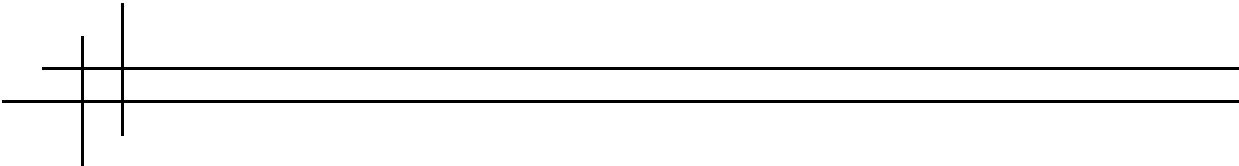




STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2009

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



STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
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 For the Year Ended June 30, 2009

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

BOARD OF EDUCATION

Travis Glenn	President
Brett Sterling	Vice-President
Ben Powell	Secretary
Fernando Jimenez	Member
Kelley Cogburn	Member

SCHOOL OFFICIALS

Buddy Little	Superintendent
Leslie Pearce	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 TATUM 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 TATUM MUNICIPAL SCHOOLS, (District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of 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 the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 capital projects funds, debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated November 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 basis financial statements, and the combining and individual fund financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basis financial statements and, in our opinion, is fairly stated in all material respects in relation to the basis financial statements taken as a whole.

De'Ann Willoughby, CPA PC

November 5, 2009

FINANCIAL SECTION

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

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 481,646
Investments	863,593
Taxes Receivable	29,698
Interest Receivable	192
Due From Grantor	137,264
Inventory	1,257
Total Current Assets	<u>1,513,650</u>
Noncurrent Assets	
Capital Assets	15,996,994
Less: Accumulated Depreciation	<u>(8,495,399)</u>
Total Noncurrent Assets	<u>7,501,595</u>
Total Assets	<u>9,015,245</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	10,448
Accrued Interest	17,019
Current Portion	345,000
Total Current Liabilities	<u>372,467</u>
Noncurrent Liabilities	
Bonds and Notes	1,867,443
Compensated Absences	44,891
Total Noncurrent Liabilities	<u>1,912,334</u>
Total Liabilities	<u>2,284,801</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	5,289,152
Restricted for:	
Capital Projects	
Debt Service	284,953
Unrestricted	1,156,339
Total Net Assets	<u>\$ 6,730,444</u>

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

STATE OF NEW MEXICO
TATUM 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	\$ 2,895,520	\$ 22,254	\$ 213,037	\$ 0	\$ (2,660,229)
Support Services-Students	129,703	0	40,969	0	(88,734)
Support Services-Instruction	77,837	0	49,705	0	(28,132)
General Administration	172,855	0	12,170	0	(160,685)
School Administration	257,977	0	2,144	0	(255,833)
Central Services	149,561	0	0	0	(149,561)
Operation of Plant	739,007	0	0	0	(739,007)
Student Transportation	262,196	0	286,668	0	24,472
Food Services Operations	164,386	40,753	85,255	0	(38,378)
Community Service	13,956	0	0	0	(13,956)
Interest on Long-Term Obligations	72,399	0	0	0	(72,399)
Total Governmental Activities	<u>\$ 4,935,397</u>	<u>\$ 63,007</u>	<u>\$ 689,948</u>	<u>\$ 0</u>	<u>\$ (4,182,442)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes				\$	78,659
Property Taxes, Levied for Capital Projects					440,528
Property Taxes, Levied for Debt Service					261,217
Federal and State aid not restricted to specific purpose					
General					3,200,093
Capital					0
Interest and investment earnings					11,655
Miscellaneous					41,593
Subtotal, General Revenues					<u>4,033,745</u>
Change in Net Assets					(148,697)
Net Assets - beginning					<u>6,879,141</u>
Net Assets - ending				\$	<u><u>6,730,444</u></u>

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2009

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
ASSETS			
Cash and Cash Equivalents	\$ 229,119	\$ 45,648	\$ 17,476
Investments	235,837	0	0
Receivables			
Due From Grantor	0	0	0
Taxes	3,162	0	0
Interest Income	33	0	0
Interfund Balance	130,439	0	0
Inventory	0	0	0
Total Assets	<u>\$ 598,590</u>	<u>\$ 45,648</u>	<u>\$ 17,476</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 6,320	\$ 197	\$ 0
Interfund Balance	0	0	0
Deferred Revenue	1,118	0	0
Total Liabilities	<u>7,438</u>	<u>197</u>	<u>0</u>
Fund Balances			
Reserved for:			
Capital Projects	0	0	0
Debt Services	0	0	0
Unreserved, Undesignated, reported in:			
General Fund	591,152	45,451	17,476
Special Revenue Funds	0	0	0
Capital Outlay	0	0	0
Total Fund Balances	<u>591,152</u>	<u>45,451</u>	<u>17,476</u>
Total Liabilities and Fund Balances	<u>\$ 598,590</u>	<u>\$ 45,648</u>	<u>\$ 17,476</u>

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	IDEA, Part B Entitlement <u>24106</u>	Title I- Stimulus <u>24201</u>	Technology Equity <u>27162</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Investments	0	0	0
Receivables			
Due From Grantor	19,138	25,024	20,996
Taxes	0	0	0
Interest Income	0	0	0
Interfund Balance	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 19,138</u>	<u>\$ 25,024</u>	<u>\$ 20,996</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	19,138	25,024	20,996
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>19,138</u>	<u>25,024</u>	<u>20,996</u>
Fund Balances			
Reserved for:			
Capital Projects	0	0	0
Debt Services	0	0	0
Unreserved, Undesignated, reported in:			
General Fund	0	0	0
Special Revenue Funds	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balances	<u>\$ 19,138</u>	<u>\$ 25,024</u>	<u>\$ 20,996</u>

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2009

	Special Capital Outlay-State 31400	Senate Bill Nine 31700	Debt Service 41000
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	0
Investments	0	191,217	436,539
Receivables			
Due From Grantor	41,240	0	0
Taxes	0	12,697	13,839
Interest Income	0	51	70
Interfund Balance	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 41,240</u>	<u>\$ 203,965</u>	<u>\$ 450,448</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 3,931	\$ 0
Interfund Balance	41,240	0	0
Deferred Revenue	<u>0</u>	<u>4,364</u>	<u>6,198</u>
Total Liabilities	<u>41,240</u>	<u>8,295</u>	<u>6,198</u>
Fund Balances			
Reserved for:			
Capital Projects	0	195,670	0
Debt Services	0	0	444,250
Unreserved, Undesignated, reported in:			
General Fund	0	0	0
Special Revenue Funds	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>195,670</u>	<u>444,250</u>
Total Liabilities and Fund Balances	<u>\$ 41,240</u>	<u>\$ 203,965</u>	<u>\$ 450,448</u>

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2009

	Other Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 189,403	\$ 481,646
Investments	0	863,593
Receivables		
Due From Grantor	30,866	137,264
Taxes	0	29,698
Interest Income	38	192
Interfund Balance	0	130,439
Inventory	1,257	1,257
Total Assets	<u>\$ 221,564</u>	<u>\$ 1,644,089</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	\$ 0	\$ 10,448
Interfund Balance	24,041	130,439
Deferred Revenue	<u>0</u>	<u>11,680</u>
Total Liabilities	<u>24,041</u>	<u>152,567</u>
 Fund Balances		
Reserved for:		
Capital Projects	0	195,670
Debt Services	0	444,250
Unreserved, Undesignated, reported in:		
General Fund	0	654,079
Special Revenue Funds	197,523	197,523
Capital Outlay	<u>0</u>	<u>0</u>
Total Fund Balances	<u>197,523</u>	<u>1,491,522</u>
 Total Liabilities and Fund Balances	 <u>\$ 221,564</u>	 <u>\$ 1,644,089</u>

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

STATE OF NEW MEXICO
TATUM 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	\$	1,491,522
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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	\$	15,996,994	
Accumulated depreciation is		<u>(8,495,399)</u>	7,501,595

Property taxes receivable will be collected during the year ended June 30, 2009 but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.

11,680

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	(2,225,000)	
Accrued interest on bonds	(17,019)	
Bond Issue Costs	25,115	
Accumulated Amortization	(12,558)	
Compensated Absences	<u>(44,891)</u>	<u>(2,274,353)</u>

Total net assets - governmental activities	\$	<u>6,730,444</u>
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The notes to the financial statements are an integral part of this statement.

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

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
Revenues			
Property Taxes	\$ 78,612	\$ 0	\$ 0
Investment Income	3,262	0	0
Fees	0	0	0
State & Local Grants	3,200,093	286,668	44,305
Federal Grant	0	0	0
Miscellaneous	1,525	0	0
Total Revenues	<u>3,283,492</u>	<u>286,668</u>	<u>44,305</u>
Expenditures			
Current			
Instruction	1,972,208	0	46,792
Support Services-Instruction	86,543	0	1,304
Support Services-Students	57,864	0	0
Support Services-General Administration	134,293	0	0
Support Services-School Administration	256,022	0	0
Central Services	149,561	0	0
Operation & Maintenance of Plant	455,308	0	0
Student Transportation	80	256,941	0
Food Services Operations	27,470	0	0
Community Services Operations	13,956	0	0
Capital Outlay	16,144	35,419	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>3,169,449</u>	<u>292,360</u>	<u>48,096</u>
Excess (Deficiency) of Revenues Over Expenditures	114,043	(5,692)	(3,791)
Fund Balances at Beginning of Year	<u>477,109</u>	<u>51,143</u>	<u>21,267</u>
Fund Balance End of Year	<u>\$ 591,152</u>	<u>\$ 45,451</u>	<u>\$ 17,476</u>

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

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

	IDEA, Part B Entitlement 24106	Title I- Stimulus 24201	Technology Equity 27162
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	20,996
Federal Grant	57,552	25,024	0
Miscellaneous	0	0	0
Total Revenues	<u>57,552</u>	<u>25,024</u>	<u>20,996</u>
Expenditures			
Current			
Instruction	57,552	24,421	0
Support Services-Instruction	0	0	20,996
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	603	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services Operations	0	0	0
Community Services Operations	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>57,552</u>	<u>25,024</u>	<u>20,996</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
TATUM MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and Changes
in Fund Balance
For the Year Ended June 30, 2009

	Special Capital Outlay-State 31400	Senate Bill Nine 31700	Debt Service 41000
Revenues			
Property Taxes	\$ 0	\$ 320,017	\$ 261,001
Investment Income	0	2,771	3,850
Fees	0	0	0
State & Local Grants	120,423	0	0
Federal Grant	0	0	0
Miscellaneous	0	40,068	0
Total Revenues	<u>120,423</u>	<u>362,856</u>	<u>264,851</u>
Expenditures			
Current			
Instruction	3,799	26,618	0
Support Services-Instruction	0	20,752	0
Support Services-Students	0	0	0
Support Services-General Administration	0	25,691	701
Support Services-School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	291,949	0
Student Transportation	0	0	0
Food Services Operations	0	0	0
Community Services Operations	0	0	0
Capital Outlay	116,624	51,801	0
Debt Service			
Principal	0	0	335,000
Interest	0	0	71,696
Total Expenditures	<u>120,423</u>	<u>416,811</u>	<u>407,397</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(53,955)	(142,546)
Fund Balances at Beginning of Year	<u>0</u>	<u>249,625</u>	<u>586,796</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 195,670</u>	<u>\$ 444,250</u>

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

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

	Other Governmental Funds	Total Governmental Funds
Revenues		
Property Taxes	\$ 0	\$ 659,630
Investment Income	1,772	11,655
Fees	80,017	80,017
State & Local Grants	54,368	3,726,853
Federal Grant	184,025	266,601
Miscellaneous	0	41,593
Total Revenues	<u>320,182</u>	<u>4,786,349</u>
Expenditures		
Current		
Instruction	160,946	2,292,336
Support Services-Instruction	5,418	135,013
Support Services-Students	19,973	77,837
Support Services-General Administration	12,170	172,855
Support Services-School Administration	1,352	257,977
Central Services	0	149,561
Operation & Maintenance of Plant	0	747,257
Student Transportation	0	257,021
Food Services Operations	136,617	164,087
Community Services Operations	0	13,956
Capital Outlay	0	219,988
Debt Service		
Principal	0	335,000
Interest	0	71,696
Total Expenditures	<u>336,476</u>	<u>4,894,584</u>
Excess (Deficiency) of Revenues Over Expenditures	(16,294)	(108,235)
Fund Balances at Beginning of Year	<u>213,817</u>	<u>1,599,757</u>
Fund Balance End of Year	<u>\$ 197,523</u>	<u>\$ 1,491,522</u>

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 For the Year Ended June 30, 2009

Net Change in Fund Balance-Governmental Funds \$ (108,235)

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

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities. This reconciling item is the difference in property taxes receivable between last year and this year.	351
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	\$ (602,272)
Capital Outlays	219,988
	(382,284)
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	335,000
Bond issue costs are amortized in the Statement of Activities but are netted with proceeds of bond issues in the year of issue on the Statement of Revenues, Expenditures and Changes in Fund Balances. This is the amount of the amortized bond issue costs this year.	
	(2,512)
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. This reconciling item is the difference in accrued interest between last year and this year.	
	1,809
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. This reconciling item is the difference in compensated absences between last year and this year.	
	7,174
Changes in Net Assets of Governmental Activities	\$ (148,697)

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GENERAL FUND-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	\$ 81,299	\$ 81,299	\$ 82,529	\$ 1,230
Interest Income	9,500	9,500	3,526	(5,974)
State Grant	3,187,829	3,187,829	3,200,093	12,264
Miscellaneous	10,000	10,000	1,525	(8,475)
Total Revenues	<u>3,288,628</u>	<u>3,288,628</u>	<u>3,287,673</u>	<u>(955)</u>
Expenditures				
Instruction				
Personnel Services	1,645,541	1,605,041	1,391,713	213,328
Employee Benefits	498,868	503,868	414,135	89,733
Professional & Tech Services	32,000	18,500	13,457	5,043
Purchased Property Services	2,115	2,115	1,361	754
Purchased Services	93,700	93,700	42,967	50,733
Supplies	125,452	125,452	86,288	39,164
Fixed Assets	28,000	28,000	16,144	11,856
Supply Assets	19,574	48,574	30,293	18,281
Total Instruction	<u>2,445,250</u>	<u>2,425,250</u>	<u>1,996,358</u>	<u>428,892</u>
Support Services-Students				
Personnel Services	0	7,300	0	7,300
Employee Benefits	0	2,000	0	2,000
Professional & Tech Services	49,274	59,974	57,525	2,449
Purchased Services	1,000	1,000	254	746
Supplies	1,000	1,000	26	974
Total Support Services-Students	<u>51,274</u>	<u>71,274</u>	<u>57,805</u>	<u>13,469</u>
Support Services-Instruction				
Personnel Services	57,030	54,748	54,747	1
Employee Benefits	22,152	19,009	18,774	235
Professional & Tech Services	4,500	11,325	11,205	120
Supplies	5,970	1,870	1,817	53
Total Support Services-Instruction	<u>89,652</u>	<u>86,952</u>	<u>86,543</u>	<u>409</u>
Support Services-General Administration				
Personnel Services	104,236	104,239	87,622	16,617
Employee Benefits	30,570	30,570	25,543	5,027
Professional & Tech Services	11,163	13,363	9,913	3,450
Purchased Services	10,600	9,850	4,378	5,472
Supplies	10,295	8,342	6,181	2,161
Total Support Services-General Administration	<u>166,864</u>	<u>166,364</u>	<u>133,637</u>	<u>32,727</u>

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GENERAL FUND-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		
Support Services-School Administration				
Personnel Services	\$ 204,074	\$ 198,724	\$ 185,938	\$ 12,786
Employee Benefits	70,484	67,084	61,984	5,100
Professional & Tech Services	2,500	1,500	288	1,212
Purchased Services	3,500	5,200	2,753	2,447
Supplies	10,000	6,150	5,445	705
Total Support Services-School Administration	<u>290,558</u>	<u>278,658</u>	<u>256,408</u>	<u>22,250</u>
Central Services				
Personnel Services	110,247	90,097	89,910	187
Employee Benefits	31,645	33,453	30,666	2,787
Professional & Tech Services	0	9,092	8,986	106
Purchased Property Services	6,500	3,700	3,699	1
Purchased Services	1,200	2,525	2,368	157
Supplies	3,000	9,637	9,253	384
Supply Assets	0	5,150	5,145	5
Total Central Services	<u>152,592</u>	<u>153,654</u>	<u>150,027</u>	<u>3,627</u>
Operation & Maintenance of Plant				
Personnel Services	157,029	151,139	147,262	3,877
Employee Benefits	51,077	48,331	45,786	2,545
Professional & Tech Services	0	196	196	0
Purchased Property Services	140,900	180,129	170,970	9,159
Purchased Services	89,927	85,665	84,524	1,141
Supplies	6,000	10,195	7,426	2,769
Total Operation & Maintenance of Plant	<u>444,933</u>	<u>475,655</u>	<u>456,164</u>	<u>19,491</u>
Student Transportation				
Professional & Tech services	0	80	80	0
Supplies	500	420	0	420
Total Student Transportation	<u>500</u>	<u>500</u>	<u>80</u>	<u>420</u>
Food Services Operations				
Professional & Tech Services	0	25	25	0
Purchased Services	500	500	226	274
Supplies	30,000	34,500	33,398	1,102
Total Food Services Operations	<u>\$ 30,500</u>	<u>\$ 35,025</u>	<u>\$ 33,649</u>	<u>\$ 1,376</u>

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GENERAL FUND-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		
Community Services Operations				
Personnel Services	\$ 13,000	\$ 13,000	\$ 12,046	\$ 954
Employee Benefits	2,692	2,697	1,480	1,217
Professional & Tech Services	0	970	430	540
Supplies	874	874	0	874
Total Community Services Operations	<u>16,566</u>	<u>17,541</u>	<u>13,956</u>	<u>3,585</u>
Capital Outlay				
Building Improvements	<u>59,846</u>	<u>54,346</u>	<u>0</u>	<u>54,346</u>
Total Capital Outlay	<u>59,846</u>	<u>54,346</u>	<u>0</u>	<u>54,346</u>
Total Expenditures	<u>3,748,535</u>	<u>3,765,219</u>	<u>3,184,627</u>	<u>580,592</u>
Excess (Deficiency) of Revenues Over Expenditures	(459,907)	(476,591)	103,046	579,637
Cash Balance Beginning of Year	<u>492,349</u>	<u>492,349</u>	<u>492,349</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 32,442</u>	<u>\$ 15,758</u>	<u>\$ 595,395</u>	<u>\$ 579,637</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 103,046	
Net change in Interest Receivable			(263)	
Net change in Taxes Receivable-Current			(3,917)	
Net change in Taxes Receivable-Delinquent			47	
Net change in Accounts Payable			15,177	
Net change in Deferred Revenue			(47)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 114,043</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GENERAL-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	\$ 273,190	\$ 286,014	\$ 286,668	\$ 654
Total Revenues	<u>273,190</u>	<u>286,014</u>	<u>286,668</u>	<u>654</u>
Expenditures				
Student Transportation				
Personnel Services	105,695	108,645	107,092	1,553
Employee Benefits	65,417	54,267	51,392	2,875
Professional & Tech Services	850	850	515	335
Purchased Property Services	19,172	17,047	16,186	861
Other Purchased Services	42,018	49,260	46,202	3,058
Supplies	38,538	64,291	31,193	33,098
Fixed Assets	0	35,500	35,419	81
Supply Assets	1,500	9,540	6,407	3,133
Total Student Transportation	<u>273,190</u>	<u>339,400</u>	<u>294,406</u>	<u>44,994</u>
Total Expenditures	<u>273,190</u>	<u>339,400</u>	<u>294,406</u>	<u>44,994</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(53,386)	(7,738)	45,648
Cash Balance Beginning of Year	<u>53,386</u>	<u>53,386</u>	<u>53,386</u>	<u>0</u>
Cash Balance End of Year	\$ <u>53,386</u>	\$ <u>0</u>	\$ <u>45,648</u>	\$ <u>45,648</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,738)	
Net change in Accrued Expenses			<u>2,046</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(5,692)</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
GENERAL-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	\$ 26,208	\$ 44,471	\$ 44,305	\$ (166)
Total Revenues	<u>26,208</u>	<u>44,471</u>	<u>44,305</u>	<u>(166)</u>
Expenditures				
Instruction				
Supplies	24,646	59,268	46,948	12,320
Total Instruction	<u>24,646</u>	<u>59,268</u>	<u>46,948</u>	<u>12,320</u>
Support Services-Instruction				
Supplies	1,562	6,626	1,304	5,322
Total Support Services-Instruction	<u>1,562</u>	<u>6,626</u>	<u>1,304</u>	<u>5,322</u>
Total Expenditures	<u>26,208</u>	<u>65,894</u>	<u>48,252</u>	<u>17,642</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(21,423)	(3,947)	17,476
Cash Balance Beginning of Year	<u>21,423</u>	<u>21,423</u>	<u>21,423</u>	<u>0</u>
Cash Balance End of Year	\$ <u>21,423</u>	\$ <u>0</u>	\$ <u>17,476</u>	\$ <u>17,476</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,947)	
Net change in Accounts Payable			156	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(3,791)</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-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	\$ 19,435	\$ 101,099	\$ 57,849	\$ (43,250)
Total Revenues	<u>19,435</u>	<u>101,099</u>	<u>57,849</u>	<u>(43,250)</u>
Expenditures				
Instruction				
Personnel Services	0	51,625	41,935	9,690
Employee Benefits	0	20,350	15,617	4,733
Total Instruction	<u>0</u>	<u>71,975</u>	<u>57,552</u>	<u>14,423</u>
Support Services-General Administration				
Purchased Services	0	9,689	0	9,689
Total Support Services-General Administration	<u>0</u>	<u>9,689</u>	<u>0</u>	<u>9,689</u>
Total Expenditures	<u>0</u>	<u>81,664</u>	<u>57,552</u>	<u>24,112</u>
Excess (Deficiency) of Revenues Over Expenditures	19,435	19,435	297	(19,138)
Cash Balance Beginning of Year	<u>(19,435)</u>	<u>(19,435)</u>	<u>(19,435)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (19,138)</u>	<u>\$ (19,138)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 297	
Net change in Due from Grantor			<u>(297)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE I STIMULUS-24201
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	\$ 27,400	\$ 0	\$ (27,400)
Total Revenues	<u>0</u>	<u>27,400</u>	<u>0</u>	<u>(27,400)</u>
Expenditures				
Instruction				
Personnel Services	0	21,500	21,500	0
Employee Benefits	0	2,322	2,157	165
Professional & Tech Services	0	400	0	400
Supplies	0	841	764	77
Total Instruction	<u>0</u>	<u>25,063</u>	<u>24,421</u>	<u>642</u>
Support Services-School Administration				
Personnel Services	0	2,000	500	1,500
Other Purchased Services	0	337	103	234
Total Support Services-School Administration	<u>0</u>	<u>2,337</u>	<u>603</u>	<u>1,734</u>
Total Expenditures	<u>0</u>	<u>27,400</u>	<u>25,024</u>	<u>2,376</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(25,024)	(25,024)
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>\$ (25,024)</u>	<u>\$ (25,024)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (25,024)	
Net change in Due from Grantor			<u>25,024</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TECHNOLOGY EQUITY-27162
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	\$ 94,951	\$ 115,947	\$ 94,951	\$ (20,996)
Total Revenues	<u>94,951</u>	<u>115,947</u>	<u>94,951</u>	<u>(20,996)</u>
Expenditures				
Support Services-Instruction				
Supply Assets	0	20,996	20,996	0
Total Support Services-Instruction	<u>0</u>	<u>20,996</u>	<u>20,996</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>20,996</u>	<u>20,996</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	94,951	94,951	73,955	(20,996)
Cash Balance Beginning of Year	<u>(94,951)</u>	<u>(94,951)</u>	<u>(94,951)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (20,996)</u>	<u>\$ (20,996)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 73,955	
Net change in Due from Grantor			<u>(73,955)</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
TATUM MUNICIPAL SCHOOLS
Statement of Fiduciary Assets and Liabilities-Agency Funds
For the Year Ended June 30, 2009

	<u>Agency Funds</u>
Assets	
Cash and Cash Equivalents	\$ 62,133
Total Assets	<u>\$ 62,133</u>
Liabilities	
Deposits Held for Others	\$ 62,133
Total Liabilities	<u>\$ 62,133</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 TATUM MUNICIPAL SCHOOL (School) ,has 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 School'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.

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.

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.

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

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

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 accounting reflects the District's agency relationship with the student activity organizations. 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.

IDEA Part B, Entitlement (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.

Title I-Stimulus (24201) To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

Technology Equity (27162) To account for revenues and expenditures from a state grant for the school. The funding made available to update wiring and other items related to the infrastructure of the school. The fund was created by state grant provisions.

Special Capital Outlay-State (31400) To account for resources received through House Bill 33 and local tax levies obtained for the financing, construction and remodeling of various school 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.

DEBT SERVICE FUND (41000) To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements (GWFS)

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

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

Program Revenues

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

Fund Financial Statements (FFS)

Governmental Funds

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

Revenues

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

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

Revenue Recognition for Grants.

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

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

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

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.

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

1. Prior to April 15, (unless a later date is fixed by the Secretary of Education) the local school board submits to the School Budget and Finance Analysis Unit (SBFAU) 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 SBFAU 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 SBFAU 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 SBFAU.
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 SBFAU.
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

Cash and Cash Equivalents

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

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

Investments

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

(a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or

(b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

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

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from

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). 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.

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Capital Assets

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

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

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

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

Capital Leases

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

Short -Term Debt

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

Long-Term Liabilities

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

Restricted Net Assets

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

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

Imposed by law through constitutional provisions or enabling legislation.

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 Transfers

In governmental funds, transfers should be reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving 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.

Deferred Sick Leave

All 12-month or full time employees earn vacation and sick leave in amounts varying with tenure and classification. Employees cannot accumulate any vacation leave.

The District's recognition and measurement criteria for deferred sick leave follow:

The District established a "deferred sick leave payment plan" for all its regular employees who qualify for sick leave. The purpose of the plan is to encourage wise conservative use of sick leave from all employees of the school. To be eligible, an employee must have been employed by the Tatum Municipal Schools for a minimum of ten (10) consecutive years on at least a half-time basis. The total days of unused sick leave (not to exceed one day for each month worked) is compiled at the end of each year and the respective employee will be credited based on the amount deducted for substitute pay in effect at the time the eligible employee terminates employment with the District.

Fired or dismissed employees by the District are not eligible for deferred sick leave benefit except in the case of required "reduction in force".

The present deferred sick leave payment rates are as follows:

Support Staff	50% of substitute pay	\$ 37.50
Certified Staff	50% of teacher substitute pay	\$ 45.00

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.

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

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

Estimates

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

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.

<u>Name of Account</u>	Balance Per Bank 06-30-09	Reconciled Balance	Type
General	\$ 690,462	\$ 474,713	Checking
School Lunch	22,528	16,626	Checking
Athletics	4,113	3,606	Checking
Activity	48,973	48,834	Checking
TOTAL Deposited	<u>766,076</u>	<u>\$ 543,779</u>	
Less: FDIC Coverage	<u>(766,076)</u>		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	<u>842,305</u>		
Over (Under) requirement	<u>\$ 842,305</u>		

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 **Western Commerce Bank**:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
FHLMC	31346AFQ3	\$ 44,894	03/01/19	FHLB Dallas, TX
FHLMC	31346ACZ6	10,021	08/01/16	FHLB Dallas, TX
GNMA	36202KKB0	18,374	08/20/18	FHLB Dallas, TX
GNMA	36202KG90	24,020	11/20/23	FHLB Dallas, TX
GNMA	36225CWD4	36,035	10/20/32	FHLB Dallas, TX
GNMA	36225CRW8	73,659	03/20/31	FHLB Dallas, TX
GNMA	36225CSD9	22,522	05/20/31	FHLB Dallas, TX
FNMA	31388HCL1	612,780	09/01/31	FHLB Dallas, TX
		<u>\$ 842,305</u>		

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Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 766,076
Collateralized:	
Collateral held by the pledging bank in District's name	0
Uninsured and uncollateralized	0
Total Deposits	<u>\$ 766,076</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 \$766,076, was exposed to custodial credit risk.

<u>New Mexico State Treasurer Name of Account</u>	<u>Balance Per Bank 6-30-09</u>	<u>Reconciled Balance</u>	<u>Type</u>
Tatum Municipal School	\$ 8,785	\$ 8,785	Savings
TMS Reserve Contingencies	215	215	Savings
Tatum Municipal School	12,985	12,985	Savings
TMS Reserve Contingencies	318	318	Savings
Tatum Municipal School	97,612	97,612	Savings
TMS Reserve Contingencies	2,388	2,388	Savings
Tatum Municipal School	224,508	224,508	Savings
TMS Reserve Contingencies	5,492	5,492	Savings
Tatum Municipal School	146,419	146,419	Savings
TMS Reserve Contingencies	3,582	3,582	Savings
Tatum Municipal School	306,796	306,796	Savings
TMS Reserve Contingencies	7,504	7,504	Savings
TMS LGIP Pool 4101	45,868	45,868	Savings
TMS Reserve Contingencies	1,121	1,121	Savings
TOTAL Deposited	<u>\$ 863,593</u>	<u>\$ 863,593</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:

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.

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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 RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances is as follows:

Receivable Fund	Payable Funds			
	IDEA, Part B Entitlement	Title I Stimulus	Technology Equity	Special Capital Outlay-State
General Fund	\$ 19,138	\$ 25,024	\$ 20,996	\$ 41,240
Totals	\$ 19,138	\$ 25,024	\$ 20,996	\$ 41,240

Receivable Fund	Payable Funds	
	Other Governmental Funds	Total
General Fund	\$ 24,041	\$ 130,439
Totals	\$ 24,041	\$ 130,439

The above interfund balances resulted from reimbursement grants. The shortfalls were covered by the General Fund. All transactions will be repaid within one year.

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2009:

	General Fund 11000	Senate Bill Nine 31700	Debt Service 41000	Total
Property Taxes Receivable:				
Available	\$ 2,044	\$ 8,333	\$ 7,642	\$ 18,019
Unavailable	1,118	4,364	6,197	11,679
TOTAL Property Taxes Receivable	\$ 3,162	\$ 12,697	\$ 13,839	\$ 29,698

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NOTE E: DUE FROM GRANTOR

Amounts due from other agencies and units of government were as follows as of June 30, 2009:

Federal Agencies	\$	59,543
State Agencies		77,721
Total	\$	<u>137,264</u>

NOTE F: 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:

	General Fund 11000	Senate Bill Nine 31700	Debt Service 41000	Total
Property Taxes	\$ 1,118	\$ 4,364	\$ 6,198	\$ 11,680
TOTAL Deferred Revenues	<u>\$ 1,118</u>	<u>\$ 4,364</u>	<u>\$ 6,198</u>	<u>\$ 11,680</u>

NOTE G: CAPITAL ASSETS

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

	Balance 6/30/08	Increases	Adjustments/ Decreases	Balance 6/30/09
Governmental Activities				
Capital Assets, not being Depreciated				
Land	\$ 819,961	\$ 0	\$ 0	\$ 819,961
Total Capital Assets, not being Depreciated	<u>819,961</u>	<u>0</u>	<u>0</u>	<u>819,961</u>
Capital Assets, being Depreciated				
Buildings & Improvements	12,750,510	183,394	0	12,933,904
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	2,206,535	36,593	0	2,243,128
Total Capital Assets, being Depreciated	<u>14,957,045</u>	<u>219,987</u>	<u>0</u>	<u>15,177,032</u>
Total Capital Assets	<u>15,777,006</u>	<u>219,987</u>	<u>0</u>	<u>15,996,993</u>
Less Accumulated Depreciation				
Buildings & Improvements	6,669,912	488,031	0	7,157,943
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	1,223,215	114,241	0	1,337,456
Total Accumulated Depreciation	<u>7,893,127</u>	<u>602,272</u>	<u>0</u>	<u>8,495,399</u>
Capital Assets, net	<u>\$ 7,883,879</u>	<u>\$ (382,285)</u>	<u>\$ 0</u>	<u>\$ 7,501,594</u>

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NOTE H: LONG TERM DEBT

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

	Balance 6/30/08	Additions	Reductions/ Adjustment	Balance 6/30/09	Amounts Due Within One Year
Governmental Activities					
General Obligation					
Bonds	\$ 2,560,000	\$ 0	\$ 335,000	\$ 2,225,000	\$ 345,000
Total Bonds	<u>2,560,000</u>	<u>0</u>	<u>335,000</u>	<u>2,225,000</u>	<u>345,000</u>
Other Liabilities					
Compensated					
Absences	52,065	8,175	15,349	44,891	0
Total Other	<u>52,065</u>	<u>8,175</u>	<u>15,349</u>	<u>44,891</u>	<u>0</u>
Liabilities	<u>52,065</u>	<u>8,175</u>	<u>15,349</u>	<u>44,891</u>	<u>0</u>
Long-Term					
Liabilities	<u>\$ 2,612,065</u>	<u>\$ 8,175</u>	<u>\$ 350,349</u>	<u>\$ 2,269,891</u>	<u>\$ 345,000</u>

Payments on the general obligation bonds are made by the Debt Service Funds. Compensated Absences are paid out of the General Fund.

General Obligation Bonds.

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

Series	Date of Issue	Original Amount	Interest Rate	Balance
2004	05-21-04	3,500,000	1.15%-3.52%	\$ 2,225,000
				<u>\$ 2,225,000</u>

The annual requirements to amortize the 2004 Series general obligation bonds as of June 30, 2009, including interest payments are as follows:

	Principal	Interest	Total
2010	\$ 345,000	4 63,834	\$ 408,834
2011	355,000	54,763	409,763
2012	365,000	44,514	409,514
2013	375,000	33,113	408,113
2014	385,000	20,606	405,606
2015	400,000	7,040	407,040
	<u>\$ 2,225,000</u>	<u>\$ 223,870</u>	<u>\$ 2,448,870</u>

Reconciliation of Long-Term Debt disclosed in Note H to the Long-Term Debt reported in the Statement of Net Assets.

Reconciliation of Notes to the Government Wide Statements

Outstanding Bonds and Loans in Note H	\$ 2,225,000
Net Issue Costs/Premium/Discounts on Bond Issues	(12,557)
	<u>\$ 2,212,443</u>

Government Wide Statements	
Amount Reported as Current Amount Due	\$ 345,000
Amount Reported as Long-Term Due	1,867,443
Statement of Net Assets	<u>\$ 2,212,443</u>

NOTE I: COMMITMENTS

The District had no construction commitments at year ended June 30, 2009.

NOTE J: 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 total contribution to ERB for the fiscal years ending June 30, 2009, 2008, and 2007, were \$416,416, \$309,504 and \$298,327, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE K: 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 total contribution to the RHCA for the years ended June 30, 2009, 2008 and 2007 were \$34,787, \$32,290 and \$32,499, respectively, which equal the required contributions for each year.

NOTE L: 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).

Reconciliations are located at the bottom of each budget actual.

NOTE M: INSURANCE COVERAGE

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

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

NOTE N: 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 O: JOINT POWERS AGREEMENT

Tatum Municipal Schools is part of a joint powers agreement with the Lea Regional Education Cooperation # 7(REC). The REC administers the following programs listed below for the District. The financial statements for these funds have been prepared separately and are available at the REC.

The agreement is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The expenditures were \$97,420. The revenues and expenditures are reported as the following special revenue funds:

24106	IDEA, Part B Entitlement
24107	IDEA, Part B Discretionary
24109	IDEA Preschool
24154	Title II

The REC is responsible for their audit. The information is available at the Lea Regional Education Cooperation, 315 East Clinton, Hobbs, New Mexico 88240.

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

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

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 184,257	\$ 184,257	\$ 109,640	\$ (74,617)
Total Revenues	<u>184,257</u>	<u>184,257</u>	<u>109,640</u>	<u>(74,617)</u>
Expenditures				
Capital Outlay				
Fixed Assets	150,000	150,000	116,624	33,376
Supply Assets	3,800	3,800	3,799	1
Total Capital Outlay	<u>153,800</u>	<u>153,800</u>	<u>120,423</u>	<u>33,377</u>
Total Expenditures	<u>153,800</u>	<u>153,800</u>	<u>120,423</u>	<u>33,377</u>
Excess (Deficiency) of Revenues Over Expenditures	30,457	30,457	(10,783)	(41,240)
Cash Balance Beginning of Year	<u>(30,457)</u>	<u>(30,457)</u>	<u>(30,457)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (41,240)</u>	<u>\$ (41,240)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,783)	
Net change in Due from Grantor			<u>10,783</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
TATUM 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	\$ 330,541	\$ 330,541	\$ 335,671	\$ 5,130
Interest Income	11,424	11,424	3,175	(8,249)
Refunds	0	0	40,069	40,069
Total Revenues	<u>341,965</u>	<u>341,965</u>	<u>378,915</u>	<u>36,950</u>
Expenditures				
Instruction				
Supply Assets	<u>26,700</u>	<u>26,700</u>	<u>26,619</u>	<u>81</u>
Total Instruction	<u>26,700</u>	<u>26,700</u>	<u>26,619</u>	<u>81</u>
Support Services-Students				
Supplies	<u>20,760</u>	<u>20,760</u>	<u>20,752</u>	<u>8</u>
Total Support Services-Students	<u>20,760</u>	<u>20,760</u>	<u>20,752</u>	<u>8</u>
Support Services-General Administration				
Supplies	<u>25,987</u>	<u>25,987</u>	<u>25,244</u>	<u>743</u>
Total Support Services-General Administration	<u>25,987</u>	<u>25,987</u>	<u>25,244</u>	<u>743</u>
Operation & Maintenance of Plant				
Maintenance & Repairs	230,278	230,278	204,783	25,495
Supplies	87,240	87,240	86,718	522
Supply Assets	<u>16,060</u>	<u>16,060</u>	<u>11,885</u>	<u>4,175</u>
Total Operation & Maintenance of Plant	<u>333,578</u>	<u>333,578</u>	<u>303,386</u>	<u>30,192</u>
Capital Outlay				
Building Improvements	35,750	35,750	0	35,750
Vehicles	47,000	47,000	0	47,000
Fixed Assets	<u>98,000</u>	<u>98,000</u>	<u>68,468</u>	<u>29,532</u>
Total Capital Outlay	<u>180,750</u>	<u>180,750</u>	<u>68,468</u>	<u>112,282</u>
Total Expenditures	<u>587,775</u>	<u>587,775</u>	<u>444,469</u>	<u>143,306</u>
Excess (Deficiency) of Revenues Over Expenditures	(245,810)	(245,810)	(65,554)	180,256
Cash Balance Beginning of Year	<u>256,771</u>	<u>256,771</u>	<u>256,771</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 10,961</u>	<u>\$ 10,961</u>	<u>\$ 191,217</u>	<u>\$ 180,256</u>

STATE OF NEW MEXICO
TATUM 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

Reconciliation of Budgetary Basis to GAAP Basis	
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis	\$ (65,554)
Net change in Interest Receivables	(404)
Net change in Taxes Receivables	(15,566)
Net change in Accounts Payable	27,657
Net change in Deferred Revenue	(88)
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis	\$ <u>(53,955)</u>

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

STATE OF NEW MEXICO
TATUM 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	\$ 218,984	\$ 218,984	\$ 269,300	\$ 50,316
Interest Income	10,000	10,000	4,402	(5,598)
Total Revenues	<u>228,984</u>	<u>228,984</u>	<u>273,702</u>	<u>44,718</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	702	702	702	0
Total Support Services-General Administration	<u>702</u>	<u>702</u>	<u>702</u>	<u>0</u>
Debt Service				
Principal	335,000	335,000	335,000	0
Interest	71,696	71,696	71,695	1
Total Debt Service	<u>406,696</u>	<u>406,696</u>	<u>406,695</u>	<u>1</u>
Total Expenditures	<u>407,398</u>	<u>407,398</u>	<u>407,397</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	(178,414)	(178,414)	(133,695)	44,719
Cash Balance Beginning of Year	<u>570,234</u>	<u>570,234</u>	<u>570,234</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 391,820</u>	<u>\$ 391,820</u>	<u>\$ 436,539</u>	<u>\$ 44,719</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (133,695)	
Net change in Interest Receivable			(552)	
Net change in Taxes Receivable			(8,084)	
Net change in Deferred Revenue			(215)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (142,546)</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).

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.

IDEA Part B, Discretionary (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.

IDEA Preschool (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.

Partnership in Character Education (24129). To account for a Federal grant designed to promote character in the schools. The grant has emphasis on communications within the school district and within the community. The Fund was created by federal provisions.

Title V (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).

Title III-English Language Acquisition (24153). To account for revenues and expenditures received from a federal grant provided to develop school-wide programs for limited English proficient students that reform, restructure, and upgrade all relevant programs. The fund was created by the Elementary and Secondary Education Act of 1965, as amended, Title VII, Part A.

Title II (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).

NONMAJOR SPECIAL REVENUE FUNDS

Drug Free Schools & Communities (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 (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).

Rural Education Achievement Program (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.

Maddox (26109). To account for funds received from a private grant to provide students an opportunity to further their knowledge of and received training in selected career related studies of math, science, computer science, and engineering. The fund was created by state grant requirements.

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 Improvement (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).

Pre K (27149). To account for revenues and expenditures from a state grant provided for the running of the Pre K program.. The fund was created by state grant provisions.

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.

Elementary Breakfast (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.

Outdoor Classroom Initiative (27165). To account for funds received from the Rural Education Bureau created by the 2007 State Legislation to establish funding of any costs associated with the teaching of classroom curriculum outdoors. Funding provided by the State of New Mexico (NMSA 22-13 A-1).

NONMAJOR SPECIAL REVENUE FUNDS

Library 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 (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 created by

NM Outdoor Classroom (27504). To account for revenues and expenditures from a state grant to increase outdoor education across the state. The fund was created by state grant provisions.

Library Books (27549). To account for funds received from the New Mexico Public Education Department for purchasing library books. The fund was created by state grant provisions.

NONMAJOR CAPITAL PROJECTS FUNDS

Special Capital Outlay-Local (31300). To account for local resources for the use of construction and remodeling of various school buildings.

NONMAJOR DEBT SERVICE FUND

DEBT SERVICE-Deferred Sick Leave (42000). To account for the transfers from other funds. The expenditures are restricted to paying terminated employees their sick leave.

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

	Special Revenue		
	Food Service 21000	Athletics 22000	Title I 24101
ASSETS			
Cash and Cash Equivalents	\$ 16,629	\$ 12,606	\$ 0
Receivables			
Due From Grantor	6,825	0	430
Interest Income	0	5	0
Inventory	1,257	0	0
Total Assets	<u>\$ 24,711</u>	<u>\$ 12,611</u>	<u>\$ 430</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	430
Total Liabilities	<u>0</u>	<u>0</u>	<u>430</u>
Fund Balance			
Reserved for:			
Inventory	1,257	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	23,454	12,611	0
Total Fund Balance	<u>24,711</u>	<u>12,611</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 24,711</u>	<u>\$ 12,611</u>	<u>\$ 430</u>

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

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

	Special Revenue		
	IDEA Part B Discretionary 24107	IDEA Preschool 24109	Partnership in Character Education 24129
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	1,365	0	0
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 1,365</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	1,365	0	0
Total Liabilities	<u>1,365</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 1,365</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

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

	Special Revenue		
	Title V 24150	Title III English Language Acquisition 24153	Title II 24154
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	0
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<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
TATUM MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2009

	Special Revenue		
	Drug Free Schools & Communities 24157	Medicaid 25153	Rural Education Achievement Program 25233
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	6,761
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,761</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	6,761
Total Liabilities	<u>0</u>	<u>0</u>	<u>6,761</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,761</u>

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

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

	Special Revenue		
	Maddox 26109	Technology For Education 27117	Incentives For School Improvement 27138
ASSETS			
Cash and Cash Equivalents	\$ 6,576	\$ 1,436	\$ 1,020
Receivables			
Due From Grantor	0	0	0
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 6,576</u>	<u>\$ 1,436</u>	<u>\$ 1,020</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	6,576	1,436	1,020
Total Fund Balance	<u>6,576</u>	<u>1,436</u>	<u>1,020</u>
Total Liabilities and Fund Balance	<u>\$ 6,576</u>	<u>\$ 1,436</u>	<u>\$ 1,020</u>

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

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

	Special Revenue		
	Pre-K 27149	Beginning Teacher Mentoring 27154	Elementary Breakfast 27155
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 189	\$ 0
Receivables			
Due From Grantor	13,366	0	0
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 13,366</u>	<u>\$ 189</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	13,366	0	0
Total Liabilities	<u>13,366</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	189	0
Total Fund Balance	<u>0</u>	<u>189</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 13,366</u>	<u>\$ 189</u>	<u>\$ 0</u>

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

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

	Special Revenue		
	Outdoor Classroom Initiative 27165	Library GO Bonds 27170	State Directed 27200
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 43	\$ 0
Receivables			
Due From Grantor	1,119	0	0
Interest Income	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 1,119</u>	<u>\$ 43</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	1,119	0	0
Total Liabilities	<u>1,119</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	43	0
Total Fund Balance	<u>0</u>	<u>43</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 1,119</u>	<u>\$ 43</u>	<u>\$ 0</u>

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

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

	<u>Special Revenue</u>		<u>Capital Project</u>
	NM Outdoor Classroom 27504	Library Books 27549	Special Capital Outlay-Local 31300
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 939	\$ 101,904
Receivables			
Due From Grantor	1,000	0	0
Interest Income	0	0	22
Inventory	0	0	0
Total Assets	<u>\$ 1,000</u>	<u>\$ 939</u>	<u>\$ 101,926</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balance	1,000	0	0
Total Liabilities	<u>1,000</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for:			
Inventory	0	0	0
Capital Projects	0	0	101,926
Debt Service	0	0	0
Unreserved, Undesignated			
Special Revenue	0	939	0
Total Fund Balance	<u>0</u>	<u>939</u>	<u>101,926</u>
Total Liabilities and Fund Balance	<u>\$ 1,000</u>	<u>\$ 939</u>	<u>\$ 101,926</u>

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

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

	<u>Debt Service</u>	
	<u>Deferred Sick Leave 42000</u>	<u>Total</u>
ASSETS		
Cash and Cash Equivalents	\$ 48,061	\$ 189,403
Receivables		
Due From Grantor	0	30,866
Interest Income	11	38
Inventory	0	1,257
Total Assets	<u>\$ 48,072</u>	<u>\$ 221,564</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	\$ 0	\$ 0
Interfund Balance	0	24,041
Total Liabilities	<u>0</u>	<u>24,041</u>
Fund Balance		
Reserved for:		
Inventory	0	1,257
Capital Projects	0	101,926
Debt Service	48,072	48,072
Unreserved, Undesignated		
Special Revenue	0	46,268
Total Fund Balance	<u>48,072</u>	<u>197,523</u>
Total Liabilities and Fund Balance	<u>\$ 48,072</u>	<u>\$ 221,564</u>

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

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

	Special Revenue		
	Food Service 21000	Athletics 22000	Title I 24101
Revenues			
Interest Income	\$ 40	\$ 123	\$ 0
Fees	40,753	22,254	0
State & Local Grants	0	0	0
Federal Grant	81,417	0	55,265
Total Revenues	<u>122,210</u>	<u>22,377</u>	<u>55,265</u>
Expenditures			
Current			
Instruction	0	21,380	52,126
Support Services-Instruction	0	0	0
Support Services-Students	0	0	2,963
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	176
Food Service Operations	132,779	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>132,779</u>	<u>21,380</u>	<u>55,265</u>
Excess (Deficiency) of Revenues Over Expenditures	(10,569)	997	0
Fund Balances at Beginning of Year	<u>35,280</u>	<u>11,614</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 24,711</u>	<u>\$ 12,611</u>	<u>\$ 0</u>

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

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

	Special Revenue		
	IDEA Part B Discretionary 24107	IDEA Preschool 24109	Partnership in Character Education 24129
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grant	1,365	14,813	0
Total Revenues	<u>1,365</u>	<u>14,813</u>	<u>0</u>
Expenditures			
Current			
Instruction	1,365	14,813	0
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>1,365</u>	<u>14,813</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><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

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

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

	Special Revenue		
	Title V 24150	Title III English Language Acquisition 24153	Title II 24154
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grant	0	0	3,737
Total Revenues	<u>0</u>	<u>0</u>	<u>3,737</u>
Expenditures			
Current			
Instruction	0	0	3,375
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	362
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>3,737</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
TATUM MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue		
	Drug Free Schools & Communities 24157	Medicaid 25153	Rural Education Achievement Program 25233
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	17,010	0
State & Local Grants	0	0	0
Federal Grant	0	0	27,428
Total Revenues	<u>0</u>	<u>17,010</u>	<u>27,428</u>
Expenditures			
Current			
Instruction	0	0	22,028
Support Services-Instruction	0	0	5,400
Support Services-Students	0	17,010	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>17,010</u>	<u>27,428</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
TATUM MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2009

	Special Revenue		
	Maddox 26109	Technology For Education 27117	Incentives For School Improvement 27138
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	5,349	0
Federal Grant	0	0	0
Total Revenues	<u>0</u>	<u>5,349</u>	<u>0</u>
Expenditures			
Current			
Instruction	0	14,790	0
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>14,790</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(9,441)	0
Fund Balances at Beginning of Year	<u>6,576</u>	<u>10,877</u>	<u>1,020</u>
Fund Balance End of Year	<u>\$ 6,576</u>	<u>\$ 1,436</u>	<u>\$ 1,020</u>

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

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

	Special Revenue		
	Pre-K 27149	Beginning Teacher Mentoring 27154	Elementary Breakfast 27155
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	28,030	1,003	3,838
Federal Grant	0	0	0
Total Revenues	<u>28,030</u>	<u>1,003</u>	<u>3,838</u>
Expenditures			
Current			
Instruction	28,030	0	0
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	814	0
Food Service Operations	0	0	3,838
Capital Outlay	0	0	0
Total Expenditures	<u>28,030</u>	<u>814</u>	<u>3,838</u>
Excess (Deficiency) of Revenues Over Expenditures	0	189	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>\$ 189</u>	<u>\$ 0</u>

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

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

	Special Revenue		
	Outdoor Classroom Initiative <u>27165</u>	Library GO Bonds <u>27170</u>	State Directed <u>27200</u>
Revenues			
Interest Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	2,039	0	12,170
Federal Grant	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>2,039</u>	<u>0</u>	<u>12,170</u>
Expenditures			
Current			
Instruction	2,039	0	0
Support Services-Instruction	0	18	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	12,170
Support Services-School Administration	0	0	0
Food Service Operations	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>2,039</u>	<u>18</u>	<u>12,170</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(18)	0
Fund Balances at Beginning of Year	<u>0</u>	<u>61</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 43</u>	<u>\$ 0</u>

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

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

	<u>Special Revenue</u>		<u>Capital Project</u>
	NM Outdoor Classroom 27504	Library Books 27549	Special Capital Outlay-Local 31300
Revenues			
Interest Income	\$ 0	\$ 0	\$ 1,106
Fees	0	0	0
State & Local Grants	1,000	939	0
Federal Grant	0	0	0
Total Revenues	<u>1,000</u>	<u>939</u>	<u>1,106</u>
Expenditures			
Current			
Instruction	1,000	0	0
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Food Service Operations	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>1,000</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	939	1,106
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>100,820</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 939</u>	<u>\$ 101,926</u>

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

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

	<u>Debt Service</u>	
	Deferred Sick Leave 42000	<u>Total</u>
Revenues		
Interest Income	\$ 503	\$ 1,772
Fees	0	80,017
State & Local Grants	0	54,368
Federal Grant	0	184,025
Total Revenues	<u>503</u>	<u>320,182</u>
Expenditures		
Current		
Instruction	0	160,946
Support Services-Instruction	0	5,418
Support Services-Students	0	19,973
Support Services-General Administration	0	12,170
Support Services-School Administration	0	1,352
Food Service Operations	0	136,617
Capital Outlay	0	0
Total Expenditures	<u>0</u>	<u>336,476</u>
Excess (Deficiency) of Revenues Over Expenditures	503	(16,294)
Fund Balances at Beginning of Year	<u>47,569</u>	<u>213,817</u>
Fund Balance End of Year	<u>\$ 48,072</u>	<u>\$ 197,523</u>

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

STATE OF NEW MEXICO
TATUM 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				
Interest Income	\$ 45	\$ 45	\$ 40	\$ (5)
Fees	36,600	36,600	40,753	4,153
Federal Grants	75,000	75,000	74,636	(364)
Total Revenues	<u>111,645</u>	<u>111,645</u>	<u>115,429</u>	<u>3,784</u>
Expenditures				
Food Service Operations				
Personnel Services	47,297	47,297	44,921	2,376
Employee Benefits	37,077	32,777	30,502	2,275
Other Purchased Services	265	265	175	90
Supplies	49,619	53,919	50,600	3,319
Total Food Service Operations	<u>134,258</u>	<u>134,258</u>	<u>126,198</u>	<u>8,060</u>
Total Expenditures	<u>134,258</u>	<u>134,258</u>	<u>126,198</u>	<u>8,060</u>
Excess (Deficiency) of Revenues Over Expenditures	(22,613)	(22,613)	(10,769)	11,844
Cash Balance Beginning of Year	<u>27,398</u>	<u>27,398</u>	<u>27,398</u>	<u>0</u>
Cash Balance End of Year	\$ <u>4,785</u>	\$ <u>4,785</u>	\$ <u>16,629</u>	\$ <u>11,844</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,769)	
Net change in Inventory			25	
Net change in Accounts Payables			175	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(10,569)</u>	

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

STATE OF NEW MEXICO
TATUM 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				
Interest Income	\$ 425	\$ 425	\$ 136	\$ (289)
Fees	15,900	15,900	22,254	6,354
Total Revenues	<u>16,325</u>	<u>16,325</u>	<u>22,390</u>	<u>6,065</u>
Expenditures				
Instruction				
Professional & Tech Services	4,200	1,432	1,134	298
Other Purchased Services	20,523	23,291	20,247	3,044
Property	2,774	2,774	0	2,774
Total Instruction	<u>27,497</u>	<u>27,497</u>	<u>21,381</u>	<u>6,116</u>
Total Expenditures	<u>27,497</u>	<u>27,497</u>	<u>21,381</u>	<u>6,116</u>
Excess (Deficiency) of Revenues Over Expenditures	(11,172)	(11,172)	1,009	12,181
Cash Balance Beginning of Year	<u>11,597</u>	<u>11,597</u>	<u>11,597</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 425</u>	<u>\$ 425</u>	<u>\$ 12,606</u>	<u>\$ 12,181</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,009	
Net change in Accounts Receivable			(12)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 997</u>	

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

STATE OF NEW MEXICO
TATUM 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 Grants	\$ 109,500	\$ 115,500	\$ 91,671	\$ (23,829)
Total Revenues	<u>109,500</u>	<u>115,500</u>	<u>91,671</u>	<u>(23,829)</u>
Expenditures				
Instruction				
Personnel Services	27,975	34,632	34,632	0
Employee Benefits	15,122	18,042	15,896	2,146
Professional & Tech Services	3,152	2,952	0	2,952
Other Purchased Services	0	400	378	22
Supplies	13,568	13,368	1,220	12,148
Total Instruction	<u>59,817</u>	<u>69,394</u>	<u>52,126</u>	<u>17,268</u>
Support Services-Students				
Personnel Services	8,292	6,691	691	6,000
Other Purchased Services	2,155	184	177	7
Supplies	2,400	2,219	2,095	124
Total Support Services-Students	<u>12,847</u>	<u>9,094</u>	<u>2,963</u>	<u>6,131</u>
Support Services-General Administration				
Other Purchased Services	0	176	176	0
Total Support Services-General Administration	<u>0</u>	<u>176</u>	<u>176</u>	<u>0</u>
Total Expenditures	<u>72,664</u>	<u>78,664</u>	<u>55,265</u>	<u>23,399</u>
Excess (Deficiency) of Revenues Over Expenditures	36,836	36,836	36,406	(430)
Cash Balance Beginning of Year	<u>(36,836)</u>	<u>(36,836)</u>	<u>(36,836)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (430)</u>	<u>\$ (430)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 36,406	
Net change in Due from Grantor			<u>(36,406)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA, PART B DISCRETIONARY-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 Grants	\$ 11,501	\$ 12,866	\$ 11,501	\$ (1,365)
Total Revenues	<u>11,501</u>	<u>12,866</u>	<u>11,501</u>	<u>(1,365)</u>
Expenditures				
Instruction				
Supplies	0	1,365	1,365	0
Total Instruction	<u>0</u>	<u>1,365</u>	<u>1,365</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,365</u>	<u>1,365</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	11,501	11,501	10,136	(1,365)
Cash Balance Beginning of Year	<u>(11,501)</u>	<u>(11,501)</u>	<u>(11,501)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,365)</u>	<u>\$ (1,365)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,136	
Net change in Due from Grantor			<u>(10,136)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA PRESCHOOL-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 Grants	\$ 8,979	\$ 23,915	23,792	\$ (123)
Total Revenues	<u>8,979</u>	<u>23,915</u>	<u>23,792</u>	<u>(123)</u>
Expenditures				
Instruction				
Personnel Services	0	11,139	11,034	105
Employee Benefits	<u>0</u>	<u>3,797</u>	<u>3,779</u>	<u>18</u>
Total Instruction	<u>0</u>	<u>14,936</u>	<u>14,813</u>	<u>123</u>
Support Services-General Administration				
Other Purchased Services	<u>0</u>	<u>3,029</u>	<u>0</u>	<u>3,029</u>
Total Support Services-General Administration	<u>0</u>	<u>3,029</u>	<u>0</u>	<u>3,029</u>
Total Expenditures	<u>0</u>	<u>17,965</u>	<u>14,813</u>	<u>3,152</u>
Excess (Deficiency) of Revenues Over Expenditures	8,979	5,950	8,979	3,029
Cash Balance Beginning of Year	<u>(8,979)</u>	<u>(8,979)</u>	<u>(8,979)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>(3,029)</u>	\$ <u>0</u>	\$ <u>3,029</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 8,979	
Net change in Due from Grantor			<u>(8,979)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-PARTNERSHIP IN CHARACTER EDUCATION-24129
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 Grants	\$ 423	\$ 423	423	\$ 0
Total Revenues	<u>423</u>	<u>423</u>	<u>423</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	0	0	0	0
Employee Benefits	<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	423	423	423	0
Cash Balance Beginning of Year	<u>(423)</u>	<u>(423)</u>	<u>(423)</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			\$ 423	
Net change in Due from Grantor			<u>(423)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE V-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				
Federal Grants	\$ 1,947	\$ 1,947	\$ 1,947	\$ 0
Total Revenues	<u>1,947</u>	<u>1,947</u>	<u>1,947</u>	<u>0</u>
Expenditures				
Support Services-Instruction				
Personnel Services	0	0	0	0
Total Support Services-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	1,947	1,947	1,947	0
Cash Balance Beginning of Year	<u>(1,947)</u>	<u>(1,947)</u>	<u>(1,947)</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			\$ 1,947	
Net change in Due from Grantor			<u>(1,947)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE III-ENGLISH LANGUAGE ACQUISITION-24153
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 Grants	\$ 2,060	\$ 2,060	\$ 2,060	\$ 0
Total Revenues	<u>2,060</u>	<u>2,060</u>	<u>2,060</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	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	2,060	2,060	2,060	0
Cash Balance Beginning of Year	<u>(2,060)</u>	<u>(2,060)</u>	<u>(2,060)</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			\$ 2,060	
Net change in Due from Grantor			<u>(2,060)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE II-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				
Federal Grants	\$ 22,819	\$ 22,314	\$ 4,277	\$ (18,037)
Total Revenues	<u>22,819</u>	<u>22,314</u>	<u>4,277</u>	<u>(18,037)</u>
Expenditures				
Instruction				
Personnel Services	4,300	4,300	2,800	1,500
Employee Benefits	823	823	576	247
Other Purchased Services	<u>13,775</u>	<u>13,775</u>	<u>0</u>	<u>13,775</u>
Total Instruction	<u>18,898</u>	<u>18,898</u>	<u>3,376</u>	<u>15,522</u>
Support Services-General Administration				
Personnel Services	1,400	1,400	0	1,400
Employee Benefits	<u>281</u>	<u>281</u>	<u>0</u>	<u>281</u>
Total Support Services-General Administration	<u>1,681</u>	<u>1,681</u>	<u>0</u>	<u>1,681</u>
Support Services-School Administration				
Personnel Services	400	400	300	100
Employee Benefits	<u>105</u>	<u>105</u>	<u>62</u>	<u>43</u>
Total Support Services-School Administration	<u>505</u>	<u>505</u>	<u>362</u>	<u>143</u>
Central Services				
Personnel Services	1,000	600	0	600
Employee Benefits	<u>196</u>	<u>91</u>	<u>0</u>	<u>91</u>
Total Central Services	<u>1,196</u>	<u>691</u>	<u>0</u>	<u>691</u>
Total Expenditures	<u>22,280</u>	<u>21,775</u>	<u>3,738</u>	<u>18,037</u>
Excess (Deficiency) of Revenues Over Expenditures	539	539	539	0
Cash Balance Beginning of Year	<u>(539)</u>	<u>(539)</u>	<u>(539)</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			\$ 539	
Net change in Due from Grantor			<u>(539)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-DRUG FREE SCHOOLS & COMMUNITIES-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				
Federal Grants	\$ 2,822	\$ 2,822	\$ 1,518	\$ (1,304)
Total Revenues	<u>2,822</u>	<u>2,822</u>	<u>1,518</u>	<u>(1,304)</u>
Expenditures				
Support Services-Students				
Personnel Services	1,304	1,304	0	1,304
Total Support Services-Students	<u>1,304</u>	<u>1,304</u>	<u>0</u>	<u>1,304</u>
Total Expenditures	<u>1,304</u>	<u>1,304</u>	<u>0</u>	<u>1,304</u>
Excess (Deficiency) of Revenues Over Expenditures	1,518	1,518	1,518	0
Cash Balance Beginning of Year	<u>(1,518)</u>	<u>(1,518)</u>	<u>(1,518)</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			\$ 1,518	
Net change in Due from Grantor			<u>(1,518)</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-MEDICAID-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	\$ 17,010	\$ 17,010	\$ 0
Total Revenues	<u>0</u>	<u>17,010</u>	<u>17,010</u>	<u>0</u>
Expenditures				
Support Services-Students				
Personnel Services	0	13,667	13,667	0
Employee Benefits	0	2,973	2,973	0
Other Purchased Services	<u>0</u>	<u>370</u>	<u>370</u>	<u>0</u>
Total Support Services-Students	<u>0</u>	<u>17,010</u>	<u>17,010</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>17,010</u>	<u>17,010</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			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-RURAL EDUCATION ACHIEVEMENT PROGRAM-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				
Federal Grants	\$ 0	\$ 42,793	\$ 20,667	\$ (22,126)
Total Revenues	<u>0</u>	<u>42,793</u>	<u>20,667</u>	<u>(22,126)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	6,762	6,761	1
Other Purchased Services	0	859	795	64
Supplies	0	10,331	8,802	1,529
Supply Assets	0	9,841	5,670	4,171
Total Instruction	<u>0</u>	<u>27,793</u>	<u>22,028</u>	<u>5,765</u>
Support Services-Instruction				
Professional & Tech Services	0	15,000	5,400	9,600
Total Support Services-Instruction	<u>0</u>	<u>15,000</u>	<u>5,400</u>	<u>9,600</u>
Total Expenditures	<u>0</u>	<u>42,793</u>	<u>27,428</u>	<u>15,365</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(6,761)	(6,761)
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>\$ (6,761)</u>	<u>\$ (6,761)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,761)	
Net change in Due from Grantor			<u>6,761</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-MADDOX-26109
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	2,500	2,500	0	2,500
Supplies	<u>4,076</u>	<u>4,076</u>	<u>0</u>	<u>4,076</u>
Total Instruction	<u>6,576</u>	<u>6,576</u>	<u>0</u>	<u>6,576</u>
Total Expenditures	<u>6,576</u>	<u>6,576</u>	<u>0</u>	<u>6,576</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,576)	(6,576)	0	6,576
Cash Balance Beginning of Year	<u>6,576</u>	<u>6,576</u>	<u>6,576</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>6,576</u>	\$ <u>6,576</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
TATUM 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	\$ 4,832	\$ 5,349	\$ 517
Total Revenues	<u>0</u>	<u>4,832</u>	<u>5,349</u>	<u>517</u>
Expenditures				
Instruction				
Professional & Tech Services	0	670	159	511
Other Purchased Services	0	712	641	71
Supplies	<u>0</u>	<u>14,326</u>	<u>13,990</u>	<u>336</u>
Total Instruction	<u>0</u>	<u>15,708</u>	<u>14,790</u>	<u>918</u>
Total Expenditures	<u>0</u>	<u>15,708</u>	<u>14,790</u>	<u>918</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(10,876)	(9,441)	1,435
Cash Balance Beginning of Year	<u>10,877</u>	<u>10,877</u>	<u>10,877</u>	<u>0</u>
Cash Balance End of Year	\$ <u>10,877</u>	\$ <u>1</u>	\$ <u>1,436</u>	\$ <u>1,435</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(9,441)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(9,441)</u>	

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

STATE OF NEW MEXICO
TATUM 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				
Supplies	1,020	1,020	0	1,020
Total Instruction	<u>1,020</u>	<u>1,020</u>	<u>0</u>	<u>1,020</u>
Total Expenditures	<u>1,020</u>	<u>1,020</u>	<u>0</u>	<u>1,020</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,020)	(1,020)	0	1,020
Cash Balance Beginning of Year	<u>1,020</u>	<u>1,020</u>	<u>1,020</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,020</u>	<u>\$ 1,020</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-PRE K-27149
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	\$ 13,366	\$ 41,396	\$ 28,030	\$ (13,366)
Total Revenues	<u>13,366</u>	<u>41,396</u>	<u>28,030</u>	<u>(13,366)</u>
Expenditures				
Instruction				
Personnel Services	0	20,441	20,441	0
Employee Benefits	0	7,589	7,589	0
Total Instruction	<u>0</u>	<u>28,030</u>	<u>28,030</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>28,030</u>	<u>28,030</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	13,366	13,366	0	(13,366)
Cash Balance Beginning of Year	<u>(13,366)</u>	<u>(13,366)</u>	<u>(13,366)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(13,366)</u>	\$ <u>(13,366)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
TATUM 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				
Support Services-School Administration				
Personnel Services	0	500	500	0
Employee Benefits	0	99	99	0
Professional & Tech Services	<u>0</u>	<u>404</u>	<u>215</u>	<u>189</u>
Support Services-School Administration	<u>0</u>	<u>1,003</u>	<u>814</u>	<u>189</u>
Total Expenditures	<u>0</u>	<u>1,003</u>	<u>814</u>	<u>189</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	189	189
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>\$ 189</u>	<u>\$ 189</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>189</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>189</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ELEMENTARY BREAKFAST-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	\$ 3,839	\$ 3,839	\$ 3,838	\$ (1)
Total Revenues	<u>3,839</u>	<u>3,839</u>	<u>3,838</u>	<u>(1)</u>
Expenditures				
Food Services Operations				
Supplies	<u>3,839</u>	<u>3,839</u>	<u>3,838</u>	<u>1</u>
Total Food Services Operations	<u>3,839</u>	<u>3,839</u>	<u>3,838</u>	<u>1</u>
Total Expenditures	<u>3,839</u>	<u>3,839</u>	<u>3,838</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-OUTDOOR CLASSROOM INITIATIVE-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	\$ 439	\$ 2,478	\$ 1,359	\$ (1,119)
Total Revenues	<u>439</u>	<u>2,478</u>	<u>1,359</u>	<u>(1,119)</u>
Expenditures				
Instruction				
Supplies	0	920	920	0
Supply Assets	0	1,119	1,119	0
Total Instruction	<u>0</u>	<u>2,039</u>	<u>2,039</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>2,039</u>	<u>2,039</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	439	439	(680)	(1,119)
Cash Balance Beginning of Year	<u>(439)</u>	<u>(439)</u>	<u>(439)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,119)</u>	<u>\$ (1,119)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (680)	
Net change in Due from Grantor			<u>680</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-LIBRARY 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	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Instruction				
Supplies	825	825	782	43
Total Support Services-Instruction	<u>825</u>	<u>825</u>	<u>782</u>	<u>43</u>
Total Expenditures	<u>825</u>	<u>825</u>	<u>782</u>	<u>43</u>
Excess (Deficiency) of Revenues Over Expenditures	(825)	(825)	(782)	43
Cash Balance Beginning of Year	<u>825</u>	<u>825</u>	<u>825</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 43</u>	<u>\$ 43</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (782)	
Net change in Accounts Payable			<u>764</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (18)</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-STATE DIRECTED-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				
State Grant	\$ 0	\$ 12,170	\$ 12,170	\$ 0
Total Revenues	<u>0</u>	<u>12,170</u>	<u>12,170</u>	<u>0</u>
Expenditures				
Support Services-General Administration				
Personnel Services	0	9,300	9,300	0
Employee Benefits	<u>0</u>	<u>2,870</u>	<u>2,870</u>	<u>0</u>
Support Services-General Administration	<u>0</u>	<u>12,170</u>	<u>12,170</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>12,170</u>	<u>12,170</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-NM OUTDOOR CLASSROOM-27504
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	\$ 1,000	\$ 0	\$ (1,000)
Total Revenues	<u>0</u>	<u>1,000</u>	<u>0</u>	<u>(1,000)</u>
Expenditures				
Instruction				
Supplies	0	1,000	1,000	0
Total Instruction	<u>0</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(1,000)	(1,000)
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>\$ (1,000)</u>	<u>\$ (1,000)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,000)	
Net change in Due from Grantor			<u>1,000</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
TATUM MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-LIBRARY BOOKS-27549
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	\$ 939	\$ 939
Total Revenues	<u>0</u>	<u>0</u>	<u>939</u>	<u>939</u>
Expenditures				
Instruction				
Personnel Services	0	0	0	0
Employee Benefits	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	0	0	939	939
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>\$ 939</u>	<u>\$ 939</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 939	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 939</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-SPECIAL CAPITAL OUTLAY-LOCAL-31300
 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				
Interest Income	\$ 5,500	\$ 5,500	\$ 1,381	\$ (4,119)
Total Revenues	<u>5,500</u>	<u>5,500</u>	<u>1,381</u>	<u>(4,119)</u>
Expenditures				
Capital Outlay				
Fixed Assets	106,023	106,023	0	106,023
Total Capital Outlay	<u>106,023</u>	<u>106,023</u>	<u>0</u>	<u>106,023</u>
Total Expenditures	<u>106,023</u>	<u>106,023</u>	<u>0</u>	<u>106,023</u>
Excess (Deficiency) of Revenues Over Expenditures	(100,523)	(100,523)	1,381	101,904
Cash Balance Beginning of Year	<u>100,523</u>	<u>100,523</u>	<u>100,523</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 101,904</u>	<u>\$ 101,904</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,381	
Net change in Interest Receivable			<u>(275)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 1,106</u>	

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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
DEBT SERVICE-DEFERRED SICK LEAVE-42000
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				
Interest Income	\$ 11,457	\$ 11,457	\$ 585	\$ (10,872)
Total Revenues	<u>11,457</u>	<u>11,457</u>	<u>585</u>	<u>(10,872)</u>
Expenditures				
Central Services				
Employee Benefits	58,933	58,933	0	58,933
Total Central Services	<u>58,933</u>	<u>58,933</u>	<u>0</u>	<u>58,933</u>
Total Expenditures	<u>58,933</u>	<u>58,933</u>	<u>0</u>	<u>58,933</u>
Excess (Deficiency) of Revenues Over Expenditures	(47,476)	(47,476)	585	48,061
Cash Balance Beginning of Year	<u>47,476</u>	<u>47,476</u>	<u>47,476</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 48,061</u>	<u>\$ 48,061</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 585	
Net change in Accounts Receivable			<u>(82)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 503</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
TATUM MUNICIPAL SCHOOLS
 AGENCY FUNDS - ACTIVITY
 Schedule of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2009

	Balance 6/30/2008	Additions	Deletions	Balance 06/30/09
ASSETS				
After Prom Party	\$ 703	\$ 6,220	\$ 6,615	\$ 308
Booster Club	318	374	0	692
Boys Basketball	874	3	877	0
Building Trades	2,730	0	724	2,006
Centennial	8,060	440	8,500	0
Character Counts, Elementary	2,141	0	1,062	1,079
Computer Lab	2,158	0	0	2,158
Coyote Park Bricks	13,150	2,300	15,450	0
Dallas Mercantile	2,500	0	0	2,500
District 8	0	3,416	3,415	1
Drama	896	3,000	2,884	1,012
EDC	6,297	11,330	17,627	0
Elementary Teachers	458	197	361	294
FFA	0	15,401	14,739	662
Field House	1,117	329	1,134	312
Girls Basketball	471	5,727	5,973	225
Home Economics	10	0	0	10
HS A/R	1,454	97	330	1,221
HS Vending	758	6,251	5,412	1,597
Interest	779	334	1,035	78
Library	4,189	3,018	4,289	2,918
Miscellaneous	3	1,508	747	764
NHS	1,927	4,304	1,729	4,502
Student Council	620	2,117	1,907	830
Student Youth Opp	161	37	198	0
Summer Recreation	928	2,681	2,734	875
Textbooks	818	362	88	1,092
Varsity Cheerleaders	3,775	5,557	8,761	571
Varsity Gym	0	1,522	915	607
Volleyball	113	100	17	196
WERC Design Team	1,656	50	366	1,340
WERC Scholarship	2,343	0	801	1,542
Yearbooks	5,343	4,618	1,805	8,156
Class of 2009	2,216	2,365	3,743	838
Class of 2010	9,357	17,479	16,439	10,397
Class of 2011	0	0	0	0
Class of 2012	50	0	0	50
Class of 2013	30	36	66	0
Certificate of Deposit	13,300	0	0	13,300
Total Assets	\$ 91,703	\$ 101,173	\$ 130,743	\$ 62,133
LIABILITIES				
Deposits Held for Others	\$ 91,703	\$ 101,173	\$ 130,743	\$ 62,133
Total Liabilities	\$ 91,703	\$ 101,173	\$ 130,743	\$ 62,133

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

STATE OF NEW MEXICO
TATUM 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	\$ 492,349	\$ 3,287,673	\$ 3,184,627	\$ 0	\$ 595,395
Transportation	13000	53,386	286,668	294,406	0	45,648
Instructional Materials	14000	21,423	44,305	48,252	0	17,476
Food Services	21000	27,398	115,428	126,198	0	16,628
Athletics	22000	11,597	22,390	21,381	0	12,606
Federal Flowthrough	24000	(83,239)	195,040	157,756	0	(45,955)
Federal Direct	25000	0	37,677	44,438	0	(6,761)
Local Grants	26000	6,576	0	0	0	6,576
State Flowthrough	27000	(96,035)	147,639	84,458	0	(32,854)
Special Capital Outlay Local	31300	100,523	1,380	0	0	101,903
Special Capital Outlay State	31400	(30,457)	109,640	120,423	0	(41,240)
SB-9	31700	256,771	378,916	444,469	0	191,218
Debt Service	41000	570,234	273,702	407,397	0	436,539
Debt Service-Deferred Sick Leave	42000	47,475	585	0	0	48,060
Agency Funds		91,703	101,173	130,743	0	62,133
Total		\$ 1,469,704	\$ 5,002,216	\$ 5,064,548	\$ 0	\$ 1,407,372

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 TATUM MUNICIPAL SCHOOLS

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major governmental fund, and the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds and the combining and individual funds presented as supplemental information of the TATUM 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, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal awarding agencies 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

STATE OF NEW MEXICO
TATUM MUNICIPAL SCHOOLS
Schedule of Findings and Responses
For the Year Ended June 30, 2009

Prior Year Audit Findings

There were no prior year audit findings.

Current Year Audit Findings

There are no current year audit findings.

Financial Statement Preparation

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

Exit Conference

An exit conference was held on November 5, 2009. Those present were Buddy Little-Superintendent, Brett Sterling, Board Member, Leslie Pearce-Business Manager and De'Aun Willoughby CPA.