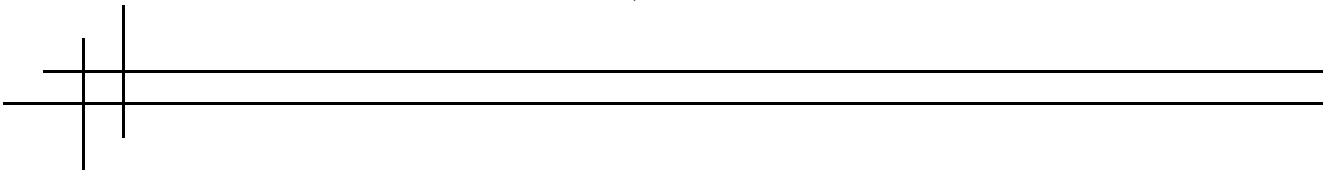




STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2009

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



STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Table of Contents
 For the Year Ended June 30, 2009

Official Roster.....	6
Independent Auditor's Report.....	7-8

FINANCIAL SECTION

Basic Financial Statements

Government Wide Financial Statements	
Statement of Net Assets.....	10
Statement of Activities.....	11

Fund Financial Statements	
Government Funds - Balance Sheet.....	12-14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	15
Statement of Revenues, Expenditures, and Changes in Fund Balances.....	16-18
Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities.....	19

General Fund-Operational-11000	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	20-22

General Fund-Transportation-13000	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	23

General Fund-Instructional Material-14000	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	24

Title I-24101	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	25

Entitlement IDEA B-24106	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	26

Statement of Fiduciary Assets and Liabilities-Agency Funds.....	27
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Notes to Financial Statements.....	28-44
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SUPPLEMENTAL INFORMATION RELATED TO MAJOR FUNDS

Bond Building-31100
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 46

Debt Service-41000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 47

SUPPLEMENTAL INFORMATION RELATED TO NON MAJOR FUNDS

NON-MAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet..... 52-60
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance..... 61-69

Food Service-21000
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 70

Athletics-22000
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 71

Discretionary IDEA B-24107
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 72

Preschool IDEA B-24109
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 73

Enhancing Ed Thru Technology-24133
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 74

Title V-A Innovative-24150
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 75

Teacher/Principal Training-24154
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 76

Safe & Drug Free Schools-24157
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 77

Medicaid 3/21 Years-25153
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 78

Child Care Block Grant CYFD-25157
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 79

Child & Adult Food Program-25171

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Table of Contents
 For the Year Ended June 30, 2009

Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	80
REAP-25233	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	81
Technology For Education-27117	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	82
Incentives for School Improvement-27138	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	83
Beginning Teacher Mentoring-27154	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	84
Breakfast for Elementary Students-27155	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	85
Laws of New Mexico-27165	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	86
Libraries Go Bonds-27170	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	87
State Directed Activities-27200	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	88
Rural Revitalization-27503	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	89
Gear Up-28138	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	90
Coordinated Approach to Children-28140	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	91
Silver Wellness Center-29125	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	92
Public School Capital Outlay-State-31400	
Statement of Revenues, Expenditures, and Changes in Cash Balance -	

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Table of Contents
 For the Year Ended June 30, 2009

Budget and Actual (Budgetary Basis).....	93
Senate Bill Nine-31700	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	94
Education Technology-43000	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	95
OTHER SUPPLEMENTAL INFORMATION	
Activity	
Schedule of Fiduciary Assets and Liabilities-Agency Funds.....	98
Cash Reconciliations-All Funds.....	99
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i>	100-101
Findings and Responses	102

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Official Roster
June 30, 2009

BOARD OF EDUCATION

Danny Montoya	President
Joe Apodaca	Vice-President
Linda Baca	Secretary
Robert Tafoya	Member
Raughn Ramirez	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

(575) 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, and the aggregate remaining fund information of SPRINGER MUNICIPAL SCHOOLS DISTRICT NO. 2, (District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of 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, 2009, 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, 2009, 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, 2009, and the respective changes in financial position and the respective budgetary comparisons for the major debt service fund, capital projects 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 our report dated November 5, 2009, 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 the combining and individual fund financial statements and budgetary comparisons. 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'Aun Willoughby CPA PC

November 5, 2009

FINANCIAL SECTION

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Government Wide-Statement of Net Assets
 June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 790,625
Taxes Receivable	5,298
Due From Grantor	143,174
Inventory	<u>1,294</u>
Total Current Assets	<u>940,391</u>
Noncurrent Assets	
Capital Assets	10,193,197
Less: Accumulated Depreciation	<u>(4,560,540)</u>
Total Noncurrent Assets	<u>5,632,657</u>
 Total Assets	 <u>6,573,048</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	25,032
Accrued Interest	24,080
Deferred Revenue	25,506
Current Portion of Long-Term Debt	<u>130,000</u>
Total Current Liabilities	<u>204,618</u>
Noncurrent Liabilities	
Compensated Absenses	13,597
Bonds and Notes, Net	<u>1,165,965</u>
Total Noncurrent Liabilities	<u>1,179,562</u>
 Total Liabilities	 <u>1,384,180</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	4,336,692
Restricted for:	
Capital Projects	604,750
Debt Service	154,747
Unrestricted	<u>92,679</u>
Total Net Assets	<u>\$ 5,188,868</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Government Wide-Statement of Activities
 For the Year Ended June 30, 2009

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	\$ 1,814,768	\$ 29,715	\$ 195,390	\$ 0	\$ (1,589,663)
Support Services-Students	342,703	0	20,450	0	(322,253)
Support Services-Instruction	24,208	0	3,421	0	(20,787)
General Administration	194,825	0	35,578	0	(159,247)
School Administration	159,141	0	0	0	(159,141)
Central Services	70,928	0	0	0	(70,928)
Operation of Plant	463,494	0	0	0	(463,494)
Student Transportation	194,921	0	213,975	0	19,054
Food Services Operations	162,910	15,630	98,566	0	(48,714)
Interest on Long-Term Obligations	68,546	0	0	0	(68,546)
Total Governmental Activities	<u>\$ 3,496,444</u>	<u>\$ 45,345</u>	<u>\$ 567,380</u>	<u>\$ 0</u>	<u>(2,883,719)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					10,024
Property Taxes, Levied for Capital Projects					58,707
Property Taxes, Levied for Debt Service					236,853
Federal and State aid not restricted to specific purpose					
General					2,473,010
Capital					120,310
Interest and investment earnings					5,022
Miscellaneous					55,421
Subtotal, General Revenues					<u>2,959,347</u>
Change in Net Assets					<u>75,628</u>
Net Assets - beginning					5,130,539
Restatement					<u>(17,299)</u>
Restated Beginning Net Assets					<u>5,113,240</u>
Net Assets - ending					<u>\$ 5,188,868</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, 2009

	General Fund		
	Operational	Transportation	Instructional
	Fund 11000	Fund 13000	Materials Fund 14000
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	149	0	0
Due From Grantor	0	0	0
Interfund Balances	70,222	51,262	8,953
Inventory	0	0	0
Total Assets	<u>\$ 70,371</u>	<u>\$ 51,262</u>	<u>\$ 8,953</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 12,256	\$ 369	\$ 530
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>12,256</u>	<u>369</u>	<u>530</u>
Fund Balances			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated, reported in:			
General Fund	58,115	50,893	8,423
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>58,115</u>	<u>50,893</u>	<u>8,423</u>
Total Liabilities and Fund Balances	<u>\$ 70,371</u>	<u>\$ 51,262</u>	<u>\$ 8,953</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, 2009

	Title I 24101	Entitlement IDEA B 24106	Bond Building 31100
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 587,251
Receivables			
Taxes	0	0	0
Due From Grantor	52,798	30,894	0
Interfund Balances	0	0	17,499
Inventory	0	0	0
Total Assets	<u>\$ 52,798</u>	<u>\$ 30,894</u>	<u>\$ 604,750</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 80	\$ 1,795	\$ 0
Interfund Balances	52,718	29,099	0
Deferred Revenue	0	0	0
Total Liabilities	<u>52,798</u>	<u>30,894</u>	<u>0</u>
Fund Balances			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	604,750
Debt Service	0	0	0
Unreserved, Undesignated, reported in:			
General Fund	0	0	0
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>604,750</u>
Total Liabilities and Fund Balances	<u>\$ 52,798</u>	<u>\$ 30,894</u>	<u>\$ 604,750</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, 2009

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 170,795	\$ 32,579	\$ 790,625
Receivables			
Taxes	2,952	2,197	5,298
Due From Grantor	0	59,482	143,174
Interfund Balances	0	0	147,936
Inventory	0	1,294	1,294
Total Assets	<u>\$ 173,747</u>	<u>\$ 95,552</u>	<u>\$ 1,088,327</u>
 LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 10,002	\$ 25,032
Interfund Balances	0	66,119	147,936
Deferred Revenue	19,000	6,506	25,506
Total Liabilities	<u>19,000</u>	<u>82,627</u>	<u>198,474</u>
 Fund Balances			
Reserved for:			
Inventory	0	1,294	1,294
Capital Projects	0	0	604,750
Debt Service	154,747	5,436	160,183
Unreserved, Undesignated, reported in:			
General Fund	0	0	117,431
Special Revenue Funds	0	19,184	19,184
Capital Projects	0	(12,989)	(12,989)
Total Fund Balances	<u>154,747</u>	<u>12,925</u>	<u>889,853</u>
 Total Liabilities and Fund Balances	 <u>\$ 173,747</u>	 <u>\$ 95,552</u>	 <u>\$ 1,088,327</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, 2009

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

Total Fund Balance - Governmental Funds	\$	889,853
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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	\$	10,193,197	
Accumulated depreciation is		<u>(4,560,540)</u>	5,632,657

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	(1,385,000)	
Issue Costs	95,954	
Accumulated Amortization	(6,919)	
Accrued interest on bonds	(24,080)	
Compensated Absences	<u>(13,597)</u>	<u>(1,333,642)</u>

Total net assets - governmental activities	\$	<u><u>5,188,868</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, 2009

	General Fund		
	Operational	Transportation	Instructional
	Fund 11000	Fund 13000	Materials Fund 14000
Revenues			
Property Taxes	\$ 10,024	\$ 0	\$ 0
Investment Income	5,022	0	0
Fees	2,709	0	0
State & Local Grants	2,468,260	213,975	17,995
Federal Grants	4,750	0	0
Miscellaneous	51,309	0	0
Total Revenues	<u>2,542,074</u>	<u>213,975</u>	<u>17,995</u>
Expenditures			
Current			
Instruction	1,353,583	0	14,540
Support Services-Students	322,387	0	0
Support Services-Instruction	19,040	0	1,073
Support Services-General Administration	158,505	0	0
Support Services-School Administration	159,141	0	0
Central Services	71,426	0	0
Operation and Maintenance of Plant	383,165	0	0
Student Transportation	0	194,986	0
Food Services	46,201	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>2,513,448</u>	<u>194,986</u>	<u>15,613</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>28,626</u>	<u>18,989</u>	<u>2,382</u>
Other Sources			
Bond Proceeds	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	<u>28,626</u>	<u>18,989</u>	<u>2,382</u>
Fund Balances at Beginning of Year	29,489	31,904	6,041
Restatement		0	0
Restated Beginning Fund Balance	<u>29,489</u>	<u>31,904</u>	<u>6,041</u>
Fund Balance End of Year	<u>\$ 58,115</u>	<u>\$ 50,893</u>	<u>8,423</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, 2009

	Title I 24101	Entitlement IDEA B 24106	Bond Building 31100
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	84,805	63,540	0
Miscellaneous	0	0	0
Total Revenues	<u>84,805</u>	<u>63,540</u>	<u>0</u>
Expenditures			
Current			
Instruction	82,043	6,853	0
Support Services-Students	0	20,450	0
Support Services-Instruction	2,412	1,009	0
Support Services-General Administration	350	35,228	0
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
Capital Outlay	0	0	299,296
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	95,954
Total Expenditures	<u>84,805</u>	<u>63,540</u>	<u>395,250</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>(395,250)</u>
Other Sources			
Bond Proceeds	0	0	1,000,000
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,000,000</u>
Net Change in Fund Balance	<u>0</u>	<u>0</u>	<u>604,750</u>
Fund Balances at Beginning of Year	0	0	10,000
Restatement	0	0	(10,000)
Restated Beginning Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>604,750</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, 2009

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$ 169,259	\$ 126,301	\$ 305,584
Investment Income	0	0	5,022
Fees	0	42,636	45,345
State & Local Grants	0	163,286	2,863,516
Federal Grants	0	144,089	297,184
Miscellaneous	0	4,112	55,421
Total Revenues	<u>169,259</u>	<u>480,424</u>	<u>3,572,072</u>
Expenditures			
Current			
Instruction	0	120,383	1,577,402
Support Services-Students	0	0	342,837
Support Services-Instruction	0	674	24,208
Support Services-General Administration	1,693	587	196,363
Support Services-School Administration	0	0	159,141
Central Services	0	0	71,426
Operation and Maintenance of Plant	0	81,796	464,961
Student Transportation	0	0	194,986
Food Services	0	116,709	162,910
Capital Outlay	0	109,288	408,584
Debt Service			
Principal	125,000	65,000	190,000
Interest	40,845	2,002	42,847
Bond Issue Costs	0	0	95,954
Total Expenditures	<u>167,538</u>	<u>496,439</u>	<u>3,931,619</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,721</u>	<u>(16,015)</u>	<u>(359,547)</u>
Other Sources			
Bond Proceeds	0	0	1,000,000
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,000,000</u>
Net Change in Fund Balance	<u>1,721</u>	<u>(16,015)</u>	<u>640,453</u>
Fund Balances at Beginning of Year	153,026	28,940	259,400
Restatement	0	0	(10,000)
Restated Beginning Fund Balance	<u>153,026</u>	<u>28,940</u>	<u>249,400</u>
Fund Balance End of Year	<u>154,747</u>	<u>12,925</u>	<u>889,853</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, 2009

Net Change in Fund Balance-Governmental Funds \$ 640,453

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

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	\$ (237,366)	
Capital Outlays	<u>408,584</u>	171,218

Proceeds from bond issues are recognized as revenue in the Statement of Revenues, Expenditures and Changes in Fund Balances but are recognized as long term debt on the Statement of (1,000,000)

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds.

Bond Issue Costs	95,954	
Amortized Bond Issue Costs	<u>(6,919)</u>	89,035

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	190,000	
Accrued interest on bonds	<u>(18,780)</u>	171,220

Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 3,702

Changes in Net Assets of Governmental Activities \$ 75,628

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 9,596	\$ 9,596	\$ 10,028	\$ 432
Investment Income	10,000	10,000	5,022	(4,978)
Fees	0	0	2,709	2,709
State Grant	2,216,122	2,468,260	2,468,260	0
Federal Grant	0	0	4,750	4,750
Miscellaneous	350	34,545	51,309	16,764
Total Revenues	2,236,068	2,522,401	2,542,078	19,677
Expenditures				
Instruction				
Personnel Services	852,710	886,214	886,214	0
Employee Benefits	278,465	282,903	282,903	0
Professional & Tech Services	12,000	23,135	22,141	994
Other Purchased Services	101,169	115,856	115,856	0
Supplies	20,141	46,070	41,334	4,736
Total Instruction	1,264,485	1,354,178	1,348,448	5,730
Support Services-Students				
Personnel Services	231,850	245,402	245,401	1
Employee Benefits	68,485	75,450	73,716	1,734
Professional & Tech Services	11,000	2,728	2,727	1
Other Purchased Services	1,000	145	45	100
Supplies	1,700	2,810	938	1,872
Total Support Services-Students	314,035	326,535	322,827	3,708
Support Services-Instruction				
Personnel Services	13,000	12,038	12,038	0
Employee Benefits	11,781	11,781	6,499	5,282
Supplies	500	1,462	502	960
Total Support Services-	25,281	25,281	19,039	6,242
Support Services-General Administration				
Personnel Services	91,800	91,800	91,800	0
Employee Benefits	26,609	26,299	25,969	330
Professional & Tech Services	31,228	32,949	32,931	18
Other Purchased Services	6,500	9,885	8,936	949
Supplies	1,350	1,611	1,396	215
Total Support Services-General Administration	\$ 157,487	\$ 162,544	\$ 161,032	\$ 1,512
Support Services-School Administration				
Personnel Services	\$ 82,049	\$ 125,542	\$ 125,542	\$ 0

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Employee Benefits	21,323	33,322	32,459	863
Other Purchased Services	600	1,299	1,139	160
Supplies	500	500	0	500
Total Support Services-School Administration	<u>104,472</u>	<u>160,663</u>	<u>159,140</u>	<u>1,523</u>
Central Services				
Personnel Services	45,388	45,388	45,388	0
Employee Benefits	10,200	19,097	18,373	724
Professional & Tech Services	250	7,750	4,783	2,967
Other Purchased Services	1,000	2,500	1,772	728
Supplies	1,300	1,300	1,110	190
Total Central Services	<u>58,138</u>	<u>76,035</u>	<u>71,426</u>	<u>4,609</u>
Operation & Maintenance of Plant				
Personnel Services	87,550	87,550	87,548	2
Employee Benefits	33,517	39,466	38,162	1,304
Professional & Tech Services	350	350	345	5
Purchased Property Services	49,000	150,243	150,243	0
Other Purchased Services	107,500	107,807	98,943	8,864
Supplies	6,982	6,982	2,813	4,169
Supply Assets	0	6,537	6,536	1
Total Operation & Maintenance of Plant	<u>284,899</u>	<u>398,935</u>	<u>384,590</u>	<u>14,345</u>
Food Service Operations				
Personnel Services	5,029	5,529	5,273	256
Employee Benefits	4,911	4,943	4,846	97
Other Purchased Services	0	500	301	199
Supplies	47,964	46,932	36,081	10,851
Total Food Service Operations	<u>57,904</u>	<u>57,904</u>	<u>46,501</u>	<u>11,403</u>
Total Expenditures	<u>2,266,701</u>	<u>2,562,075</u>	<u>2,513,003</u>	<u>49,072</u>
Excess (Deficiency) of Revenues Over Expenditures	(30,633)	(39,674)	29,075	68,749
Cash Balance Beginning of Year	<u>41,147</u>	<u>41,147</u>	<u>41,147</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 10,514</u>	<u>\$ 1,473</u>	<u>\$ 70,222</u>	<u>\$ 68,749</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 29,075	
Net Change in Taxes Receivable			(4)	

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, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary</u>	<u>with Final</u>
			<u>Basis)</u>	<u>Budget-</u>
				<u>Over (Under)</u>
Net Change in Accounts Payable			<u>(445)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 28,626</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 205,284	\$ 213,975	\$ 213,975	\$ 0
Total Revenues	<u>205,284</u>	<u>213,975</u>	<u>213,975</u>	<u>0</u>
Expenditures				
Student Transportation				
Personnel Services	65,308	60,732	59,112	1,620
Employee Benefits	45,019	45,019	40,156	4,863
Professional & Tech Services	6,000	6,000	3,756	2,244
Purchased Property Services	24,000	42,113	38,696	3,417
Other Purchased Services	34,647	39,525	36,686	2,839
Supplies	<u>29,310</u>	<u>20,586</u>	<u>18,020</u>	<u>2,566</u>
Total Student Transportation	<u>204,284</u>	<u>213,975</u>	<u>196,426</u>	<u>17,549</u>
Total Expenditures	<u>204,284</u>	<u>213,975</u>	<u>196,426</u>	<u>17,549</u>
Excess (Deficiency) of Revenues Over Expenditures	1,000	0	17,549	17,549
Cash Balance Beginning of Year	<u>33,713</u>	<u>33,713</u>	<u>33,713</u>	<u>0</u>
Cash Balance End of Year	\$ <u>34,713</u>	\$ <u>33,713</u>	\$ <u>51,262</u>	\$ <u>17,549</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 17,549	
Net change in Accounts Payable			<u>1,440</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>18,989</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 17,995	\$ 17,995	\$ 17,995	\$ 0
Total Revenues	<u>17,995</u>	<u>17,995</u>	<u>17,995</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>16,922</u>	<u>16,922</u>	<u>14,010</u>	<u>2,912</u>
Total Instruction	<u>16,922</u>	<u>16,922</u>	<u>14,010</u>	<u>2,912</u>
Support Services-Instruction				
Supplies	<u>1,073</u>	<u>1,073</u>	<u>1,073</u>	<u>0</u>
Total Support Services-Instruction	<u>1,073</u>	<u>1,073</u>	<u>1,073</u>	<u>0</u>
Total Expenditures	<u>17,995</u>	<u>17,995</u>	<u>15,083</u>	<u>2,912</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,912	2,912
Cash Balance Beginning of Year	<u>6,041</u>	<u>6,041</u>	<u>6,041</u>	<u>0</u>
Cash Balance End of Year	\$ <u>6,041</u>	\$ <u>6,041</u>	\$ <u>8,953</u>	\$ <u>2,912</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,912	
Net Change in Accounts Payable			<u>(530)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>2,382</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 149,349	\$ 142,185	\$ 81,857	\$ (60,328)
Total Revenues	<u>149,349</u>	<u>142,185</u>	<u>81,857</u>	<u>(60,328)</u>
Expenditures				
Instruction				
Personnel Services	61,377	48,700	47,199	1,501
Employee Benefits	24,258	24,258	19,194	5,064
Professional & Tech Services	0	1,076	1,076	0
Other Purchased Services	800	671	253	418
Supplies	9,955	14,704	14,544	160
Total Instruction	<u>96,390</u>	<u>89,409</u>	<u>82,266</u>	<u>7,143</u>
Support Services- Instruction				
Personnel Services	2,000	2,000	2,000	0
Employee Benefits	412	412	412	0
Total Support Services-Instruction	<u>2,412</u>	<u>2,412</u>	<u>2,412</u>	<u>0</u>
Support Services-General Administration				
Professional & Tech Services	1,000	817	350	467
Total Support Services-General Administration	<u>1,000</u>	<u>817</u>	<u>350</u>	<u>467</u>
Total Expenditures	<u>99,802</u>	<u>92,638</u>	<u>85,028</u>	<u>7,610</u>
Excess (Deficiency) of Revenues Over Expenditures	49,547	49,547	(3,171)	(52,718)
Cash Balance Beginning of Year	<u>(49,547)</u>	<u>(49,547)</u>	<u>(49,547)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(52,718)</u>	\$ <u>(52,718)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,171)	
Net change in Due from Grantor			2,949	
Net change in Accounts Payable			222	
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-ENTITLEMENT IDEA B-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 68,385	\$ 83,176	\$ 38,256	\$ (44,920)
Total Revenues	<u>68,385</u>	<u>83,176</u>	<u>38,256</u>	<u>(44,920)</u>
Expenditures				
Instruction				
Professional & Tech Services	1,000	817	410	407
Purchased Services	6,000	3,286	2,519	767
Supplies	1,000	14,931	2,129	12,802
Total Instruction	<u>8,000</u>	<u>19,034</u>	<u>5,058</u>	<u>13,976</u>
Support Services-Students				
Personnel Services	12,875	12,875	12,875	0
Employee Benefits	4,144	4,144	4,046	98
Professional & Tech Services	500	2,600	2,315	285
Other Purchased Services	250	1,000	522	478
Supplies	0	1,000	692	308
Total Instruction	<u>17,769</u>	<u>21,619</u>	<u>20,450</u>	<u>1,169</u>
Support Services-Instruction				
Other Purchased Services	750	1,245	1,009	236
Total Support Services-Instruction	<u>750</u>	<u>1,245</u>	<u>1,009</u>	<u>236</u>
Support Services-General Administration				
Personnel Services	26,663	26,663	26,507	156
Employee Benefits	9,593	9,005	8,721	284
Total Support Services-General Administration	<u>36,256</u>	<u>35,668</u>	<u>35,228</u>	<u>440</u>
Total Expenditures	<u>62,775</u>	<u>77,566</u>	<u>61,745</u>	<u>15,821</u>
Excess (Deficiency) of Revenues Over Expenditures	5,610	5,610	(23,489)	(29,099)
Cash Balance Beginning of Year	<u>(5,610)</u>	<u>(5,610)</u>	<u>(5,610)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(29,099)</u>	\$ <u>(29,099)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (23,489)	
Net change in Due from Grantor			25,284	
Net change in Accounts Payable			(1,795)	
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, 2009

	<u>Agency Funds</u>
Assets	
Cash in Banks	\$ 114,963
Investments	<u>117,732</u>
Total Assets	<u><u>\$ 232,695</u></u>
Liabilities	
Deposits Held for Others	\$ <u>232,695</u>
Total Liabilities	<u><u>\$ 232,695</u></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.

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.

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.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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.

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.

Bond Building (31100)

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

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.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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 provider's 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.

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:

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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.
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.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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

(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.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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.

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 purposes.

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

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.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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.

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		Type
	Per Bank	Reconciled	
<u>Name of Account</u>	<u>06-30-09</u>	<u>Balance</u>	
Springer School	9,587	9,587	Savings
A C Elizabeth Arellano Scholarship	16,651	16,651	Savings
TOTAL Deposited	26,238	\$ 26,238	
Less: FDIC Coverage	(26,238)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	\$ 0		

International Bank	Balance		Type
	Per Bank	Reconciled	
<u>Name of Account</u>	<u>06-30-09</u>	<u>Balance</u>	
General Operations	\$ 80,000	\$ 80,000	Checking
Springer Municipal Schools	880,000	731,204	Checking
Insurance Clearing Account	68,146	68,146	Checking
TOTAL Deposited	1,028,146	\$ 879,350	
Less: FDIC Coverage	(1,028,146)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	250,000		
Over (Under) requirement	\$ 250,000		

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, 2009

Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 1,054,384
Collateralized:	
Collateral held by the pledging bank in District's name	0
Over insured or over collateralized	0
Total Deposits	<u>\$ 1,054,384</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, 2009 none of the District's bank balance of \$1,054,384 was exposed to custodial credit risk.

Investments

Account Name: Spinger School District-Sim Brown Scholarship Fund

Type of Investment:	Balance 6/30/2009
Domestic Equity	<u>\$ 22,549</u>
US Large Cap Equity	24,464
US Small/Mid Cap Equity	
Non-US Equity	
Non-US Developed Markets Equity	22,543
Non-US Emerging Markets Equity	24,507
Bonds	
US Core Bonds	<u>23,669</u>
	<u>\$ 117,732</u>

Broker: New Mexico State Investment Council

Calculation of the net decrease in the fair value of investments during the year:

Fair value at June 30, 2009	\$ 117,732
Add Investment earning	4,119
Fees Charges	(189)
Less Distribution	(5,800)
Less Fair Value June 30, 2008	<u>(162,601)</u>
Decrease in fair value of investments	<u>\$ (46,739)</u>

GASB Statement No. 40, Deposit and Investment Risk Disclosures, relates to how deposits and investments are reported in the annual financial statements of governmental entities. GASB Statement No. 40 disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit risk (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk. The State Treasurer's Office provides the following information regarding the LGIP:

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

1. With respect to credit risk, the LGIP, a government investment pool, is rated AAAM by Standard & Poor's. Therefore, the LGIP reports AAAM for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.

2. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure.

3. GASB Statement No. 40 defines interest rate risk as the risk that interest rate variations may adversely affect the fair value of an investment. According to GASB Statement No. 40, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at www.stonm.org. As of June 30, 2009, the LGIP WAM is 43 days.

4. Finally, with respect to foreign currency risk, all investments in the LGIP are in U.S. dollar denominated assets. Therefore, the LGIP has no foreign currency risk.

NOTE C: INTERFUND BALANCES

Interfund Balances year ending June 30, 2009 were as follows:

Loans From:		Loans To:		
		Title I	Entitlement IDEA B	Other Governmental Funds
Operational	\$ 70,222	52,798	17,424	0
Transportation	51,262	0	11,675	39,587
Instructional Materials	8,953	0	0	8,953
Bond Building	17,499	0	0	17,499
	<u>147,936</u>	<u>52,718</u>	<u>29,099</u>	<u>66,119</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, 2009:

	General	Debt Service	Other Governmental Funds Total	Total
Property Taxes Receivable:				
Available	\$ 149	\$ 2,952	\$ 2,197	\$ 5,298
Unavailable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Property Taxes	<u>\$ 149</u>	<u>\$ 2,952</u>	<u>\$ 2,197</u>	<u>\$ 5,298</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

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, 2009:

	<u>Total</u>
Federal	\$ 6,506
State Revenues	19,000
TOTAL Deferred Revenues	<u>\$ 25,506</u>

NOTE F: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2009, is as follows:

	<u>Balance 6/30/08</u>	<u>Additions</u>	<u>Adjustments</u>	<u>Balance 6/30/09</u>
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	9,127,406	35,873	0	9,163,279
Equipment, Vehicles, Information	671,807	372,712	(22,726)	1,021,793
Total Capital Assets, being Depreciated	<u>9,799,213</u>	<u>408,585</u>	<u>(22,726)</u>	<u>10,207,798</u>
Total Capital Assets	<u>\$ 9,807,339</u>	<u>\$ 408,585</u>	<u>\$ (22,726)</u>	<u>\$ 10,193,198</u>
Less Accumulated Depreciation				
Buildings & Improvements	\$ 3,889,879	\$ 181,994	\$ 0	\$ 4,071,873
Equipment, Vehicles, Information	456,021	55,372	(22,726)	488,667
Total Accumulated Depreciation	<u>4,345,900</u>	<u>237,366</u>	<u>(22,726)</u>	<u>4,583,266</u>
Capital Assets, net	<u>\$ 5,461,439</u>	<u>\$ 171,219</u>	<u>\$ 0</u>	<u>\$ 5,632,658</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 237,366
Total depreciation expenses	<u>\$ 237,366</u>

NOTE G: LONG TERM DEBT

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

	<u>Balance 6/30/08</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 6/30/09</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 575,000	\$ 1,000,000	\$ 190,000	\$ 1,385,000	\$ 130,000
Total Bonds	<u>575,000</u>	<u>1,000,000</u>	<u>190,000</u>	<u>1,385,000</u>	<u>130,000</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

Other Liabilities					
Compensated					
Absences	<u>17,299</u>	<u>15,576</u>	<u>19,278</u>	<u>13,597</u>	<u>0</u>
Total Other					
Liabilities	<u>17,299</u>	<u>15,576</u>	<u>19,278</u>	<u>13,597</u>	<u>0</u>
Long-Term					
Liabilities	<u>\$ 592,299</u>	<u>\$ 1,015,576</u>	<u>\$ 209,278</u>	<u>\$ 1,398,597</u>	<u>\$ 130,000</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.

Above Balance of Long-Term Debts	\$ 1,385,000
Issue Costs	(95,954)
Accumulated Amortization	6,919
Statement of Net Assets	<u>\$ 1,295,965</u>
Long-Term Per Government Wide Financial Statements	\$ 1,165,965
Current Portion	130,000
Statement of Net Assets	<u>\$ 1,295,965</u>

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.

<u>Series</u>	<u>Date of Issue</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Balance</u>
2000	04/15/00	225,000	5.20%	\$ 175,000
2001	09/01/01	215,000	4.3%-4.8%	115,000
2002	10/01/02	185,000	3%-4.75%	95,000
2008	05/15/08	500,000	3%-5%	500,000
2009	06/15/09	500,000	3.5%-4.25%	500,000
				<u>\$ 1,385,000</u>

The annual requirements to amortize all of the general obligation bonds as of June 30, 2009, including interest payments are as follows:

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2009

	Principal	Interest	Total
2010	\$ 130,000	\$ 63,753	\$ 193,753
2011	190,000	47,086	237,086
2012	145,000	39,903	184,903
2013	145,000	34,494	179,494
2014	175,000	28,875	203,875
2015-2018	600,000	53,150	653,150
	<u>\$ 1,385,000</u>	<u>\$ 267,261</u>	<u>\$ 1,652,261</u>

NOTE H: COMMITMENTS

The District will spend \$600,000 for major capital repairs in the next fiscal year.

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 7.9% of their gross salary. The District is required to contribute 11.65% of the gross covered salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the 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, 2009, 2008, and 2007, were \$321,640, \$304,967, and \$294,204 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, 2009, 2008 and 2007 were \$32,330, \$32,190 and \$32,421, 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

- 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 \$69,047. 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.

NOTE O: RESTATEMENTS

The Net Assets were restated for compensated absences of \$(17,299). The District approved a new policy in this fiscal year to pay for vacation time earned upon termination. Credit for the vacation time earned at the beginning of the year was given to the employees.

Both the Net Assets and Fund Balance were restated for the good faith deposit of \$10,000 paid in the previous year. The deposit should have been shown as a liability on the prior years financial statements but instead was included in revenue increasing net assets and fund balance.

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Bond Proceeds	\$ 990,000	\$ 990,000	\$ 990,000	\$ 0
Total Revenues	<u>990,000</u>	<u>990,000</u>	<u>990,000</u>	<u>0</u>
Expenditures				
Debt Service				
Bond Issue Cost	<u>0</u>	<u>96,069</u>	<u>95,954</u>	<u>115</u>
Total Debt Service	<u>0</u>	<u>96,069</u>	<u>95,954</u>	<u>115</u>
Capital Outlay				
Property	<u>500,000</u>	<u>903,931</u>	<u>299,296</u>	<u>604,635</u>
Total Capital Outlay	<u>500,000</u>	<u>903,931</u>	<u>299,296</u>	<u>604,635</u>
Total Expenditures	<u>500,000</u>	<u>#####</u>	<u>395,250</u>	<u>604,750</u>
Excess (Deficiency) of Revenues Over Expenditures	490,000	(10,000)	594,750	604,750
Cash Balance Beginning of Year	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 500,000</u>	<u>\$ 0</u>	<u>\$ 604,750</u>	<u>\$ 604,750</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 594,750	
Net change in Fund Balance			<u>10,000</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 604,750</u>	

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

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 145,845	\$ 146,845	\$ 169,307	\$ 22,462
Total Revenues	<u>145,845</u>	<u>146,845</u>	<u>169,307</u>	<u>22,462</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	<u>1,469</u>	<u>1,693</u>	<u>1,693</u>	<u>0</u>
Total Support Services-General Administration	<u>1,469</u>	<u>1,693</u>	<u>1,693</u>	<u>0</u>
Debt Service				
Debt Service				
Principal	125,000	125,000	125,000	0
Interest	<u>146,845</u>	<u>146,845</u>	<u>21,845</u>	<u>125,000</u>
Total Debt Service	<u>271,845</u>	<u>271,845</u>	<u>146,845</u>	<u>125,000</u>
Total Expenditures	<u>273,314</u>	<u>273,538</u>	<u>148,538</u>	<u>125,000</u>
Excess (Deficiency) of Revenues Over Expenditures	(127,469)	(126,693)	20,769	147,462
Cash Balance Beginning of Year	<u>150,026</u>	<u>150,026</u>	<u>150,026</u>	<u>0</u>
Cash Balance End of Year	\$ <u>22,557</u>	\$ <u>23,333</u>	\$ <u>170,795</u>	\$ <u>147,462</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 20,769	
Net change in Taxes Receivable			(48)	
Net change in Deferred Taxes			<u>(19,000)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>1,721</u>	

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

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

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).

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 Ed Thru 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.

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).

NONMAJOR SPECIAL REVENUE FUNDS

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.

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.

Libraries GO Bonds (27170). To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

State Directed Activities (27200). To account for funds received from the New Mexico Public Education Department for the support and direct services, including technical assistance, preparation and professional development and training. To support capacity building activities and improve the delivery of services by local agencies to improve results for children with disabilities. The fund was

Rural Revitalization (27503). To account for revenues and expenditures from a state grant for discovery, development, and the use of resources of the community as part of the educational facilities of the school. 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.

NONMAJOR SPECIAL REVENUE FUNDS

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.

NONMAJOR CAPITAL PROJECTS FUNDS

Public School 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.

NONMAJOR DEBT SERVICE FUND

Education Technoogy (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 SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Food Service 21000	Athletics 22000	Discretionary IDEA B 24107
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 52	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	6,755	0	0
Inventory	1,294	0	0
Total Assets	<u>\$ 8,049</u>	<u>\$ 52</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 1,546	\$ 0
Interfund Balances	4,919	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>4,919</u>	<u>1,546</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	1,294	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	1,836	(1,494)	0
Total Fund Balances	<u>3,130</u>	<u>(1,494)</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 8,049</u>	<u>\$ 52</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 FUNDS
Combining Balance Sheet
June 30, 2009

	Preschool IDEA B 24109	Enhancing Ed Thru Technology 24133	Title V-A Innovative 24150
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 403	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	395
Inventory	0	0	0
Total Assets	<u>\$ 403</u>	<u>\$ 0</u>	<u>\$ 395</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	395
Deferred Revenue	403	0	0
Total Liabilities	<u>403</u>	<u>0</u>	<u>395</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 403</u>	<u>\$ 0</u>	<u>\$ 395</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Teacher/ Principal Training 24154	Safe & Drug Free Schools 24157	Medicaid 3/21 Years 25153
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 10,738
Receivables			
Taxes	0	0	0
Due From Grantor	18,686	0	0
Inventory	0	0	0
Total Assets	<u>\$ 18,686</u>	<u>\$ 0</u>	<u>\$ 10,738</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 3,734	\$ 0	\$ 0
Interfund Balances	14,952	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>18,686</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	10,738
Total Fund Balances	<u>0</u>	<u>0</u>	<u>10,738</u>
Total Liabilities and Fund Balance	<u>\$ 18,686</u>	<u>\$ 0</u>	<u>\$ 10,738</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Child Care Block Grant CYFD 25157	Child & Adult Food Program 25171	REAP 25233
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 2,994	\$ 3,109	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 2,994</u>	<u>\$ 3,109</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	2,994	3,109	0
Total Liabilities	<u>2,994</u>	<u>3,109</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 2,994</u>	<u>\$ 3,109</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 FUNDS
Combining Balance Sheet
June 30, 2009

	Technology For Education 27117	Incentives For School Improvement 27138	Beginning Teacher Mentoring 27154
ASSETS			
Cash and Cash Equivalents	\$ 4,121	\$ 5,672	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 4,121</u>	<u>\$ 5,672</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 2,917	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>2,917</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	1,204	5,672	0
Total Fund Balances	<u>1,204</u>	<u>5,672</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 4,121</u>	<u>\$ 5,672</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 FUNDS
Combining Balance Sheet
June 30, 2009

	Breakfast for Elementary Students 27155	Laws of New Mexico 27165	Libraries Go Bonds 27170
	<u>27155</u>	<u>27165</u>	<u>27170</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	11,332	12,314
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 11,332</u>	<u>\$ 12,314</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	11,332	12,314
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>11,332</u>	<u>12,314</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 11,332</u>	<u>\$ 12,314</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	State Directed Activities 27200	Rural Revitalization 27503	Gear Up 28138
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes			0
Due From Grantor	0	10,000	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 10,000</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	10,000	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>10,000</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 10,000</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 FUNDS
Combining Balance Sheet
June 30, 2009

	Coordinated Approach to Children 28140	Silver Wellness Center 29125	Public School Capital Outlay-State 31400
ASSETS			
Cash and Cash Equivalents	\$ 5	\$ 1,223	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 5</u>	<u>\$ 1,223</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Reserved for:			
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unreserved, Undesignated, reported in:			
Special Revenue Funds	5	1,223	0
Total Fund Balances	<u>5</u>	<u>1,223</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 5</u>	<u>\$ 1,223</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 FUNDS
Combining Balance Sheet
June 30, 2009

	<u>Debt Service</u>		
	Senate Bill Nine 31700	Education Technology 43000	Total
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 4,262	\$ 32,579
Receivables			
Taxes	1,023	1,174	2,197
Due From Grantor	0	0	59,482
Inventory	0	0	1,294
Total Assets	<u>\$ 1,023</u>	<u>\$ 5,436</u>	<u>\$ 95,552</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 1,805	\$ 0	\$ 10,002
Interfund Balances	12,207	0	66,119
Deferred Revenue	0	0	6,506
Total Liabilities	<u>14,012</u>	<u>0</u>	<u>82,627</u>
Fund Balance			
Reserved for Inventory	0	0	1,294
Reserved for:			
Capital Projects	(12,989)	0	(12,989)
Retirement of Long-Term Debt	0	5,436	5,436
Unreserved, Undesignated, reported in:			
Special Revenue Funds	0	0	19,184
Total Fund Balances	<u>(12,989)</u>	<u>5,436</u>	<u>12,925</u>
Total Liabilities and Fund Balance	<u>\$ 1,023</u>	<u>\$ 5,436</u>	<u>\$ 95,552</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Food Service 21000	Athletics 22000	Discretionary IDEA B 24107
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	15,630	27,006	0
State & Local Grants	0	0	0
Federal Grants	96,730	0	3,626
Miscellaneous	0	200	0
Total Revenues	<u>112,360</u>	<u>27,206</u>	<u>3,626</u>
Expenditures			
Current			
Instruction	0	31,520	3,626
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	114,873	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>114,873</u>	<u>31,520</u>	<u>3,626</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,513)	(4,314)	0
Fund Balances at Beginning of Year	<u>5,643</u>	<u>2,820</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 3,130</u>	<u>\$ (1,494)</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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Preschool IDEA B 24109	Enhancing Ed Thru Technology 24133	Title V-A Innovative 24150
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	1,881	0	0
Miscellaneous	0	0	0
Total Revenues	<u>1,881</u>	<u>0</u>	<u>0</u>
Expenditures			
Current			
Instruction	1,881	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>1,881</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Teacher/ Principal Training <u>24154</u>	Safe & Drug Free Schools <u>24157</u>	Medicaid 3/21 Years <u>25153</u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	40,438	1,183	0
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>40,438</u>	<u>1,183</u>	<u>0</u>
Expenditures			
Current			
Instruction	40,438	1,183	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>40,438</u>	<u>1,183</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>10,738</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,738</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Child Care Block Grant CYFD <u>25157</u>	Child & Adult Food Program <u>25171</u>	REAP <u>25233</u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	0	0	231
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>0</u>	<u>0</u>	<u>231</u>
Expenditures			
Current			
Instruction	0	0	231
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>231</u>
Excess (Deficiency) of Revenues Over Expenditures	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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Technology For Education <u>27117</u>	Incentives For School Improvement <u>27138</u>	Beginning Teacher Mentoring <u>27154</u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	4,050	0	1,003
Federal Grants	0	0	0
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>4,050</u>	<u>0</u>	<u>1,003</u>
Expenditures			
Current			
Instruction	4,185	829	1,003
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>4,185</u>	<u>829</u>	<u>1,003</u>
Excess (Deficiency) of Revenues Over Expenditures	(135)	(829)	0
Fund Balances at Beginning of Year	<u>1,339</u>	<u>6,501</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,204</u>	<u>\$ 5,672</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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Breakfast for Elementary Students <u>27155</u>	Laws of New Mexico <u>27165</u>	Libraries Go Bonds <u>27170</u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	1,836	423	12,314
Federal Grants	0	0	0
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>1,836</u>	<u>423</u>	<u>12,314</u>
Expenditures			
Current			
Instruction	0	423	12,314
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	1,836	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>1,836</u>	<u>423</u>	<u>12,314</u>
Excess (Deficiency) of Revenues Over Expenditures	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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	State Directed Activities <u>27200</u>	Rural Revitalization <u>27503</u>	Gear Up <u>28138</u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	12,750	10,000	0
Federal Grants	0	0	0
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>12,750</u>	<u>10,000</u>	<u>0</u>
Expenditures			
Current			
Instruction	12,750	10,000	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>12,750</u>	<u>10,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Coordinated Approach to Children 28140	Silver Wellness Center 29125	<u>Capital Projects</u> Public School Capital Outlay-State 31400
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	600	109,278
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>600</u>	<u>109,278</u>
Expenditures			
Current			
Instruction	0	0	0
Support Services-Instructions	0	0	0
Support Services-General Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Food Services Operations	0	0	0
Capital Outlay	0	0	109,288
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>109,288</u>
Excess (Deficiency) of Revenues Over Expenditures	0	600	(10)
Fund Balances at Beginning of Year	<u>5</u>	<u>623</u>	<u>10</u>
Fund Balance End of Year	<u>\$ 5</u>	<u>\$ 1,223</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 FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	<u>Capital Projects</u>	<u>Debt Service</u>	
	Senate Bill Nine 31700	Education Technology 43000	Total
Revenues			
Property Taxes	\$ 58,707	\$ 67,594	\$ 126,301
Fees	0	0	42,636
State & Local Grants	11,032	0	163,286
Federal Grants	0	0	144,089
Miscellaneous	3,912	0	4,112
Total Revenues	<u>73,651</u>	<u>67,594</u>	<u>480,424</u>
Expenditures			
Current			
Instruction	0	0	120,383
Support Services-Instructions	0	674	674
Support Services-General Administration	587	0	587
Operation and Maintenance of Plant	81,796	0	81,796
Food Services Operations	0	0	116,709
Capital Outlay	0	0	109,288
Debt Service			
Principal	0	65,000	65,000
Interest	0	2,002	2,002
Total Expenditures	<u>82,383</u>	<u>67,676</u>	<u>496,439</u>
Excess (Deficiency) of Revenues Over Expenditures	(8,732)	(82)	(16,015)
Fund Balances at Beginning of Year	<u>(4,257)</u>	<u>5,518</u>	<u>28,940</u>
Fund Balance End of Year	<u>\$ (12,989)</u>	<u>\$ 5,436</u>	<u>\$ 12,925</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 12,500	\$ 15,095	\$ 15,630	\$ 535
Federal Grants	80,000	89,566	82,277	(7,289)
Total Revenues	<u>92,500</u>	<u>104,661</u>	<u>97,907</u>	<u>(6,754)</u>
Expenditures				
Food Service Operations				
Personnel Services	36,524	37,240	37,038	202
Employee Benefits	24,572	24,806	24,375	431
Supplies	33,439	44,650	43,448	1,202
Total Food Service Operations	<u>94,535</u>	<u>106,696</u>	<u>104,861</u>	<u>1,835</u>
Total Expenditures	<u>94,535</u>	<u>106,696</u>	<u>104,861</u>	<u>1,835</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,035)	(2,035)	(6,954)	(4,919)
Cash Balance Beginning of Year	<u>2,035</u>	<u>2,035</u>	<u>2,035</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,919)</u>	<u>\$ (4,919)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,954)	
Net change in Due from Grantor			6,755	
Net change in Inventory			(2,471)	
Net change in Accounts Payable			157	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (2,513)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 25,000	\$ 27,205	\$ 27,006	\$ (199)
Miscellaneous	0	0	200	200
Total Revenues	<u>25,000</u>	<u>27,205</u>	<u>27,206</u>	<u>1</u>
Expenditures				
Instruction				
Other Purchased Services	15,000	12,120	12,070	50
Supplies	4,000	17,904	17,904	0
Total Instruction	<u>19,000</u>	<u>30,024</u>	<u>29,974</u>	<u>50</u>
Total Expenditures	<u>19,000</u>	<u>30,024</u>	<u>29,974</u>	<u>50</u>
Excess (Deficiency) of Revenues Over Expenditures	6,000	(2,819)	(2,768)	51
Cash Balance Beginning of Year	<u>2,820</u>	<u>2,820</u>	<u>2,820</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 8,820</u>	<u>\$ 1</u>	<u>\$ 52</u>	<u>\$ 51</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,768)	
Net change in Accounts Payable			<u>(1,546)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (4,314)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 5,655	\$ 9,280	\$ 9,280	\$ 0
Total Revenues	<u>5,655</u>	<u>9,280</u>	<u>9,280</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	3,625	3,625	0
Total Instruction	<u>0</u>	<u>3,625</u>	<u>3,625</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>3,625</u>	<u>3,625</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	5,655	5,655	5,655	0
Cash Balance Beginning of Year	<u>(5,655)</u>	<u>(5,655)</u>	<u>(5,655)</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			\$ 5,655	
Net change in Due from Grantor			<u>(5,655)</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-PRESCHOOL IDEA B-24109
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 3,342	\$ 6,968	\$ 2,066	\$ (4,902)
Total Revenues	<u>3,342</u>	<u>6,968</u>	<u>2,066</u>	<u>(4,902)</u>
Expenditures				
Instruction				
Other Purchased Services	<u>3,916</u>	<u>7,542</u>	<u>2,237</u>	<u>5,305</u>
Total Instruction	<u>3,916</u>	<u>7,542</u>	<u>2,237</u>	<u>5,305</u>
Total Expenditures	<u>3,916</u>	<u>7,542</u>	<u>2,237</u>	<u>5,305</u>
Excess (Deficiency) of Revenues Over Expenditures	(574)	(574)	(171)	403
Cash Balance Beginning of Year	<u>574</u>	<u>574</u>	<u>574</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 403</u>	<u>\$ 403</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (171)	
Net change in Accounts Payable			356	
Net change in Deferred Revenue			<u>(185)</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-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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 994	\$ 994	\$ 994	\$ 0
Total Revenues	<u>994</u>	<u>994</u>	<u>994</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	994	994	994	0
Cash Balance Beginning of Year	<u>(994)</u>	<u>(994)</u>	<u>(994)</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			\$ 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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 395	\$ 395	\$ 0	\$ (395)
Total Revenues	<u>395</u>	<u>395</u>	<u>0</u>	<u>(395)</u>
Expenditures				
Instruction				
Other Purchased Services	0	0	0	0
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	395	395	0	(395)
Cash Balance Beginning of Year	<u>(395)</u>	<u>(395)</u>	<u>(395)</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			\$ 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-TEACHER/PRINCIPAL TRAINING-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 28,942	\$ 49,053	\$ 26,169	\$ (22,884)
Total Revenues	<u>28,942</u>	<u>49,053</u>	<u>26,169</u>	<u>(22,884)</u>
Expenditures				
Instruction				
Personnel Services	0	7,377	6,750	627
Employee Benefits	0	1,397	1,332	65
Professional & Tech Services	9,000	17,974	16,940	1,034
Other Purchased Services	13,000	13,963	7,784	6,179
Supplies	<u>2,525</u>	<u>3,925</u>	<u>3,898</u>	<u>27</u>
Total Instruction	<u>24,525</u>	<u>44,636</u>	<u>36,704</u>	<u>7,932</u>
Total Expenditures	<u>24,525</u>	<u>44,636</u>	<u>36,704</u>	<u>7,932</u>
Excess (Deficiency) of Revenues Over Expenditures	4,417	4,417	(10,535)	(14,952)
Cash Balance Beginning of Year	<u>(4,417)</u>	<u>(4,417)</u>	<u>(4,417)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (14,952)</u>	<u>\$ (14,952)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,535)	
Net change in Due from Grantor			14,270	
Net change in Accounts Payable			<u>(3,735)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 1,572	\$ 1,572	\$ 1,497	\$ (75)
Total Revenues	<u>1,572</u>	<u>1,572</u>	<u>1,497</u>	<u>(75)</u>
Expenditures				
Instruction				
Supplies	<u>1,258</u>	<u>1,258</u>	<u>1,183</u>	<u>75</u>
Total Instruction	<u>1,258</u>	<u>1,258</u>	<u>1,183</u>	<u>75</u>
Total Expenditures	<u>1,258</u>	<u>1,258</u>	<u>1,183</u>	<u>75</u>
Excess (Deficiency) of Revenues Over Expenditures	314	314	314	0
Cash Balance Beginning of Year	<u>(314)</u>	<u>(314)</u>	<u>(314)</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			\$ 314	
Net change in Due from Grantor			<u>(314)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
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>0</u>
Cash Balance End of Year	<u>\$ 10,738</u>	<u>\$ 10,738</u>	<u>\$ 10,738</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
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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 0	\$ 0	\$ 2,987	\$ 2,987
Total Revenues	<u>0</u>	<u>0</u>	<u>2,987</u>	<u>2,987</u>
Expenditures				
Support Services-Students				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,987	2,987
Cash Balance Beginning of Year	<u>7</u>	<u>7</u>	<u>7</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 7</u>	<u>\$ 7</u>	<u>\$ 2,994</u>	<u>\$ 2,987</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,987	
Net change in Deferred Revenue			<u>(2,987)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Students				
Supplies	0	0	0	0
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
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>3,109</u>	<u>3,109</u>	<u>3,109</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 3,109</u>	<u>\$ 3,109</u>	<u>\$ 3,109</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
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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 5,164	\$ 10,559	\$ 5,395	\$ (5,164)
Total Revenues	<u>5,164</u>	<u>10,559</u>	<u>5,395</u>	<u>(5,164)</u>
Expenditures				
Instruction				
Supply Assets	0	4,982	231	4,751
Total Instruction	<u>0</u>	<u>4,982</u>	<u>231</u>	<u>4,751</u>
Total Expenditures	<u>0</u>	<u>4,982</u>	<u>231</u>	<u>4,751</u>
Excess (Deficiency) of Revenues Over Expenditures	5,164	5,577	5,164	(413)
Cash Balance Beginning of Year	<u>(5,164)</u>	<u>(5,164)</u>	<u>(5,164)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 413</u>	<u>\$ 0</u>	<u>\$ (413)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 4,050	\$ 4,050
Total Revenues	<u>0</u>	<u>0</u>	<u>4,050</u>	<u>4,050</u>
Expenditures				
Instruction				
Supplies	0	1,268	1,268	0
Total Instruction	<u>0</u>	<u>1,268</u>	<u>1,268</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,268</u>	<u>1,268</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(1,268)	2,782	4,050
Cash Balance Beginning of Year	<u>1,339</u>	<u>1,339</u>	<u>1,339</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,339</u>	<u>\$ 71</u>	<u>\$ 4,121</u>	<u>\$ 4,050</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,782	
Net change in Accounts Payable			<u>(2,917)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (135)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	0	450	427	23
Supplies	6,051	6,051	402	5,649
Total Instruction	<u>6,051</u>	<u>6,501</u>	<u>829</u>	<u>5,672</u>
Total Expenditures	<u>6,051</u>	<u>6,501</u>	<u>829</u>	<u>5,672</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,051)	(6,501)	(829)	5,672
Cash Balance Beginning of Year	<u>6,501</u>	<u>6,501</u>	<u>6,501</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 450</u>	<u>\$ 0</u>	<u>\$ 5,672</u>	<u>\$ 5,672</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (829)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (829)</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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 1,003	\$ 1,003	\$ 0
Total Revenues	<u>0</u>	<u>1,003</u>	<u>1,003</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	0	837	837	0
Employee Benefits	<u>0</u>	<u>166</u>	<u>166</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>1,003</u>	<u>1,003</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,003</u>	<u>1,003</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-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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 1,837	\$ 1,836	\$ (1)
Total Revenues	<u>0</u>	<u>1,837</u>	<u>1,836</u>	<u>(1)</u>
Expenditures				
Food Service Operations				
Supplies	0	1,837	1,836	1
Total Food Service Operations	<u>0</u>	<u>1,837</u>	<u>1,836</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>1,837</u>	<u>1,836</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			<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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 12,984	\$ 13,409	\$ 2,075	\$ (11,334)
Total Revenues	<u>12,984</u>	<u>13,409</u>	<u>2,075</u>	<u>(11,334)</u>
Expenditures				
Instruction				
Supply Assets	0	425	423	2
Total Instruction	<u>0</u>	<u>425</u>	<u>423</u>	<u>2</u>
Total Expenditures	<u>0</u>	<u>425</u>	<u>423</u>	<u>2</u>
Excess (Deficiency) of Revenues Over Expenditures	12,984	12,984	1,652	(11,332)
Cash Balance Beginning of Year	<u>(12,984)</u>	<u>(12,984)</u>	<u>(12,984)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11,332)</u>	<u>\$ (11,332)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,652	
Net change in Due from Grantor			<u>(1,652)</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-LIBRARIES GO BONDS-27170
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 12,314	\$ 0	\$ (12,314)
Total Revenues	<u>0</u>	<u>12,314</u>	<u>0</u>	<u>(12,314)</u>
Expenditures				
Instruction				
Supplies	0	12,314	12,314	0
Total Instruction	<u>0</u>	<u>12,314</u>	<u>12,314</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>12,314</u>	<u>12,314</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(12,314)	(12,314)
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>\$ (12,314)</u>	<u>\$ (12,314)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (12,314)	
Net change in Due from Grantor			<u>12,314</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-STATE DIRECTED ACTIVITIES-27200
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 12,750	\$ 12,750	\$ 0
Total Revenues	<u>0</u>	<u>12,750</u>	<u>12,750</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	12,750	12,750	0
Total Instruction	<u>0</u>	<u>12,750</u>	<u>12,750</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>12,750</u>	<u>12,750</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-RURAL REVITALIZATION-27503
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 10,000	\$ 0	\$ (10,000)
Total Revenues	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>(10,000)</u>
Expenditures				
Instruction				
Supply Assets	0	10,000	10,000	0
Total Instruction	<u>0</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>10,000</u>	<u>10,000</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 Due from Grantor			<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
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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grant	\$ 720	\$ 720	\$ 720	\$ 0
Total Revenues	<u>720</u>	<u>720</u>	<u>720</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	720	720	720	0
Cash Balance Beginning of Year	<u>(720)</u>	<u>(720)</u>	<u>(720)</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			\$ 720	
Net change in Due from Grantor			<u>(720)</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-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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Students				
Supplies	0	0	0	0
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
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>5</u>	<u>5</u>	<u>5</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 5</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-SILVER WELLNESS CENTER-29125
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 600	\$ 600
Total Revenues	<u>0</u>	<u>0</u>	<u>600</u>	<u>600</u>
Expenditures				
Support Services-Students				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	600	600
Cash Balance Beginning of Year	<u>623</u>	<u>623</u>	<u>623</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 623</u>	<u>\$ 623</u>	<u>\$ 1,223</u>	<u>\$ 600</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 600</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 600</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECTS FUND-PUBLIC SCHOOL CAPITAL OUTLAY-STATE-31400
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 65,000	\$ 109,278	\$ 109,278	\$ 0
Total Revenues	<u>65,000</u>	<u>109,278</u>	<u>109,278</u>	<u>0</u>
Expenditures				
Capital Outlay				
Fixed Assets	65,010	109,288	109,288	0
Total Capital Outlay	<u>65,010</u>	<u>109,288</u>	<u>109,288</u>	<u>0</u>
Total Expenditures	<u>65,010</u>	<u>109,288</u>	<u>109,288</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(10)	(10)	(10)	0
Cash Balance Beginning of Year	<u>10</u>	<u>10</u>	<u>10</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			\$ (10)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (10)</u>	

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 57,216	\$ 57,216	\$ 58,721	\$ 1,505
State Grant	0	33,085	11,031	(22,054)
Miscellaneous	0		3,912	3,912
Total Revenues	<u>57,216</u>	<u>90,301</u>	<u>73,664</u>	<u>(16,637)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	<u>573</u>	<u>587</u>	<u>587</u>	<u>0</u>
Total Support Services-General Administration	<u>573</u>	<u>587</u>	<u>587</u>	<u>0</u>
Operation & Maintenance of Plant				
Purchased Property Services	12,137	57,251	55,022	2,229
Supplies	<u>30,000</u>	<u>17,957</u>	<u>16,216</u>	<u>1,741</u>
Total Operation & Maintenance of Plant	<u>42,137</u>	<u>75,208</u>	<u>71,238</u>	<u>3,970</u>
Capital Outlay				
Supply Assets	<u>15,000</u>	<u>15,000</u>	<u>14,540</u>	<u>460</u>
Total Capital Outlay	<u>15,000</u>	<u>15,000</u>	<u>14,540</u>	<u>460</u>
Total Expenditures	<u>(57,710)</u>	<u>(90,795)</u>	<u>(86,365)</u>	<u>(4,430)</u>
Excess (Deficiency) of Revenues Over Expenditures	(494)	(494)	(12,701)	(21,067)
Cash Balance Beginning of Year	<u>494</u>	<u>494</u>	<u>494</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (12,207)</u>	<u>\$ (21,067)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (12,701)	
Net change in Taxes Receivable			(14)	
Net change in Accounts Payable			3,983	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (8,732)</u>	

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

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, 2009

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 67,002	\$ 67,002	\$ 67,416	\$ 414
Total Revenues	<u>67,002</u>	<u>67,002</u>	<u>67,416</u>	<u>414</u>
Expenditures				
Support Services-General Administration				
Purchased Services	<u>671</u>	<u>674</u>	<u>674</u>	<u>0</u>
Total Support Services-General Administration	<u>671</u>	<u>674</u>	<u>674</u>	<u>0</u>
Debt Service				
Debt Service				
Principal	65,000	65,000	65,000	0
Interest	<u>2,002</u>	<u>2,002</u>	<u>2,002</u>	<u>0</u>
Total Debt Service	<u>67,002</u>	<u>67,002</u>	<u>67,002</u>	<u>0</u>
Total Expenditures	<u>67,673</u>	<u>67,676</u>	<u>67,676</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(671)	(674)	(260)	414
Cash Balance Beginning of Year	<u>4,522</u>	<u>4,522</u>	<u>4,522</u>	<u>0</u>
Cash Balance End of Year	\$ <u>3,851</u>	\$ <u>3,848</u>	\$ <u>4,262</u>	<u>414</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (260)	
Net change in Taxes Receivable			<u>178</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(82)</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 - ACTIVITY
 Schedule of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2009

	Balance 06/30/08	Additions	Deletions	Balance 06/30/09
Sim Brown Scholarship	\$ 2,226	\$ 5,800	\$ 7,000	\$ 1,026
SECCC Scholarship	953	61	0	1,014
Teen Center Concessions	2,540	0	0	2,540
Teen Center Games	521	0	0	521
AC Arello Scholarship	500	0	500	0
HS Library	732	0	0	732
Investment-Sim Brown School	162,601	0	44,869	117,732
Class 2012	149	25	0	174
Elementary Library	2,335	1,804	1,368	2,771
Elem Activity	79	1,401	1,480	0
Silk Screening	22	6,610	9,146	(2,514)
Class of 2009	1,403	1,435	2,801	37
Class of 2010	110	6,597	5,182	1,525
Class of 2011	44	0	0	44
Class of 2013	0	50	0	50
High School Activity	0	4,263	3,884	379
Yearbook	327	20	0	347
ES Dellinger Scholarship	0	500	500	0
HS Honor Society	0	116	0	116
BPA	12	0	0	12
Cheerleaders	813	3,322	3,966	169
TSA	803	0	0	803
Springer Book	1,530	0	0	1,530
High School Mesa	295	200	104	391
JR High School Mesa	572	492	654	410
Arellano Scholarship-CD	17,277	374	1,000	16,651
Dellinger Scholarship-CD	10,369	218	1,000	9,587
AR Program	7,462	11,437	10,397	8,502
Insurance Clearing	61,725	356,951	350,530	68,146
	<u>\$ 275,400</u>	<u>\$ 401,676</u>	<u>\$ 444,381</u>	<u>\$ 232,695</u>
LIABILITIES				
Deposits Held for Others	\$ 275,400	\$ 401,676	\$ 444,381	\$ 232,695
Total Liabilities	<u>\$ 275,400</u>	<u>\$ 401,676</u>	<u>\$ 444,381</u>	<u>\$ 232,695</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, 2009

		Beginning Cash Balance 6/30/08	Revenue	Expenditures	Transfer/ Loans	Ending Cash Balance 6/30/09
Operations	11000	\$ 41,147	\$ 2,542,078	\$ 2,513,003	\$ 0	\$ 70,222
Transportation	13000	33,713	213,975	196,426	0	51,262
Instructional Materials	14000	6,041	17,995	15,083	0	8,953
Food Services	21000	2,035	97,907	104,860	0	(4,919)
Athletics	22000	2,820	27,206	29,974	0	52
Federal Flowthrough	24000	(66,357)	160,117	190,521	0	(96,761)
Federal Direct	25000	8,691	8,382	231	0	16,841
State Flowthrough	27000	(5,145)	21,714	40,423	0	(23,853)
State Direct	28000	(716)	720	0	0	5
Local/State	29000	623	600	0	0	1,223
Bond Building	31100	10,000	990,000	395,250	0	604,750
Special Capital Outlay State	31400	10	109,278	109,288	0	0
SB-9	31700	494	73,665	86,366	0	(12,207)
Debt Service	41000	150,026	169,307	148,538	0	170,795
Debt Service-Ed Tech	43000	4,522	67,416	67,676	0	4,262
Agency Funds		275,400	401,676	444,380	0	232,695
Total		\$ <u>463,303</u>	\$ <u>4,902,035</u>	\$ <u>4,342,019</u>	\$ <u>0</u>	\$ <u>1,023,320</u>

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

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, and the aggregate remaining fund information, the budgetary comparisons for the general fund, and the combining individual funds presented as supplemental information of the SPRINGER MUNICIPAL SCHOOLS, (District), as of and for the year ended June 30, 2009, and have issued our report thereon dated November 5, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of 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, a 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 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 the audit, and that, accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under Government Auditing Standards, and is reported in the accompanying schedule of findings and responses as item 09-1.

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

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

De'Ann Willoughby CPA PC

November 5, 2009

Prior Year Audit Findings

There were no prior year audit findings.

Current Year Audit Findings

09-1 Overdrawn Activity Account

Condition

Of 27 activity funds, we found one instance of overdraft of an activity fund for \$2,515.

Criteria

Per NMAC 6.20.2.14, Districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirement of the office of management and budget (OMB) circular A-102, an applicable state and federal laws and regulations.

Effect

The District failed to follow state regulations and District policies resulting in non-compliance with State Statute.

Cause

The District was awarded funding under the Rural Revitalization Program to begin a Silk Screening Program. The intent of the program is that it would be run as a small business and train students. Due to start up costs, the fund was overrun. The initial program was set up with Luna Community College being involved and helping with the cost of the program. This did not occur and the program is fully operated under the District.

Recommendation

The activity fund should have been raised money from a general activity fund rather than overdraw the Silk Screening fund. The loan could have been paid back after fund began generating revenue.

Response

The District will ensure that the fund is properly maintained and ensure that the program is not overrun.

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 5, 2009. Present were Danny Montoya, President, Ziti Lopez, Superintendent, Nejla Munden, Business Manager and DeAun Willoughby, CPA.