total Expenditures	<u>11,822</u>	<u>1,893</u>	<u>994</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Title V-A Innovative 24150	Teacher/ Principal Training 24154	Safe & Drug Free Schools 24157
Revenues			
Fees	\$ 0	\$ 0	\$ 0
Federal Grants	395	14,731	314
State Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>395</u>	<u>14,731</u>	<u>314</u>
Expenditures			
Current			
Instruction	395	14,731	314
Support Services-Students	0	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Food Services Operations	0	0	0
Total Expenditures	<u>395</u>	<u>14,731</u>	<u>314</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Medicaid 3/21 Years 25153	Child Care Block Grant CYFD 25157	Child & Adult Food Program 25171
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Fees	\$ 0	\$ 0	\$ 0
Federal Grants	0	44,400	2,514
State Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>44,400</u>	<u>2,514</u>
Expenditures			
Current			
Instruction	0	0	0
Support Services-Students	0	44,400	2,514
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Food Services Operations	0	0	0
Total Expenditures	<u>0</u>	<u>44,400</u>	<u>2,514</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>10,738</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 10,738</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	REAP 25233	Technology For Education 27117	Incentives For School Improvement 27138
Revenues			
Fees	\$ 0	\$ 0	\$ 0
Federal Grants	5,164	0	0
State Grants	0	5,411	1,663
Miscellaneous	0	0	0
Total Revenues	<u>5,164</u>	<u>5,411</u>	<u>1,663</u>
Expenditures			
Current			
Instruction	5,164	4,072	1,381
Support Services-Students	0	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Food Services Operations	0	0	0
Total Expenditures	<u>5,164</u>	<u>4,072</u>	<u>1,381</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>1,339</u>	<u>282</u>
Net Change in Fund Balance	0	1,339	282
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>6,219</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 1,339</u>	<u>\$ 6,501</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Beginning Teacher Mentoring <u>27154</u>	Breakfast for Elementary Students <u>27155</u>	Gear Up <u>28138</u>
Revenues			
Fees	\$ 0	\$ 0	\$ 0
Federal Grants	0	0	0
State Grants	0	1,933	1,440
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>1,933</u>	<u>1,440</u>
Expenditures			
Current			
Instruction	0	0	1,440
Support Services-Students	0	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Food Services Operations	0	1,933	0
Total Expenditures	<u>0</u>	<u>1,933</u>	<u>1,440</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Coordinated Approach to Children 28140	Silver Wellness Center 29125	Total
Revenues			
Fees	\$ 0	\$ 0	\$ 42,591
Federal Grants	0	0	221,340
State Grants	0	31,330	41,777
Miscellaneous	0	0	280
Total Revenues	<u>0</u>	<u>31,330</u>	<u>305,988</u>
Expenditures			
Current			
Instruction	0	0	69,766
Support Services-Students	0	31,510	93,672
Support Services-Instructions	0	0	2,985
Support Services-General Administration	0	0	34,733
Food Services Operations	0	0	100,284
Total Expenditures	<u>0</u>	<u>31,510</u>	<u>301,440</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(180)</u>	<u>4,548</u>
Net Change in Fund Balance	0	(180)	4,548
Fund Balances at Beginning of Year	<u>5</u>	<u>803</u>	<u>23,121</u>
Fund Balance End of Year	<u>\$ 5</u>	<u>\$ 623</u>	<u>\$ 27,669</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-FOOD SERVICE-21000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Fees for Services	\$ 14,000	\$ 14,000	\$ 14,082	\$ 82
Grants	86,228	86,228	86,147	(81)
Total Local Sources	<u>100,228</u>	<u>100,228</u>	<u>100,229</u>	<u>1</u>
Total Revenues	<u>100,228</u>	<u>100,228</u>	<u>100,229</u>	<u>1</u>
Expenditures				
Food Service Operations				
Personnel Services	36,759	36,084	36,084	0
Employee Benefits	24,638	22,318	22,302	16
Other Purchased Services	300	408	407	1
Supplies	600	39,401	39,401	0
Total Food Service Operations	<u>62,297</u>	<u>98,211</u>	<u>98,194</u>	<u>17</u>
Total Expenditures	<u>62,297</u>	<u>98,211</u>	<u>98,194</u>	<u>17</u>
Excess (Deficiency) of Revenues Over Expenditures	37,931	2,017	2,035	18
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 37,931</u>	<u>\$ 2,017</u>	<u>\$ 2,035</u>	<u>\$ 18</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,035	
Net change in Accounts Payable			<u>(157)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 1,878</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ATHLETICS-22000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Fees for Services	\$ 28,123	\$ 28,123	\$ 28,509	\$ 386
Miscellaneous	0	0	280	280
Total Local Sources	<u>28,123</u>	<u>28,123</u>	<u>28,789</u>	<u>666</u>
Total Revenues	<u>28,123</u>	<u>28,123</u>	<u>28,789</u>	<u>666</u>
Expenditures				
Instruction				
Professional & Tech Services	1,200	7,609	7,492	117
Other Purchased Services	17,000	8,607	8,607	0
Supplies	3,800	11,907	11,461	446
Total Instruction	<u>22,000</u>	<u>28,123</u>	<u>27,560</u>	<u>563</u>
Total Expenditures	<u>22,000</u>	<u>28,123</u>	<u>27,560</u>	<u>563</u>
Excess (Deficiency) of Revenues Over Expenditures	6,123	0	1,229	1,229
Cash Balance Beginning of Year	<u>1,591</u>	<u>1,591</u>	<u>1,591</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 7,714</u>	<u>\$ 1,591</u>	<u>\$ 2,820</u>	<u>\$ 1,229</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 1,229</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 1,229</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ENTITLEMENT IDEA B-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 58,489	\$ 58,768	\$ 41,079	\$ (17,689)
Total Federal Sources	<u>58,489</u>	<u>58,768</u>	<u>41,079</u>	<u>(17,689)</u>
Total Revenues	<u>58,489</u>	<u>58,768</u>	<u>41,079</u>	<u>(17,689)</u>
Expenditures				
Support Services-Students				
Personnel Services	17,984	16,405	9,473	6,932
Employee Benefits	3,647	4,090	2,339	1,751
Other Purchased Services	500	1,206	1,206	0
Supplies	2,844	2,553	218	2,335
Total Instruction	<u>24,975</u>	<u>24,254</u>	<u>13,236</u>	<u>11,018</u>
Support Services-Instruction				
Supplies	<u>2,747</u>	<u>3,747</u>	<u>2,985</u>	<u>762</u>
Total Support Services-Instruction	<u>2,747</u>	<u>3,747</u>	<u>2,985</u>	<u>762</u>
Support Services-General Administration				
Personnel Services	25,989	25,989	25,987	2
Employee Benefits	9,043	9,043	8,746	297
Total Support Services-General Administration	<u>35,032</u>	<u>35,032</u>	<u>34,733</u>	<u>299</u>
Total Expenditures	<u>62,754</u>	<u>63,033</u>	<u>50,954</u>	<u>12,079</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,265)	(4,265)	(9,875)	(5,610)
Cash Balance Beginning of Year	<u>4,265</u>	<u>4,265</u>	<u>4,265</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (5,610)</u>	<u>\$ (5,610)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (9,875)	
Net change in Due from Grantor			7,622	
Net change in Accounts Payable			(2,012)	
Net change in Deferred Revenue			4,265	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-DISCRETIONARY IDEA B-24107
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 15,740	\$ 15,740	\$ 4,380	\$ (11,360)
Total Federal Sources	<u>15,740</u>	<u>15,740</u>	<u>4,380</u>	<u>(11,360)</u>
Total Revenues	<u>15,740</u>	<u>15,740</u>	<u>4,380</u>	<u>(11,360)</u>
Expenditures				
Instruction				
Other Purchased Services	17,250	17,250	11,545	5,705
Total Instruction	<u>17,250</u>	<u>17,250</u>	<u>11,545</u>	<u>5,705</u>
Total Expenditures	<u>17,250</u>	<u>17,250</u>	<u>11,545</u>	<u>5,705</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,510)	(1,510)	(7,165)	(5,655)
Cash Balance Beginning of Year	<u>1,510</u>	<u>1,510</u>	<u>1,510</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (5,655)</u>	<u>\$ (5,655)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,165)	
Net change in Due from Grantor			5,932	
Net change in Accounts Payable			(277)	
Net change in Deferred Revenue			1,510	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-PRESCHOOL IDEA B-24109
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 2,165	\$ 2,165	\$ 323	\$ (1,842)
Total Federal Sources	<u>2,165</u>	<u>2,165</u>	<u>323</u>	<u>(1,842)</u>
Total Revenues	<u>2,165</u>	<u>2,165</u>	<u>323</u>	<u>(1,842)</u>
Expenditures				
Instruction				
Other Purchased Services	3,953	3,953	1,537	2,416
Total Instruction	<u>3,953</u>	<u>3,953</u>	<u>1,537</u>	<u>2,416</u>
Total Expenditures	<u>3,953</u>	<u>3,953</u>	<u>1,537</u>	<u>2,416</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,788)	(1,788)	(1,214)	574
Cash Balance Beginning of Year	<u>1,788</u>	<u>1,788</u>	<u>1,788</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 574</u>	<u>\$ 574</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,214)	
Net change in Accounts Payable			(355)	
Net change in Deferred Revenue			1,569	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ENHANCING ED THRU TECHNOLOGY-24133
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 0	\$ 994	\$ 0	\$ (994)
Total Federal Sources	<u>0</u>	<u>994</u>	<u>0</u>	<u>(994)</u>
Total Revenues	<u>0</u>	<u>994</u>	<u>0</u>	<u>(994)</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>994</u>	<u>994</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>994</u>	<u>994</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>994</u>	<u>994</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(994)	(994)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (994)</u>	<u>\$ (994)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (994)	
Net change in Due from Grantor			<u>994</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE V- A INNOVATIVE-24150
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 1,915	\$ 1,961	\$ 354	\$ (1,607)
Total Federal Sources	<u>1,915</u>	<u>1,961</u>	<u>354</u>	<u>(1,607)</u>
Total Revenues	<u>1,915</u>	<u>1,961</u>	<u>354</u>	<u>(1,607)</u>
Expenditures				
Instruction				
Other Purchased Services	590	590	395	195
Supplies	<u>971</u>	<u>1,017</u>	<u>0</u>	<u>1,017</u>
Total Instruction	<u>1,561</u>	<u>1,607</u>	<u>395</u>	<u>1,212</u>
Total Expenditures	<u>1,561</u>	<u>1,607</u>	<u>395</u>	<u>1,212</u>
Excess (Deficiency) of Revenues Over Expenditures	354	354	(41)	(395)
Cash Balance Beginning of Year	<u>(354)</u>	<u>(354)</u>	<u>(354)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (395)</u>	<u>\$ (395)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (41)	
Net change in Due from Grantor			<u>41</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TEACHER/PRINCIPAL TRAINING-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 26,538	\$ 54,381	\$ 10,957	\$ (43,424)
Total Federal Sources	<u>26,538</u>	<u>54,381</u>	<u>10,957</u>	<u>(43,424)</u>
Total Revenues	<u>26,538</u>	<u>54,381</u>	<u>10,957</u>	<u>(43,424)</u>
Expenditures				
Instruction				
Other Purchased Services	20,000	35,151	12,212	22,939
Supplies	5,895	18,587	2,519	16,068
Total Instruction	<u>25,895</u>	<u>53,738</u>	<u>14,731</u>	<u>39,007</u>
Total Expenditures	<u>25,895</u>	<u>53,738</u>	<u>14,731</u>	<u>39,007</u>
Excess (Deficiency) of Revenues Over Expenditures	643	643	(3,774)	(4,417)
Cash Balance Beginning of Year	<u>(643)</u>	<u>(643)</u>	<u>(643)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,417)</u>	<u>\$ (4,417)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,774)	
Net change in Due from Grantor			<u>3,774</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-SAFE & DRUG FREE SCHOOLS-24157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 27,540	\$ 55,383	\$ 1,645	\$ (53,738)
Total Federal Sources	<u>27,540</u>	<u>55,383</u>	<u>1,645</u>	<u>(53,738)</u>
Total Revenues	<u>27,540</u>	<u>55,383</u>	<u>1,645</u>	<u>(53,738)</u>
Expenditures				
Instruction				
Supplies	25,895	53,738	314	53,424
Total Instruction	<u>25,895</u>	<u>53,738</u>	<u>314</u>	<u>53,424</u>
Total Expenditures	<u>25,895</u>	<u>53,738</u>	<u>314</u>	<u>53,424</u>
Excess (Deficiency) of Revenues Over Expenditures	1,645	1,645	1,331	(314)
Cash Balance Beginning of Year	<u>(1,645)</u>	<u>(1,645)</u>	<u>(1,645)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (314)</u>	<u>\$ (314)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,331	
Net change in Due from Grantor			<u>(1,331)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-MEDICAID 3/21 YEARS-25153
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>10,738</u>	<u>10,738</u>	<u>10,738</u>	<u>10,738</u>
Cash Balance End of Year	<u>\$ 10,738</u>	<u>\$ 10,738</u>	<u>\$ 10,738</u>	<u>\$ 10,738</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-CHILD CARE BLOCK GRANT CYFD-25157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 24,787	\$ 40,737	\$ 40,739	\$ 2
Total Federal Sources	<u>24,787</u>	<u>40,737</u>	<u>40,739</u>	<u>2</u>
Total Revenues	<u>24,787</u>	<u>40,737</u>	<u>40,739</u>	<u>2</u>
Expenditures				
Support Services-Students				
Personnel Services	16,535	32,327	32,327	0
Employee Benefits	<u>11,921</u>	<u>12,079</u>	<u>12,074</u>	<u>5</u>
Total Support Services-Students	<u>28,456</u>	<u>44,406</u>	<u>44,401</u>	<u>5</u>
Total Expenditures	<u>28,456</u>	<u>44,406</u>	<u>44,401</u>	<u>5</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,669)	(3,669)	(3,662)	7
Cash Balance Beginning of Year	<u>3,669</u>	<u>3,669</u>	<u>3,669</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7</u>	<u>\$ 7</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,662)	
Net change in Deferred Revenue			<u>3,662</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-CHILD & ADULT FOOD PROGRAM-25171
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 0	\$ 1,715	\$ 4,823	\$ 3,108
Total Federal Sources	<u>0</u>	<u>1,715</u>	<u>4,823</u>	<u>3,108</u>
Total Revenues	<u>0</u>	<u>1,715</u>	<u>4,823</u>	<u>3,108</u>
Expenditures				
Support Services-Students				
Supplies	0	2,514	2,513	1
Total Support Services-Students	<u>0</u>	<u>2,514</u>	<u>2,513</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>2,514</u>	<u>2,513</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(799)	2,310	3,109
Cash Balance Beginning of Year	<u>799</u>	<u>799</u>	<u>799</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 799</u>	<u>\$ 0</u>	<u>\$ 3,109</u>	<u>\$ 3,109</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,310	
Net change in Deferred Revenue			<u>(2,310)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-REAP-25233
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 0	\$ 5,395	\$ 0	\$ (5,395)
Total Federal Sources	<u>0</u>	<u>5,395</u>	<u>0</u>	<u>(5,395)</u>
Total Revenues	<u>0</u>	<u>5,395</u>	<u>0</u>	<u>(5,395)</u>
Expenditures				
Instruction				
Supply Assets	0	5,395	5,164	231
Total Instruction	<u>0</u>	<u>5,395</u>	<u>5,164</u>	<u>231</u>
Total Expenditures	<u>0</u>	<u>5,395</u>	<u>5,164</u>	<u>231</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(5,164)	(5,164)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (5,164)</u>	<u>\$ (5,164)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,164)	
Net change in Due from Grantor			<u>5,164</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TECHNOLOGY FOR EDUCATION-27117
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 3,750	\$ 10,924	\$ 9,161	\$ (1,763)
Total State Sources	<u>3,750</u>	<u>10,924</u>	<u>9,161</u>	<u>(1,763)</u>
Total Revenues	<u>3,750</u>	<u>10,924</u>	<u>9,161</u>	<u>(1,763)</u>
Expenditures				
Instruction				
Supplies	0	7,174	4,072	3,102
Total Instruction	<u>0</u>	<u>7,174</u>	<u>4,072</u>	<u>3,102</u>
Total Expenditures	<u>0</u>	<u>7,174</u>	<u>4,072</u>	<u>3,102</u>
Excess (Deficiency) of Revenues Over Expenditures	3,750	3,750	5,089	1,339
Cash Balance Beginning of Year	<u>(3,750)</u>	<u>(3,750)</u>	<u>(3,750)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>1,339</u>	\$ <u>1,339</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 5,089	
Net change in Due from Grantor			<u>(3,750)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>1,339</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INCENTIVES FOR SCHOOL IMPROVEMENT-27138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 0	\$ 0	\$ 1,663	\$ 1,663
Total State Sources	<u>0</u>	<u>0</u>	<u>1,663</u>	<u>1,663</u>
Total Revenues	<u>0</u>	<u>0</u>	<u>1,663</u>	<u>1,663</u>
Expenditures				
Support Services-Students				
Supplies	6,219	6,219	1,381	4,838
Total Support Services-Students	<u>6,219</u>	<u>6,219</u>	<u>1,381</u>	<u>4,838</u>
Total Expenditures	<u>6,219</u>	<u>6,219</u>	<u>1,381</u>	<u>4,838</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,219)	(6,219)	282	6,501
Cash Balance Beginning of Year	<u>6,219</u>	<u>6,219</u>	<u>6,219</u>	<u>6,219</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,501</u>	<u>\$ 12,720</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 282	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 282</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	736	\$ 736	\$ 736	\$ 0
Total State Sources	<u>736</u>	<u>736</u>	<u>736</u>	<u>0</u>
Total Revenues	<u>736</u>	<u>736</u>	<u>736</u>	<u>0</u>
Expenditures				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	736	736	736	0
Cash Balance Beginning of Year	<u>(736)</u>	<u>(736)</u>	<u>(736)</u>	<u>0</u>
Cash Balance End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 736	
Net change in Due from Grantor			(736)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-BREAKFAST FOR ELEMENTARY STUDENTS-27155
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 1,933	\$ 1,933	\$ 1,933	\$ 0
Total Federal Sources	<u>1,933</u>	<u>1,933</u>	<u>1,933</u>	<u>0</u>
Total Revenues	<u>1,933</u>	<u>1,933</u>	<u>1,933</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	1,933	1,933	1,933	0
Total Instruction	<u>1,933</u>	<u>1,933</u>	<u>1,933</u>	<u>0</u>
Total Expenditures	<u>1,933</u>	<u>1,933</u>	<u>1,933</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-GEAR UP-28138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Sources				
Grants	\$ 0	\$ 1,440	\$ 720	\$ (720)
Total Federal Sources	<u>0</u>	<u>1,440</u>	<u>720</u>	<u>(720)</u>
Total Revenues	<u>0</u>	<u>1,440</u>	<u>720</u>	<u>(720)</u>
Expenditures				
Instruction				
Supplies	0	1,440	1,440	0
Total Instruction	<u>0</u>	<u>1,440</u>	<u>1,440</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,440</u>	<u>1,440</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(720)	(720)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (720)</u>	<u>\$ (720)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (720)	
Net change in Due from Grantor			720	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-COORDINATED APPROACH TO CHILDREN-28140
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Students				
Supplies	<u>5</u>	<u>5</u>	<u>0</u>	<u>5</u>
Total Support Services-Students	<u>5</u>	<u>5</u>	<u>0</u>	<u>5</u>
Total Expenditures	<u>5</u>	<u>5</u>	<u>0</u>	<u>5</u>
Excess (Deficiency) of Revenues Over Expenditures	(5)	(5)	0	5
Cash Balance Beginning of Year	<u>5</u>	<u>5</u>	<u>5</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5</u>	<u>\$ 5</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-SILVER WELLNESS CENTER-29125
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 45,387	\$ 30,715	\$ 31,330	\$ 615
Total State Sources	<u>45,387</u>	<u>30,715</u>	<u>31,330</u>	<u>615</u>
Total Revenues	<u>45,387</u>	<u>30,715</u>	<u>31,330</u>	<u>615</u>
Expenditures				
Support Services-Students				
Personnel Services	35,778	21,327	21,326	1
Employee Benefits	10,412	10,136	10,129	7
Professional & Tech Services	0	55	55	0
Total Support Services-Students	<u>46,190</u>	<u>31,518</u>	<u>31,510</u>	<u>8</u>
Total Expenditures	<u>46,190</u>	<u>31,518</u>	<u>31,510</u>	<u>8</u>
Excess (Deficiency) of Revenues Over Expenditures	(803)	(803)	(180)	623
Cash Balance Beginning of Year	<u>803</u>	<u>803</u>	<u>803</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 623</u>	<u>\$ 623</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (180)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (180)</u>	

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

NONMAJOR CAPITAL PROJECTS FUNDS

Bond Building (31100)

The revenues are derived from a School Building Bond Issue. The expenditures are restricted to major capital improvements.

Public School Capital Outlay (31200)

The revenues are derived from a state legislative grant. The expenditures are restricted to capital improvements.

Special Capital Outlay-State (31400)

To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading buildings.

Senate Bill Nine-(31700)

The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 NONMAJOR CAPITAL PROJECTS FUNDS
 Combining Balance Sheet
 June 30, 2008

	Bond Building 31100	Publid School Capital Outlay 31200	Public School Capital Outlay-State 31400
ASSETS			
Cash and Cash Equivalents	\$ 10,000	\$ 0	\$ 10
Taxes	0	0	0
Total Assets	<u>10,000</u>	<u>0</u>	<u>10</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Capital Improvements	10,000	0	10
Total Fund Balance	<u>10,000</u>	<u>0</u>	<u>10</u>
Total Liabilities and Fund Balance	<u>\$ 10,000</u>	<u>\$ 0</u>	<u>\$ 10</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR CAPITAL PROJECTS FUNDS
Combining Balance Sheet
June 30, 2008

	Senate Bill Nine 31700	Total
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 494	\$ 10,504
Taxes	<u> 1,037</u>	<u> 1,037</u>
Total Assets	<u> 1,531</u>	<u> 11,541</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	<u> 5,788</u>	<u> 5,788</u>
Total Liabilities	<u> 5,788</u>	<u> 5,788</u>
Fund Balance		
Reserved for Capital Improvements	<u> (4,257)</u>	<u> 5,753</u>
Total Fund Balance	<u> (4,257)</u>	<u> 5,753</u>
Total Liabilities and Fund Balance	<u> 1,531</u>	<u> 11,541</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR CAPITAL PROJECTS FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2008

	Bond Building 31100	Public School Capital Outlay 31200	Special Capital Outlay-State 31400
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
State Grants	0	0	25,000
Miscellaneous	0	47,805	0
Total Revenues	<u>0</u>	<u>47,805</u>	<u>25,000</u>
Expenditures			
Support Services-General Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	47,805	25,000
Total Expenditures	<u>0</u>	<u>47,805</u>	<u>25,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Critical Capital Outlay-Sale of Bonds	<u>10,000</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>10,000</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	10,000	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>10</u>
Fund Balance End of Year	<u>\$ 10,000</u>	<u>\$ 0</u>	<u>\$ 10</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR CAPITAL PROJECTS FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2008

	Senate Bill Nine 31700	Total
	<u> </u>	<u> </u>
Revenues		
Taxes	\$ 56,575	\$ 56,575
State Grants	16,902	41,902
Miscellaneous	0	47,805
Total Revenues	<u>73,477</u>	<u>146,282</u>
Expenditures		
Support Services-General Administration	560	560
Operation & Maintenance of Plant	82,195	82,195
Capital Outlay	4,000	76,805
Total Expenditures	<u>86,755</u>	<u>159,560</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(13,278)</u>	<u>(13,278)</u>
Other Financing Sources (Uses)		
Critical Capital Outlay-Sale of Bonds	0	10,000
Total Other Sources (Uses)	<u>0</u>	<u>10,000</u>
Net Change in Fund Balance	(13,278)	(3,278)
Fund Balances at Beginning of Year	<u>9,021</u>	<u>9,031</u>
Fund Balance End of Year	<u>\$ (4,257)</u>	<u>\$ 5,753</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-BOND BUILDING-31100
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Good Faith Deposit	0	0	10,000	10,000
Total Revenues	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Expenditures				
Sale of Bonds				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	10,000	10,000
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,000	
Net change in Accounts Payable			<u>(10,000)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-SPECIAL SCHOOL CAPITAL OUTLAY-STATE-31200
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 0	\$ 47,806	\$ 47,805	\$ (1)
Total State Sources	<u>0</u>	<u>47,806</u>	<u>47,805</u>	<u>(1)</u>
Total Revenues	<u>0</u>	<u>47,806</u>	<u>47,805</u>	<u>(1)</u>
Expenditures				
Capital Outlay				
Professional & Tech Services	0	0	0	0
Purchased Property Services	0	47,806	47,805	1
Total Capital Outlay	<u>0</u>	<u>47,806</u>	<u>47,805</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>47,806</u>	<u>47,805</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECTS FUND-SPECIAL CAPITAL OUTLAY-STATE-31400
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Sources				
Grants	\$ 55,000	\$ 55,000	\$ 25,000	\$ (30,000)
Total State Sources	<u>55,000</u>	<u>55,000</u>	<u>25,000</u>	<u>(30,000)</u>
Total Revenues	<u>55,000</u>	<u>55,000</u>	<u>25,000</u>	<u>(30,000)</u>
Expenditures				
Capital Outlay				
Purchased Property Services	25,000	25,000	25,000	0
Total Capital Outlay	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Total Expenditures	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	30,000	30,000	0	(30,000)
Cash Balance Beginning of Year	<u>10</u>	<u>10</u>	<u>10</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 30,010</u>	<u>\$ 30,010</u>	<u>\$ 10</u>	<u>\$ (30,000)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Taxes	\$ 53,401	\$ 53,401	\$ 55,979	\$ 2,578
Total Local Sources	<u>53,401</u>	<u>53,401</u>	<u>55,979</u>	<u>2,578</u>
State Sources				
Grants	\$ 23,925	\$ 23,925	\$ 16,901	\$ (7,024)
Total State Sources	<u>23,925</u>	<u>23,925</u>	<u>16,901</u>	<u>(7,024)</u>
Total Revenues	<u>77,326</u>	<u>77,326</u>	<u>72,880</u>	<u>(4,446)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	534	560	560	0
Total Support Services-General Administration	<u>534</u>	<u>560</u>	<u>560</u>	<u>0</u>
Operation & Maintenance of Plant				
Purchased Property Services	35,782	48,359	48,359	0
Supplies	28,000	28,729	28,047	682
Total Operation & Maintenance of Plant	<u>63,782</u>	<u>77,088</u>	<u>76,406</u>	<u>682</u>
Capital Outlay				
Building Improvements	0	4,618	4,000	618
Total Capital Outlay	<u>0</u>	<u>4,618</u>	<u>4,000</u>	<u>618</u>
Total Expenditures	<u>534</u>	<u>5,178</u>	<u>80,966</u>	<u>618</u>
Excess (Deficiency) of Revenues Over Expenditures	76,792	72,148	(8,086)	(80,234)
Cash Balance Beginning of Year	<u>8,580</u>	<u>8,580</u>	<u>8,580</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 85,372</u>	<u>\$ 80,728</u>	<u>\$ 494</u>	<u>\$ (80,234)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (8,086)	
Net change in Taxes Receivable			(6,313)	
Net change in Accounts Payable			(5,788)	
Net change in Deferred Revenue			6,909	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (13,278)</u>	

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

NONMAJOR DEBT SERVICE FUND

DEBT SERVICE-EDUCATION TECHNOLOGY (43000)

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOL DISTRICT
DEBT SERVICE-EDUCATION TECHNOLOGY-43000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Local Sources				
Taxes	\$ 58,531	\$ 58,531	\$ 57,819	\$ (712)
Total Local Sources	<u>58,531</u>	<u>58,531</u>	<u>57,819</u>	<u>(712)</u>
Total Revenues	<u>58,531</u>	<u>58,531</u>	<u>57,819</u>	<u>(712)</u>
Expenditures				
Support Services-General Administration				
Purchased Services	585	585	580	5
Total Support Services-General Administration	<u>585</u>	<u>585</u>	<u>580</u>	<u>5</u>
Debt Service				
Debt Service				
Principal	55,000	55,000	55,000	0
Interest	3,531	3,531	3,477	54
Total Debt Service	<u>58,531</u>	<u>58,531</u>	<u>58,477</u>	<u>54</u>
Total Expenditures	<u>59,116</u>	<u>59,116</u>	<u>59,057</u>	<u>59</u>
Excess (Deficiency) of Revenues Over Expenditures	(585)	(585)	(1,238)	(653)
Cash Balance Beginning of Year	<u>5,760</u>	<u>5,760</u>	<u>5,760</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 5,175</u>	<u>\$ 5,175</u>	<u>\$ 4,522</u>	<u>(653)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,238)	
Net change in Taxes Receivable			(5,692)	
Net change in Deferred Taxes			6,233	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (697)</u>	

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

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND

Activity Trust Fund

To account for funds of various student groups that are custodial in nature.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 AGENCY FUNDS
 Statement of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2008

	<u>Balance 06/30/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/08</u>
ASSETS				
Cash in Banks	\$ 288,995	\$ 390,579	\$ 404,174	\$ 275,400
TOTAL Assets	<u>\$ 288,995</u>	<u>\$ 390,579</u>	<u>\$ 404,174</u>	<u>\$ 275,400</u>
LIABILITIES				
Due to Student Groups	\$ 288,995	\$ 390,579	\$ 404,174	\$ 275,400
TOTAL Liabilities	<u>\$ 288,995</u>	<u>\$ 390,579</u>	<u>\$ 404,174</u>	<u>\$ 275,400</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 AGENCY FUNDS - ACTIVITY
 Statement of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2008

	Balance 06/30/07	Additions	Deletions	Balance 06/30/08
Sim Brown Scholarship	\$ 726	\$ 7,000	\$ 5,500	\$ 2,226
SECCC Scholarship	1,079	1,760	1,886	953
Teen Center Concessions	2,672	0	132	2,540
Teen Center Games	521	0	0	521
AC Arello Scholarship	0	1,000	500	500
HS Library	732	0	0	732
Investment-Sim Brown School	181,930	0	19,329	162,601
Class 2012	50	678	579	149
Elementary Library	1,882	1,721	1,268	2,335
Elem Student Council	158	0	158	0
Elem Activity	551	982	1,454	79
Silk Screening	0	3,452	3,430	22
Class of 2008	314	2,586	2,900	0
Class of 2009	127	5,266	3,990	1,403
Class of 2010	110	0	0	110
Class of 2011	44	0	0	44
High School Activity	162	1,845	2,007	0
Yearbook	359	20	52	327
ES Dellinger Scholarship	0	500	500	0
JH Honor Society	160	0	160	0
HS Honor Society	39	0	39	0
Shop	67	0	67	0
HS Student Council	0	0	0	0
BPA	12	0	0	12
Cheerleaders	635	5,905	5,727	813
TSA	676	931	804	803
Girls Athletics	427	1,100	1,527	0
Springer Book	1,530	0	0	1,530
High School Mesa	251	84	40	295
JR High School Mesa	824	200	452	572
Arellano Scholarship-CD	17,122	155	0	17,277
Dellinger Scholarship-CD	10,028	341	0	10,369
AR Program	6,573	10,714	9,825	7,462
Insurance Clearing	59,234	344,339	341,848	61,725
	<u>\$ 288,995</u>	<u>\$ 390,579</u>	<u>\$ 404,174</u>	<u>\$ 275,400</u>
LIABILITIES				
Deposits Held for Others	<u>\$ 288,995</u>	<u>\$ 390,579</u>	<u>\$ 404,174</u>	<u>\$ 275,400</u>
Total Liabilities	<u>\$ 288,995</u>	<u>\$ 390,579</u>	<u>\$ 404,174</u>	<u>\$ 275,400</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	Operational 11000	Transportation 13000	Instructional Materials 14000
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 62,912	\$ 3,703	\$ 1,718
Add: 2007-08			
Revenues	2,517,187	320,437	21,477
Less: 2007-08			
Expenditures	<u>2,538,952</u>	<u>290,427</u>	<u>17,154</u>
TOTAL Cash 6/30/08	<u>\$ 41,147</u>	<u>\$ 33,713</u>	<u>\$ 6,041</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	Food Service 21000	Athletics 22000	Activities 23000
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 0	\$ 1,591	\$ 288,995
Add: 2007-08			
Revenues	100,229	28,789	390,578
Less: 2007-08			
Expenditures	<u>98,194</u>	<u>27,560</u>	<u>404,173</u>
TOTAL Cash 6/30/08	<u>\$ 2,035</u>	<u>\$ 2,820</u>	<u>\$ 275,400</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	Federal Flowthrough 24000	Federal Grants 25000	State Grants 27000
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 3,264	\$ 15,206	\$ 1,733
Add: 2007-08			
Revenues	99,093	45,562	13,493
Less: 2007-08			
Expenditures	<u>168,714</u>	<u>52,078</u>	<u>20,370</u>
TOTAL Cash 6/30/08	<u>\$ (66,357)</u>	<u>\$ 8,690</u>	<u>\$ (5,144)</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	State Direct Grants <u>28000</u>	Local/State Grants <u>29000</u>	Bond Building <u>31100</u>
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 5	\$ 803	\$ 0
Add: 2007-08			
Revenues	720	31,330	10,000
Less: 2007-08			
Expenditures	<u>1,440</u>	<u>31,510</u>	<u>0</u>
 TOTAL Cash 6/30/08	 <u>\$ (715)</u>	 <u>\$ 623</u>	 <u>\$ 10,000</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	Public School Capital Outlay 31200	Special School Capital Outlay 31400	Senate Bill Nine 31700
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 0	\$ 10	\$ 8,580
Add: 2007-08			
Revenues	47,805	25,000	72,880
Less: 2007-08			
Expenditures	<u>47,805</u>	<u>25,000</u>	<u>80,966</u>
TOTAL Cash 6/30/08	<u>\$ 0</u>	<u>\$ 10</u>	<u>\$ 494</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Cash Reconciliations - All Funds
 For the Year Ended June 30, 2008

	Debt Service 41000	Ed Tech Debt Service 43000	Totals
Net Cash in Bank 6/30/07			
Cash in Bank	\$ 140,615	\$ 5,760	\$ 534,895
Add: 2007-08			
Revenues	154,334	57,819	3,936,733
Less: 2007-08			
Expenditures	<u>144,923</u>	<u>59,057</u>	<u>4,008,323</u>
 TOTAL Cash 6/30/08	 <u>\$ 150,026</u>	 <u>\$ 4,522</u>	 <u>\$ 463,305</u>

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

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(505) 253-4313

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*

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the SPRINGER MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major fund, the general fund budget comparison and the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds presented as supplemental information of SPRINGER MUNICIPAL SCHOOL, (District), as of and for the year ended June 30, 2008, and have issued our report thereon dated November 7, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing the auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's 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 District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's 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 District's internal control.

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal grantors and is not intended to be and should not be used by anyone other than these specified parties.

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and recommendations. We did not audit the District's response and, accordingly, we express no opinion on it.

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

De'Aun Willoughby CPA PC

November 7, 2008

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Schedule of Findings and Responses
For the Year Ended June 30, 2008

Prior Year Audit Findings

	<u>Status</u>
06-01 Late Audit Report	Resolved

Current Year Audit Findings

There are no current year audit findings.

Financial Statement Preparation

The financial statements were prepared by De'Aun Willoughby CPA. However, they are the responsibility of management.

Exit Conference

An exit conference was held November 7, 2008. Present were Zita Lopez-Superintendent, Robert Portillos-President, Nejla Munden-Business Manager and DeAun Willoughby, CPA.