

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS



ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2010

(With Auditors' Report Thereon)

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INTRODUCTORY SECTION

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TUCUMCARI PUBLIC SCHOOLS
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STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2010

<u>Name</u>	<u>Board of Education</u>	<u>Title</u>
Joe Barnett		President
Marty Garcia		Vice President
Christine Dougherty		Clerk
Carlos Romero.		Member
Marion Payton		Member
	<u>School Officials</u>	
Aaron McKinney		Superintendent
Dennis Roch		Assistant Superintendent
Trude Bauler		Business Manager until 05-15-10
Tom Sullivan		Business Manager after 07-05-10

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general funds and major special revenue fund of Tucumcari Public Schools, New Mexico, as of and for the year ended June 30, 2010, 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, and the budgetary comparisons for the major capital project funds, debt service fund and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of Tucumcari Public Schools' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expression an opinion on the effectiveness of the agency's internal control over financial reporting. Accordingly, we express no such opinion. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Tucumcari Public Schools, New Mexico, as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the general funds and major special revenue fund 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 Tucumcari Public Schools, New Mexico as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project 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 our report dated November 15, 2010 on our consideration of Tucumcari Public Schools, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* on page vii is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular -A-133, *Audits of States, Local Governmental and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as "Supporting Schedules" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Grigo Professional Services, LLC

Albuquerque, New Mexico
November 15, 2010

TUCUMCARI PUBLIC SCHOOLS

Aaron W. McKinney, Superintendent

Management Discussion and Analysis
For the Fiscal Year Ending June 30, 2010

This Management Discussion and Analysis of the fiscal performance of the TUCUMCARI PUBLIC SCHOOLS (District) for the period ending June 30, 2010 represents the District's sixth year implementation of the Governmental Accounting Standards Board Statement No. 34 (GASB 34).

This discussion and analysis provides a review of the District's overall financial activities, using the accrual basis of accounting, for the year ending June 30, 2010. Fund Financial statements are reported on a modified accrual basis of accounting. Rather than looking at specific areas of performance, this discussion and analysis focuses on the financial performance of the District as a whole. Whenever possible, this discussion and analysis will provide the reader multi-year pictures of financial performance and other pertinent information through the use of tables and other graphical information.

In addition to the new reporting, this annual report consists of a series of detailed, audited financial statements and the notes to those statements. Also included is the Independent Auditor's Report, The Independent Auditor's Report on Compliance on Internal Control (Governmental Accounting Standards), and a schedule of Findings and Questioned Costs. These statements and information were included in past audit reports.

About TUCUMCARI PUBLIC SCHOOLS

To completely understand the financial discussion of TUCUMCARI PUBLIC SCHOOLS, it is important to understand the nature of the District.

For parents choosing a public education for their children, Tucumcari Public Schools offers pre-school, pre-k, and full-day kindergarten, elementary and secondary education for approximately 1,130 students at the present. Our student population has increased by 15 students over last year.

The Tucumcari Public School District is located one hundred and seventy six miles east of Albuquerque, New Mexico. Tucumcari is located on Interstate 40 in rural Eastern New Mexico. Mesalands Community College is located adjacent to the Tucumcari High School, which provides excellent opportunity for concurrent enrollment, both academic and vocational. Tucumcari Public Schools is the largest employer in our community. Our enrollment has hovered just above or below 1,130 students approximately equal in gender distribution. Our students are approximately 95% Caucasian with Hispanic Indicators, 003% Native American, .032% Black American, and .016% Asian.

The goal of our school district is to provide safe, quality educational opportunities to all students to empower them to become all that they can be. The vision of the Tucumcari Public School District is:

"Excellence in Education"

Given this vision statement from the Board, and with the guidance of the New Mexico Public Education Department (PED) with their expectations outlined in the Standards for Excellence, and through varied input from district administration, teachers and parents, TPS established three focus areas. Our focus areas as defined by the district's Educational Plan for Students Success are as follows:

- Enhance student achievement for students of all academic abilities in the areas of language arts, mathematics and science as represented by improved test data, attendance data, and disciplinary data.

- Advance the knowledge of real world vocations and professions in order to address economic and employability demands.

The Mission of Tucumcari Public Schools focuses on the students we serve. Our mission is:

“Tucumcari Public schools will prepare students for successful lives”

Significant Financial Highlights for the Year Ended June 30, 2010

- The district continues to implement the new financial reporting and processes as required by the Governmental Accounting Standards Board Statement No. 34. The implementation includes both the current year reporting of depreciation on Capital Assets and accumulated depreciation to date.
- As part of the implementation of GASB 34 requirements, accumulated depreciation of \$27,461,363 as of June 30, 2009 increased to \$28,631,678 in ending accumulated depreciation as of June 30, 2010 for a difference totaling \$1,235,218 of depreciation expense less \$64,903 in deletions.
- The overall adjusted Fund Balance increased from \$2,547,206 for the year ending June 30, 2009 to \$2,706,843 for the year ending June 30, 2010. This represents an increase in the fund balance of \$159,637.
- Total revenues increased from \$15,076,082 for the year ending June 30, 2009 to \$17,810,603 in the year ending June 30, 2010. This is an increase of \$2,734,521 reflecting an overall revenue increase of 18.1 %. The most significant reason for this increase is from Public School Capital Outlay and Capital Improvement.
- Total expenditures, inclusive of all capital expenditures from bond proceeds increased from \$15,588,399 for the year ending June 30, 2009 to \$ 20,185,966 for the year ending June 30, 2010. This is an increase in expenditures of \$4,597,567 of which \$6,933,287 are from Capital Outlay.

DISTRICT WIDE FINANCIAL STATEMENTS

Statement of Net Assets

This is the seventh year of implementation for the GASB 34 Statement of Net Assets. The TUCUMCARI PUBLIC SCHOOLS has utilized the accrual method of accounting. This statement shows that the District has total assets of \$31,613,193. The District has \$2,832,060 of cash and cash equivalents on hand as of June 30, 2010 compared to \$1,071,045 in accounts payable and other current liabilities. Net Assets totaling \$1,775,642 are “restricted” for debt service and capital projects. Net Assets totaling \$954,819 are “unrestricted”.

Assets	<u>6/30/2008</u>	<u>06/30/2009</u>	<u>06/30/2010</u>
Cash Assets	2,816,741	2,210,131	2,832,060
Other Current Assets	626,029	808,073	377,654
Capital Assets	46,765,957	49,932,362	56,963,365
Less Accumulated Depreciation	(26,527,089)	(27,461,363)	(28,631,678)
Other concurrent Assets	42,291	38,590	71,792
Total Assets	<u>23,723,929</u>	<u>25,527,793</u>	<u>31,613,193</u>
Liabilities			
Accounts Payable	96,573	130,700	213,260
Accrued Interest	60,004	52,297	51,187
Other Current Liabilities	743,601	655,912	806,598
Long Term Liabilities	3,025,000	2,725,000	4,015,000
Total Liabilities	<u>3,925,178</u>	<u>3,563,909</u>	<u>5,086,045</u>
Net Assets			
Invested in Capital Assets	16,897,235	19,445,999	23,796,687
Restricted: Debt Service	592,153	588,492	704,794
Restricted: Capital Projects	1,351,778	569,679	1,070,848
Unrestricted	957,585	1,359,714	954,819
Total Net Assets	<u>19,798,751</u>	<u>21,963,884</u>	<u>26,527,148</u>

TUCUMCARI PUBLIC SCHOOLS financial statements, prior years’ information is included. The Management Discussion and Analysis has included three years of information in the presentation of this table.

GASB 34 rules now require public entities to depreciate capital assets. This statement includes an adjusted accumulated depreciation of the District’s capital assets in the amount of \$28,631,678. The District utilized a “straight line” depreciation method in all cases and standardized lifetime tables in calculating this depreciation.

Statement of Activities

The Statement of Activities is a statement required by GASB 34 and is prepared using the accrual method of accounting. This report compliments the Statement of Net Assets by showing the overall change in the District's net assets for the fiscal year ending June 30, 2010. As of June 30, 2010 the District had net assets of \$26,527,148. The adjusted beginning year total net assets are \$21,963,884 reflecting an increase in total net assets of \$4,563,264 for the year ending June 30, 2010.

	June 30, 2009	June 30, 2010
Expenses for Governmental Activities	12,797,069	13,181,723
Less Charges for Services	46,986	63,770
Less Operating Grants and Contributions	2,851,545	3,939,088
Less Capital Grants and Contributions	2,557,323	5,178,117
Net (Expenses) Revenues and Changes in Net Assets	(7,341,215)	(4,000,748)
General Revenues		
Taxes – general, debt service, capital projects	745,290	752,522
Federal and State Aid not restricted to specific purposes	8,720,617	7,806,349
Interest Earned	12,434	5,141
Gain/loss on Disposal of assets	-	-
Miscellaneous	28,007	-
Subtotal, General Revenues	9,506,348	8,564,012
Changes in Net Assets	2,165,133	4,563,264
Prior Year Adjustments		
Net Assets Beginning	19,798,751	21,963,884
Net Assets – Ending	21,963,884	26,527,148

FUND FINANCIAL STATEMENTS

Fund financial statements are based on a modified accrual basis of accounting. The Statement of Revenues and Expenditures and Changes in Fund Balances is *not* new to the District's annual financial reports. This report guides the reader to a meaningful overall view for the District revenue, expenditures and changes to the fund balance. Total revenues from state, local and federal sources were \$17,810,603. Bond proceeds totaled \$2,535,000. Total expenditures for the District were \$20,185,966. The total ending fund balance was \$2,706,843; an increase of \$159,637 from the prior year.

Multi-Year District Revenues and Expenditures

A multi-year view of overall District revenues and expenditures indicates significant change in both areas. The change of revenues and expenditures are commensurate with student count, legislative initiatives to improve funding for teacher salaries, student needs and other educational programs as well as state and local increase in revenues for capital outlay purposes.

Year	Total Revenues*	%age Change	Total Expenses*	%age Change
2009-2010	20,345,603	34.95	20,185,966	29.0
2008-2009	15,076,082	28.04	15,588,399	31.03
2007-2008	11,774,175	5.26	11,896,972	-0.0003
2006-2007	11,185,237	4.91	11,936,722	12.0
2005-2006	10,660,996	-8.0	10,649,152	-9.06
2004-2005	11,591,140	.20	11,709,848	3.20
2003-2004	11,566,456	-4.39	11,345,907	-6.79

*Note: Revenues include proceeds from General Obligation Bonds, and exclude cash carryovers; Expenditures include Capital Outlays.

The Budget

District budgets reflect the same growth as seen in the revenue and expenditures of the District. The State of New Mexico school budget process is defined under state law and regulation. To enhance the process of developing a budget at the school district level, the District utilizes goals and objectives defined by the District's Board, community input meetings, long term plans and input from various staff groups to develop the District's budget. District priorities are well defined through this process.

GASB 34 does not require a statement presenting the overall result of the budget for the year. However, all major budgetary funds are required to be reported as a separate statement.

Major budgetary funds in these reports are: The General Fund (Operational, Transportation, and Instructional Materials), Title I, Entitlement IDEA-B, Teacher / Principal Training / Recruiting, Title I Stimulus, Bond Building and Debt Service. In addition, twenty-seven (28) non-major Special Revenue Funds, three (3) non-major Capital Projects Funds are also reported for budgetary performance.

The reader will note that the General Fund represents 46% of the total fund dollar amount. This fund provides the salary and benefits for the significant majority of the Direct Instruction, Instructional Support, Administration, Business Support and Maintenance staff as well as classroom materials, special education ancillary staff and fixed utility costs.

Revenue from this fund is substantially derived from the State Equalization Guarantee, which is the funding formula appropriated for education by the State Legislature. The General Fund is explored later in the Management Discussion and Analysis.

The following table examines the summary budget performance of the major and combined non-major funds for the fiscal year ending June 30, 2010. Detailed budget performance is examined through the Budgetary Comparison Statement for each major fund and the Schedule of Revenues and Expenditure Budget and Actual for the combined Special Revenue Funds, Capital Projects Funds, and Debt Service.

MAJOR FUNDS EXPENDITURE BUDGET PERFORMANCE

Fund Type	Final Budget	Actual	Variance
Operational	8,552,786	8,070,578	482,208
Transportation	504,015	422,968	81,047
Instructional Materials	100,524	50,627	49,197
Title I	589,849	524,090	65,759
Entitlement IDEA-B	394,076	333,300	60,776
Teacher / Principal Training / Recruiting	224,891	110,938	119,953
Title I Stimulus	316,637	213,000	103,637
Bond Building	2,079,918	1,175,165	904,753
Debt Service	1,109,434	449,024	660,410

COMBINED NON-MAJOR FUNDS EXPENDITURE BUDGET

Fund Type	Final Combined Budget	Actual	Variance
Special Funds	2,212,851	2,028,563	184,288
Capital Projects	696,825	317,413	379,412

All funds fell within the regulatory criteria set by the Public Education Department and New Mexico Statute. Both the Manual of Procedures for Public School Account and NMSA 8-22-5, annotated require that budget expenditures be within the authorization of the approved budget.

The General Fund

The General Fund revenues represent \$8,206,328 of the total \$17,810,603 in overall District revenues. The impact of this fund must be kept in context. The General Fund began the year with an initial budget of \$8,867,168 and had a final budget of \$8,552,786. This change represents a decrease of \$314,382.

The General Fund is predominately funded by revenues from the State of New Mexico Equalization Guarantee Formula. The fund pays for teaching staff, teaching support staff, special education support staff, maintenance staff and administration staff. The General Fund provides the predominant funding for athletics and vocational. Because of the student enrollment variances experienced by the School District, an emphasis on schools by the New Mexico Legislature and because the Equalization Guarantee Formula is based upon student populations, the General Fund (combined Operational, Transportation and Instructional Materials Funds) has seen both growth and decline in revenues as seen in the following table.

Year	Revenues	Percentage Change
2009-2010	8,206,328	-7.54
2008-2009	8,825,117	-0.66
2007-2008	8,883,890	3.61
2006-2007	8,573,992	5.21
2005-2006	8,148,452	3.48
2004-2005	7,874,472	-11.54
2003-2004	8,902,028	13.16
2002-2003	7,866,495	-.80

Because the General Operational Fund is the main fund whose expenditures are significantly related to the educational process, \$8,540,362 was expended in the year ending June 30, 2010. The most significant inter-fund expenditure was for the function noted as “Instruction”. This expenditure was \$4,866,505 and represents 57% of all General Fund expenditures. Expenditures included in this function are regular and special education teachers and assistants, benefits, payroll taxes, school supplies, training and miscellaneous instructional related contract services. Approximately 83% of all General Fund expenditures are made for employee salaries, payroll taxes and benefits.

General Fund Expenditures by percent

Instructional Support represents 8% of General Fund expenditures and accounts for expenditures for technology support, program coordinators, counselors, school nursing staff, librarians, special education ancillary staff and significant support to special education programs through contract ancillary support staff and contract programs.

School Administration represents 2% of the General Fund expenditures for school principals and secretarial staff and all costs for supplies, professional development and technology.

The District Administration includes the Board of Education and the Office of the Superintendent, Assistant Superintendent and the Business Office represent the overhead support of the entire operations of the District; these programs represent 5% of the total General Fund expenditures.

Maintenance accounts for 15% of the General Fund expenditures. Included in the Operation of the Plant expenditures are salaries and benefits for maintenance staff, school custodians, fixed utility costs, maintenance and repairs, maintenance supplies and school custodial supplies. Additional support for maintenance supplies and projects comes from the voter approved SB9 Fund. The General Fund also supports expenditures for athletics and student transportation related to instructional and extra-curricular programs.

Capital Assets

Because of aging facilities, the District has taken a pro-active approach to maintaining existing facilities.

Asset Type	Balance June 30, 2008	Balance June 30, 2009	Balance June 30, 2010
Land	304,874	304,874	304,874
Land Improvements	1,186,885	1,205,119	1,386,254
Furniture, Fixtures & Equipment	4,160,462	4,297,508	4,193,178
Building and Building Improvements	41,019,794	42,012,288	42,028,361
Construction in progress	93,942	2,112,573	9,050,698
Total Capital Assets	46,765,957	49,932,362	56,963,365
Less Accumulated Depreciation	(26,527,089)	(27,461,363)	(28,631,678)
Capital Assets-Net	20,238,868	22,470,999	28,331,687

In fiscal year ending June 30, 2010, the District expended \$6,933,287 for all capital outlays, including buildings & building improvements as well as furniture, fixtures and equipment. The District in cooperation with PSFA and PSCOC is currently building a new High School. Depreciation expense totaled \$1,235,218 for the year.

General Long Term Debt

Article IX, Section 11 of the New Mexico Constitution limits the power of a school district to incur general obligation debt beyond a school year unless such debt is for “the purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving school grounds for purchasing computer software or hardware for student use in public classrooms or any combination of these purposes.” The approval of debt is subject to a vote of the local elector and may not exceed 6% of the assessed valuation of the taxable property within the District.

The School District has never defaulted on any of its debts or other obligations. Listed below are the Districts annual requirements to amortize the General Obligation Bonds, including interest payments, as of June 30, 2010.

Year Ended June 30	Principal	Interest	Totals
2011	520,000	116,130	636,130
2012	360,000	103,461	463,461
2013	320,000	95,200	415,200
2014	340,000	90,281	430,281
2015	300,000	84,784	384,784
2016-2020	1,775,000	289,470	2,044,470
2021-2025	940,000	44,130	984,130
Totals	4,535,000	823,456	5,358,456

Agency Funds

The District, as a custodian, maintains and monitors special funds on the behalf of school activity groups. Agency funds maintained by the District are to benefit a specific activity or interest and are generally raised by students for student use. The custody and use of these funds are in accordance with State Department of Education Regulations and School District Policy. The Statement of Fiduciary Net Assets has a cash balance of \$ 141,940 as of June 30, 2010 held on behalf of the students. This amount represents total fundraiser student support by the community.

Future Trends

TUCUMCARI PUBLIC SCHOOLS continues to proceed to build a new, high school on the site of the aging building currently in use. The project is funded through a voter-approved \$3 million bond, matched by over \$15 million from the Public School Capital Outlay Council (PSCOC), and is expected to be completed in three phases.

In addition, the district will be seeking direct legislative appropriations to equip the new high school’s culinary arts lab with a commercial kitchen, designed to integrate students’ academic studies with marketable skills in the hotel and restaurant industry—an industry which represents a significant portion of Quay County’s local economy.

Other plans include funds to upgrade to more energy-efficient heating and cooling systems at the middle school designed to improve energy conservation and reduce maintenance and utility costs. The new high school has geothermal HVAC system and this will reduce utility costs greatly. We continue our commitment of funds to keep our facilities in good repair to provide a safe, healthy and learning conducive environment for our students and staff.

All school districts in New Mexico are facing very tough economical times and we are committed to continue providing the same level of education as before by adhering to healthy fiscal practices, prudent planning and taking our financial responsibility very seriously. We endeavor to be good stewards of local, state, and federal resources.

Contacting Tucumcari Public Schools

This financial report is designed to provide our community, taxpayers, investors and creditors with an overview of the Tucumcari Public School District's financial condition and to provide accountability for the funds the School District receives. If you have questions about our report or about the operations of the Tucumcari Public School District, please visit our web site at <http://www.gorattlers.org/>, or contact us at:

Tucumcari Public Schools
Administration Office
2400 South Eighth Street
PO Box 1046
Tucumcari, NM 88401
PHONE: 575-461-3910
FAX: 575-461-3554

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STATEMENT OF NET ASSETS
JUNE 30, 2010

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 2,832,060
Receivables	
Property taxes	47,779
Due from other governments	289,460
Other	-
Inventory	<u>40,415</u>
Total current assets	<u>3,209,714</u>
Noncurrent assets:	
Bond issuance costs (net of accumulated amortization of \$34,475)	71,792
Capital assets:	
Land and land improvements	1,691,128
Buildings and building improvements	42,028,361
Furniture, fixtures and equipment	4,193,178
Construction in progress	9,050,698
Less: accumulated depreciation	<u>(28,631,678)</u>
Total noncurrent assets	<u>28,403,479</u>
Total assets	<u><u>\$ 31,613,193</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STATEMENT OF NET ASSETS
JUNE 30, 2010

Exhibit A-1

	<u>Governmental Activities</u>
LIABILITIES AND NET ASSETS	
Accounts payable	\$ 213,260
Accrued insurance	253,810
Accrued compensated absences	13,868
Accrued interest	51,187
Deferred revenue	18,920
Current portion of long-term debt	<u>520,000</u>
Total current liabilities	<u>1,071,045</u>
Noncurrent liabilities:	
Bonds due in more than one year	<u>4,015,000</u>
Total noncurrent liabilities	<u>4,015,000</u>
Total liabilities	5,086,045
Invested in capital assets, net of related debt	23,796,687
Restricted for:	
Debt service	704,794
Capital projects	1,070,848
Unrestricted	<u>954,819</u>
Total net assets	<u>26,527,148</u>
Total liabilities and net assets	<u><u>\$ 31,613,193</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Primary Government		
Governmental activities:		
Instruction	\$ 7,374,496	\$ 35,610
Support services:		
Students	915,574	-
Instruction	275,989	-
General Administration	675,116	-
School Administration	835,361	-
Other Support Services	-	-
Central Services	271,792	-
Operation & Maintenance of Plant	1,410,584	-
Student Transportation	568,197	-
Food Services Operation	510,795	28,160
Community Services	-	-
Unallocated Outlay Depreciation	216,609	-
Interest on long-term debt	127,210	-
	<hr/>	<hr/>
Total Primary Government	<u>\$ 13,181,723</u>	<u>\$ 63,770</u>

The accompanying notes are an integral part of these financial statements

Program Revenues		Net (Expenses) Revenues and Changes in Net Assets
Operating Grants and Contributions	Capital Grants and Contributions	
\$ 2,027,666	\$ -	\$ (5,311,220)
427,190	-	(488,384)
62,356	-	(213,633)
-	-	(675,116)
333,300	-	(502,061)
-	-	-
-	-	(271,792)
-	5,178,117	3,767,533
504,015	-	(64,182)
584,561	-	101,926
-	-	-
-	-	(216,609)
-	-	(127,210)
<u>\$ 3,939,088</u>	<u>\$ 5,178,117</u>	(4,000,748)

General Revenues:

Property taxes:

Levied for general purposes	32,625
Levied for debt service	565,326
Levied for capital projects	154,571
State Equalization Guarantee	7,806,349
Unrestricted investment earnings	5,141
Gain/loss on disposal of assets	-
Miscellaneous	-

Total general revenues	<u>8,564,012</u>
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Change in net assets	4,563,264
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Net assets - beginning	<u>21,963,884</u>
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Net assets - ending	<u>\$ 26,527,148</u>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	General Fund				
	Operational 11000	Transportation 13000	Instructional Materials 14000	Title I IASA 24101	Entitlement IDEA-B 24106
ASSETS					
<i>Current Assets</i>					
Cash and cash equivalents	\$ 571,724	\$ 101,487	\$ 44,810	\$ -	\$ -
Accounts receivable					
Property taxes	2,532	-	-	-	-
Due from other governments	-	-	-	108,537	60,684
Other	-	-	-	-	-
Due from other funds	291,718	-	-	-	-
Inventory	37,970	-	-	-	-
<i>Total assets</i>	<u>\$ 903,944</u>	<u>\$ 101,487</u>	<u>\$ 44,810</u>	<u>\$ 108,537</u>	<u>\$ 60,684</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accounts payable	\$ 17,859	\$ 78,102	\$ -	\$ -	\$ -
Accrued insurance	253,810	-	-	-	-
Due to other funds	-	-	-	108,537	60,684
Deferred revenue - property taxes	1,240	-	-	-	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>272,909</u>	<u>78,102</u>	<u>-</u>	<u>108,537</u>	<u>60,684</u>
<i>Fund balances</i>					
Fund Balance:					
Reserved:					
Reserved for inventory	37,970	-	-	-	-
Reserved for debt service	-	-	-	-	-
Reserved for capital projects	-	-	-	-	-
Unreserved:					
Undesignated, reported in					
General Fund	593,065	23,385	44,810	-	-
Special Revenue Funds	-	-	-	-	-
<i>Total fund balances</i>	<u>631,035</u>	<u>23,385</u>	<u>44,810</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 903,944</u>	<u>\$ 101,487</u>	<u>\$ 44,810</u>	<u>\$ 108,537</u>	<u>\$ 60,684</u>

The accompanying notes are an integral part of these financial statements

Teacher / Principal Training / Recruiting 24154	Stimulus Title I 24201	Bond Building 31100	Debt Service 41000	Other Governmental Funds	Total Primary Government
\$ -	\$ -	\$ 891,452	\$ 670,339	\$ 552,248	\$ 2,832,060
-	-	-	34,455	10,792	47,779
54,903	34,824	-	-	30,512	289,460
-	-	-	-	-	-
-	-	-	-	-	291,718
-	-	-	-	2,445	40,415
<u>\$ 54,903</u>	<u>\$ 34,824</u>	<u>\$ 891,452</u>	<u>\$ 704,794</u>	<u>\$ 595,997</u>	<u>\$ 3,501,432</u>
\$ -	\$ -	\$ -	\$ -	\$ 117,299	\$ 213,260
-	-	-	-	-	253,810
54,903	34,824	-	-	32,770	291,718
-	-	-	11,274	4,367	16,881
-	-	-	-	18,920	18,920
<u>54,903</u>	<u>34,824</u>	<u>-</u>	<u>11,274</u>	<u>173,356</u>	<u>794,589</u>
-	-	-	-	-	37,970
-	-	-	693,520	-	693,520
-	-	891,452	-	175,029	1,066,481
-	-	-	-	-	661,260
-	-	-	-	247,612	247,612
-	-	891,452	693,520	422,641	2,706,843
<u>\$ 54,903</u>	<u>\$ 34,824</u>	<u>\$ 891,452</u>	<u>\$ 704,794</u>	<u>\$ 595,997</u>	<u>\$ 3,501,432</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010

Exhibit B-1
 (Page 2 of 2)

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

Fund balances - total governmental funds	\$	2,706,843
Issuance costs, net of accumulated amortization		71,792
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		28,331,687
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities		16,881
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest		(51,187)
Accrued compensated absences		(13,868)
General obligation bonds		(4,535,000)
		(4,535,000)
Net Assets Governmental Activities	\$	26,527,148

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	General fund				
	Operational 11000	Transportation 13000	Instructional Materials 14000	Title I IASA 24101	Entitlement IDEA-B 24106
<i>Revenues:</i>					
Charges for services	\$ 4,040	\$ -	\$ -	\$ -	\$ -
Property taxes	33,278	-	-	-	-
State grants	7,806,349	504,015	45,088	-	-
Federal grants	40,081	-	-	495,899	333,300
Interest	5,141	-	-	-	-
Miscellaneous	317,439	-	-	-	-
<i>Total revenues</i>	<u>8,206,328</u>	<u>504,015</u>	<u>45,088</u>	<u>495,899</u>	<u>333,300</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	4,866,505	-	45,738	452,703	29,291
Support Services					
Students	398,892	-	-	-	167,049
Instruction	257,384	-	4,889	-	-
General Administration	433,463	-	-	71,387	137,044
School Administration	704,022	-	-	-	(84)
Central Services	271,792	-	-	-	-
Operation & Maintenance of Plant	1,291,932	-	-	-	-
Student Transportation	-	501,070	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Service	-	-	-	-	-
Capital outlay	316,372	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
<i>Total expenditures</i>	<u>8,540,362</u>	<u>501,070</u>	<u>50,627</u>	<u>524,090</u>	<u>333,300</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(334,034)</u>	<u>2,945</u>	<u>(5,539)</u>	<u>(28,191)</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	(45,946)	-	-	28,191	-
Proceeds from bond issues	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(45,946)</u>	<u>-</u>	<u>-</u>	<u>28,191</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(379,980)</u>	<u>2,945</u>	<u>(5,539)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>1,011,015</u>	<u>20,440</u>	<u>50,349</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 631,035</u>	<u>\$ 23,385</u>	<u>\$ 44,810</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher / Principal Training / Recruiting 24154	Stimulus Title I 24201	Bond Building 31100	Debt Service 41000	Other Governmental Funds	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 59,730	\$ 63,770
-	-	-	580,252	159,520	773,050
-	-	-	-	5,299,941	13,655,393
110,938	213,000	-	-	1,802,592	2,995,810
-	-	-	-	-	5,141
-	-	-	-	-	317,439
<u>110,938</u>	<u>213,000</u>	<u>-</u>	<u>580,252</u>	<u>7,321,783</u>	<u>17,810,603</u>
73,709	204,650	-	-	1,001,252	6,673,848
-	1,225	-	-	261,798	828,964
-	-	-	-	13,716	275,989
12,190	7,125	-	5,704	8,203	675,116
25,039	-	-	-	106,384	835,361
-	-	-	-	-	271,792
-	-	-	-	60,814	1,352,746
-	-	-	-	-	501,070
-	-	-	-	-	-
-	-	-	-	646,448	646,448
-	-	-	-	-	-
-	-	1,043,332	-	5,573,583	6,933,287
-	-	710,000	315,000	-	1,025,000
-	-	-	128,320	-	128,320
-	-	38,025.00	-	-	38,025
<u>110,938</u>	<u>213,000</u>	<u>1,791,357</u>	<u>449,024</u>	<u>7,672,198</u>	<u>20,185,966</u>
-	-	(1,791,357)	131,228	(350,415)	(2,375,363)
-	-	-	-	17,755	-
-	-	2,535,000	-	-	2,535,000
-	-	2,535,000	-	17,755	2,535,000
-	-	743,643	131,228	(332,660)	159,637
-	-	147,809	562,292	755,301	2,547,206
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 891,452</u>	<u>\$ 693,520</u>	<u>\$ 422,641</u>	<u>\$ 2,706,843</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Exhibit B-2
(Page 2 of 2)

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

Net change in fund balances - total governmental funds	\$	159,637
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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 for the period.

Depreciation expense		(1,235,218)
Capital Outlays		7,095,906
Gain/loss on disposal of assets		-

Bond issue costs are expended in the governmental funds when paid, and are capitalized and amortized in the statement of net assets. This is the amount by which current year bond issuance costs exceed amortization expense.

33,202

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

Change in Property taxes		(20,528)
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The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Decrease in accrued interest payable		1,110
Decrease in accrued compensated absences		39,155
Principal payments and proceeds on bonds		(1,510,000)
		(1,510,000)

Change in Net Assets Governmental Activities	\$	4,563,264
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STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
OPERATIONAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 35,007	\$ 35,007	\$ 35,031	\$ 24
State sources	8,121,676	7,807,294	7,806,349	(945)
Federal sources	30,000	30,000	40,081	10,081
Interest	10,584	10,584	5,141	(5,443)
<i>Total revenues</i>	<u>8,197,267</u>	<u>7,882,885</u>	<u>7,886,602</u>	<u>3,717</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,243,182	4,951,445	4,862,069	89,376
Support Services				
Students	500,217	511,217	398,892	112,325
Instruction	249,889	249,889	257,384	(7,495)
General Administration	365,881	447,881	432,691	15,190
School Administration	776,103	741,103	702,121	38,982
Central Services	269,320	274,320	271,706	2,614
Operation & Maintenance of Plant	1,359,000	1,273,355	1,145,715	127,640
Student Transportation	-	-	-	-
Other Support Services	103,576	103,576	-	103,576
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,867,168</u>	<u>8,552,786</u>	<u>8,070,578</u>	<u>482,208</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(669,901)</u>	<u>(669,901)</u>	<u>(183,976)</u>	<u>485,925</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(45,946)	(45,946)
Designated cash	669,901	669,901	-	(669,901)
<i>Total other financing sources (uses)</i>	<u>669,901</u>	<u>669,901</u>	<u>(45,946)</u>	<u>(715,847)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(229,922)</u>	<u>(229,922)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,093,364</u>	<u>1,093,364</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 863,442</u>	<u>\$ 863,442</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			319,726	
Expenditure accruals			(469,784)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (379,980)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	431,671	504,015	504,015	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>431,671</u>	<u>504,015</u>	<u>504,015</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	431,671	504,015	422,968	81,047
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>431,671</u>	<u>504,015</u>	<u>422,968</u>	<u>81,047</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>81,047</u>	<u>81,047</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>81,047</u>	<u>81,047</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>20,440</u>	<u>20,440</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 101,487</u>	<u>\$ 101,487</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(78,102)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 2,945</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	45,788	45,788	45,088	(700)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>45,788</u>	<u>45,788</u>	<u>45,088</u>	<u>(700)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	48,457	95,436	45,738	49,698
Support Services				
Students	-	-	-	-
Instruction	5,088	5,088	4,889	199
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>53,545</u>	<u>100,524</u>	<u>50,627</u>	<u>49,897</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(7,757)</u>	<u>(54,736)</u>	<u>(5,539)</u>	<u>49,197</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	7,757	54,736	-	(54,736)
<i>Total other financing sources (uses)</i>	<u>7,757</u>	<u>54,736</u>	<u>-</u>	<u>(54,736)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,539)</u>	<u>(5,539)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>50,349</u>	<u>50,349</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,810</u>	<u>\$ 44,810</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,539)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
TITLE I IASA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	588,015	589,849	483,482	(106,367)
Interest	-	-	-	-
<i>Total revenues</i>	<u>588,015</u>	<u>589,849</u>	<u>483,482</u>	<u>(106,367)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	513,318	515,152	452,703	62,449
Support Services				
Students	3,311	3,311	-	3,311
Instruction	-	-	-	-
General Administration	71,386	71,386	71,387	(1)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>588,015</u>	<u>589,849</u>	<u>524,090</u>	<u>65,759</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(40,608)</u>	<u>(40,608)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	28,191	28,191
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>28,191</u>	<u>28,191</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,417)</u>	<u>(12,417)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(96,120)</u>	<u>(96,120)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (108,537)</u>	<u>\$ (108,537)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			12,417	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	394,076	355,663	(38,413)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>394,076</u>	<u>355,663</u>	<u>(38,413)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	83,948	29,291	54,657
Support Services				
Students	-	168,675	167,049	1,626
Instruction	-	-	-	-
General Administration	-	141,453	137,044	4,409
School Administration	-	-	(84)	84
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>394,076</u>	<u>333,300</u>	<u>60,776</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>22,363</u>	<u>22,363</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>22,363</u>	<u>22,363</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(83,047)</u>	<u>(83,047)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (60,684)</u>	<u>\$ (60,684)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(22,363)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
TEACHER/PRINCIPAL TRAINING & RECRUITING SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	121,444	224,891	116,180	(108,711)
Interest	-	-	-	-
<i>Total revenues</i>	<u>121,444</u>	<u>224,891</u>	<u>116,180</u>	<u>(108,711)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	55,072	132,657	73,709	58,948
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	12,622	12,622	12,190	432
School Administration	1,750	1,750	25,039	(23,289)
Central Services	-	-	-	-
Operation & Maintenance of Plant	52,000	77,862	-	77,862
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>121,444</u>	<u>224,891</u>	<u>110,938</u>	<u>113,953</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>5,242</u>	<u>5,242</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,242</u>	<u>5,242</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(60,145)</u>	<u>(60,145)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (54,903)</u>	<u>\$ (54,903)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(5,242)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STIMULUS TITLE I SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	239,980	316,637	339,000	22,363
Interest	-	-	-	-
<i>Total revenues</i>	<u>239,980</u>	<u>316,637</u>	<u>339,000</u>	<u>22,363</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	225,763	294,375	204,650	89,725
Support Services				
Students	6,076	6,076	1,225	4,851
Instruction	-	-	-	-
General Administration	8,141	16,186	7,125	9,061
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>239,980</u>	<u>316,637</u>	<u>213,000</u>	<u>103,637</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>126,000</u>	<u>126,000</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>126,000</u>	<u>126,000</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(160,824)</u>	<u>(160,824)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (34,824)</u>	<u>\$ (34,824)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(126,000)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2010

Exhibit D-1

ASSETS

Current Assets

Cash	<u>\$ 141,940</u>
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<i>Total assets</i>	<u><u>141,940</u></u>
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LIABILITIES

Current Liabilities

Deposits held in trust for others	<u>141,940</u>
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<i>Total liabilities</i>	<u><u>\$ 141,940</u></u>
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The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies

The Tucumcari Public School Board was created under the provision of Chapter 22 Article 5, Paragraph 4, New Mexico Statutes 1978 to provide public education for the children within the District. The School Board is authorized to establish policies and regulations for its own government consistent with the laws of the state of New Mexico and the regulations of the State Board of Education and the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years.

The financial statements of Tucumcari Public Schools (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the District's accounting policies are described below.

A. Reporting Entity

GASB Statement No. 14 established criteria for determining the government 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 also has no component units, as defined by GASB Statement No. 14 and/or GASB Statement No. 39, as there are no other legally separate organizations for which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities and changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

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

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Ad valorem taxes (property taxes), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the District holds for others in an agency capacity.

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 general fixed assets, and the servicing of general long-term debt. Governmental funds include:

The *General Fund* is the primary operating fund of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

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

The *Debt Service Funds* account for the services of general long-term debt not being financed by proprietary or nonexpendable trust funds.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

The *Capital Projects Funds* account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Under the requirements of GASB #34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the General Fund), which include funds that were not required to be presented as major but were at the discretion of management:

Operational Funds:

The *Transportation Fund* is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school age children.

The *Instructional Materials Fund* is used to account for the monies received from the State Department of Education for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Title I Special Revenue Fund* is used to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

The *Bond Building Capital Projects Fund* is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

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

The *Debt Service Fund* is used to account for the accumulation of resources for the payment of General Long-Term Debt principal and interest.

Additionally, the government reports the following fund types:

The fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The District's fiduciary funds are used to account for the collection and payment of student activity funds.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

The District follows FASB statements and interpretations issued on or before November 30, 1989, Accounting Principles Board opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The District has elected to apply FASB statements and interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements.

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues.

Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as Title I and IDEA-B funding to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources such as SB-9 and Public School Capital Outlay funding to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

D. Assets, Liabilities and Net Assets or Equity

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.

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

Receivables and Payables: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "interfund balances." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity - (continued)

The District receives monthly income from a tax levy in Quay County. The funds are collected by the County Treasurer and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the Quay County Treasurer in July and August 2010 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2010.

Certain Special Revenue funds are administered on a reimbursement method of funding; other funds are operated on a cash advance method of funding. The funds incurred the cost and submitted the necessary request for reimbursement or advance, respectively.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Instructional Materials: The New Mexico Public Education Department receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of material listed in the State Board of Education 'State Adopted Instructional Material' list, while thirty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash draw-downs, or transfer to the seventy percent account for requisition of material from the adopted list. The districts are allowed to carry forward unused textbook credits from year to year.

Inventory: Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenue. Non-commodity inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. No deferred revenue was recorded for unused commodity inventory as of June 30, 2010.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government wide statements. However, infrastructure assets have not been included in the June 30, 2010 financial statements of Tucumcari Public Schools, since the District did not own infrastructure assets as of June 30, 2010. Information Technology Equipment, including software, is being capitalized and included in furniture and equipment as the District did not maintain internally developed software. The District expenses the cost of library books when purchased. Donated capital assets are recorded at estimated fair market value at the date of donation. In addition, the District recognizes capital assets additions received through the NM Public School Finance Authority within its capital asset listings and in the financial statements.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2010.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity - (continued)

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

Land Improvements	5-50 years
Buildings/building improvements	5-100 years
Furniture, Fixtures and equipment	5-20 years

Deferred Revenues: The District recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be “available” under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

Compensated Absences: All regular twelve month support staff employees are entitled to accumulate vacation with pay. Annual leave accumulated during the first year of employment may not be taken during their first year. Annual leave accumulated during the contract year of employment must be taken prior to June the following year. Twelve month employees with less than ten year of service with the District earn ten days annual leave per contract year. Twelve month employees with ten years or more of service with the District earn fifteen day annual leave per contract year.

Compensated sick leave is only paid to an employee upon retirement. If an employee resigns or is terminated, their accumulated leave becomes void. The amount of compensated absences is not to exceed one hundred hours. Due to the policy in place, it is not considered necessary to accrue compensated sick leave. The amounts that are paid to retiring employees are recognized in the year of retirement as a current expenditure.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the district-wide statement of net assets.

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

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Net Assets or Fund Equity: In the fund financial statements, governmental funds report reservations of fund balance that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

D. Assets, Liabilities and Net Assets or Equity - (continued)

In the government-wide financial statements, fund equity is classified as net assets and is displayed in three components:

Invested in capital assets, net of related debt: Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Assets: Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets are restricted for “debt service or capital projects.”

Unrestricted Net Assets: All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

All other interfund transactions, except quasi-external transactions and reimbursements are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates affecting the District’s financials include management’s estimate of the useful lives of capital assets.

E. Revenues

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

A school district’s program costs are determined through the use of various formulas using ‘program units’ which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$7,806,349 in state equalization guarantee distributions during the year ended June 30, 2010.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency. The District records only the portion of the taxes considered to be ‘measurable’ and ‘available’. The District recognized \$761,268 in tax revenues during the year ended June 30, 2010. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenues (Continued)

Property taxes attach an enforceable lien on property as of January 1. Tax notices are sent 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 property taxes and distributes them to the school district in the month following collection.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$504,015 in transportation distributions during the year ended June 30, 2010.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2010 totaled \$45,088.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1, of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. Provided, however, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary. . The District did not receive any funds in state SB-9 matching during the year ended June 30, 2010.

Public School Capital Outlay: Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program, and the capital outlay expenditures are limited to the purchase, or construction of temporary or permanent classrooms.

The council shall approve an application for grant assistance from the fund when the council determines that:

1. A critical need exists requiring action;
2. The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The District is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division; and
5. The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenues (Continued)

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority and all allocations shall be made on a priority basis.

Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

During the year ended June 30, 2010, the District did not receive any special capital outlay funds.

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

The District also receives reimbursement under the National School Lunch and Breakfast Programs for its food services operations, and the distributions of commodities through the New Mexico Human Services Department.

NOTE 2. Stewardship, Compliance and Accountability

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

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

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

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department (PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 2. Stewardship, Compliance and Accountability (continued)

2. In May or June of each year, the proposed “operating” budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The “operating” budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.
5. 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 DBPU.
6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the DBPU.
8. Legal budget control for expenditures is by function.
9. 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 Tucumcari Public Schools has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
11. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico state law prohibits a Governmental Agency from exceeding an individual line item.

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2010 is presented under each budgetary statement.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 3. Deposits and Investments

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2010.

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

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

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

The collateral pledged is listed on Schedule II of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Additionally, until December 31, 2010, all deposits in non-interest bearing transaction accounts (such as non-interest bearing checking accounts) at participating institutions are fully guaranteed, regardless of dollar amount.

Deposits:

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the Schools for a least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

	Wells Fargo Bank	Citizens Bank	Quay Schools Federal Credit Union	Totals
Total of deposit in bank	\$ 2,571,392	\$ 924,185	\$ 250,000	\$ 3,745,577
Less: FDIC Coverage	<u>250,000</u>	<u>924,185</u>	<u>250,000</u>	<u>1,424,185</u>
Uninsured public funds	2,321,392	-	-	2,321,392
Pledged Collateral held by pledging bank's trust department or agent but not in the agency's name	<u>(2,321,392)</u>	<u>-</u>	<u>-</u>	<u>(2,321,392)</u>
50% pledged collateral requirement per statute	\$ 1,160,696	\$ -	\$ -	\$ 1,160,696
Total pledged collateral	<u>(2,991,125)</u>	<u>(500,000)</u>	<u>-</u>	<u>(3,491,125)</u>
Pledged collateral (over) under the requirement	<u>\$ (1,830,429)</u>	<u>\$ (500,000)</u>	<u>\$ -</u>	<u>\$ (2,330,429)</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 3. Deposits and Investments (continued)

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2010, \$2,321,392 of the District’s bank balance of \$3,745,577 was exposed to custodial credit risk because it was uninsured and the collateral was held by the pledging bank’s trust department, not in the District’s name. At June 30, 2010, the carrying amount of these deposits was \$2,974,000.

Reconciliation of Cash and Cash Equivalents

Governmental Funds – Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 2,832,060
Statement of Fiduciary Net Assets – cash per Exhibit D-1	<u>141,940</u>
	2,974,000
Add outstanding checks and other reconciling items	<u>771,577</u>
Bank balance of deposits and investments	<u><u>\$ 3,745,577</u></u>

NOTE 4. Receivables

Receivables as of June 30, 2010 are as follows:

	<u>General Fund</u>	<u>Title I</u>	<u>Cap. Imp. SB-9</u>
Property taxes	\$ 2,532	\$ —	\$ 10,792
Intergovernmental – grants	<u>—</u>	<u>108,537</u>	<u>—</u>
Totals	<u><u>\$ 2,532</u></u>	<u><u>\$ 108,537</u></u>	<u><u>\$ 10,792</u></u>

	<u>Debt Service</u>	<u>Other Governmental</u>	<u>Total</u>
Property taxes	\$ 34,455	\$ —	\$ 47,779
Intergovernmental – grants	<u>—</u>	<u>180,923</u>	<u>289,460</u>
Totals	<u><u>\$ 34,455</u></u>	<u><u>\$ 180,923</u></u>	<u><u>\$ 337,239</u></u>

The above receivables are deemed 100% collectible. In accordance with GASB #33, property tax receivables are presented net of deferred revenues in the amount of \$16,881 on the governmental fund financial statements.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 5. Interfund Receivables, Payables, and Transfers

Net operating transfers, which were made to close out funds were as follows:

Governmental Transfers:	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General Fund	\$ —	\$ 45,946
Nonmajor Funds:		
Title I - IASA	28,191	—
Title V Part A	2,550	—
Carl D. Perkins	11,392	—
School in Need of Improvement	<u>3,813</u>	<u>—</u>
 Total Governmental Transfers	 <u>\$ 45,946</u>	 <u>\$ 45,946</u>

“Interfund balances” have primarily been recorded when funds overdraw their share of pooled cash when the District is waiting for grant reimbursements. The composition of interfund balances as of June 30, 2010 is as follows:

Governmental Activities:	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General Fund	\$ 291,718	\$ —
Title I – IASA	—	108,537
Nonmajor Funds:		
Entitlement IDEA-B	—	60,684
Preschool IDEA-B	—	4,642
Enhancing Ed through Technology	—	266
Teacher/Principal Training & Recruiting	—	54,903
Safe & Drug Free Schools & Comm.	—	75
Rural & Low Income Schools	—	2,273
Title I – IASA – Federal Stimulus	—	34,824
Entitlement IDEA-B – Federal Stimulus	—	426
Preschool IDEA-B – Federal Stimulus	—	13
2009 Dual Credit Instructional Materials	—	1,195
2008 G.O. Bonds Student Library	—	6,659
Pre Kindergarten Initiative	<u>—</u>	<u>17,221</u>
 Total Governmental Activities	 <u>\$ 291,718</u>	 <u>\$ 291,718</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2010, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	Balance June 30, 2009	Additions	Deletions	Transfers	Balance June 30, 2010
Assets not being depreciated:					
Land	\$ 304,874	\$ —	\$ —	\$ —	\$ 304,874
Construction in Progress	2,112,573	6,938,125	—	—	9,050,698
Subtotal	<u>2,417,447</u>	<u>6,938,125</u>	<u>—</u>	<u>—</u>	<u>9,355,572</u>
Assets being depreciated:					
Land improvements	1,205,119	—	—	181,135	1,386,254
Buildings and building improvements	42,012,288	16,073	—	—	42,028,361
Furniture, fixtures & equipment	4,297,508	141,708	(64,903)	(181,135)	4,193,178
Subtotal	<u>47,514,915</u>	<u>157,781</u>	<u>(64,903)</u>	<u>—</u>	<u>47,607,793</u>
Less accumulated depreciation:					
Land improvements	(273,560)	(116,823)	—	—	(390,383)
Buildings and building improvements	(24,675,740)	(753,070)	—	—	(25,428,810)
Furniture, fixtures & equipment	(2,512,063)	(365,325)	64,903	—	(2,812,485)
Subtotal	<u>(27,461,363)</u>	<u>(1,235,218)</u>	<u>64,903</u>	<u>—</u>	<u>(28,631,678)</u>
Net assets being depreciated	<u>20,053,552</u>	<u>(1,077,437)</u>	<u>—</u>	<u>—</u>	<u>18,976,115</u>
Total net capital assets	<u>\$ 22,470,999</u>	<u>\$ 5,860,688</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 28,331,687</u>

Depreciation expense for the year ended June 30, 2010 was charged to governmental activities as follows:

Instruction	\$ 733,144
Support Services- Students	100,043
Operations/Plant Maint.	22,886
Student Transportation	77,538
Food Services Operations	7,464
Capital Outlay	294,143
	<u>\$ 1,235,218</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 7. Long-term Debt

During the year ended June 30, 2010 the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2010</u>	<u>Due within</u> <u>One Year</u>
General Obligation Bonds	\$ 3,025,000	\$ 2,535,000	\$ 1,025,000	\$ 4,535,000	\$ 520,000
Compensated Absences	<u>53,023</u>	<u>47,785</u>	<u>86,940</u>	<u>13,868</u>	<u>13,868</u>
Total	<u>\$ 3,078,023</u>	<u>\$ 2,582,785</u>	<u>\$ 1,111,940</u>	<u>\$ 4,548,868</u>	<u>\$ 533,868</u>

The annual requirements to amortize the General Obligation Bonds as of June 30, 2010, including interest payments are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt</u> <u>Service</u>
2011	520,000	116,130	636,130
2012	360,000	103,461	463,461
2013	320,000	95,200	415,200
2014	340,000	90,281	430,281
2015	300,000	84,784	384,784
2016-2020	1,775,000	289,470	2,044,470
2021-2025	<u>940,000</u>	<u>44,130</u>	<u>984,130</u>
Totals	<u>\$ 4,535,000</u>	<u>\$ 823,456</u>	<u>\$ 5,358,456</u>

The District's general obligation bonds were issued for the purposes of creating, remodeling, making additions to and furnishing school buildings, and purchasing and improving school grounds and are payable solely from general property taxes that are levied against all taxable property in District. In prior years, the debt service fund was typically used to liquidate general obligation bonds.

Interest payments are due semi-annually on August 1 and February 1. Interest rates on the bonds range from 0.50% to 6.75%. Principal payments in varying amounts are due annually on August 1 through 2022.

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2010, compensated absences decreased \$39,155 over the prior year accrual. The accrued compensated absences are paid by the general fund. See Note 1 for more details.

Operating Leases – The District leases office equipment, including copy machines and postage meter machines, under short-term cancelable operating leases.

NOTE 8. Deferred Revenue

In accordance with the terms of the various grant agreements within the Special Revenue Funds, revenues received in excess of expenditures carry over to the subsequent years, unless such excess revenues are requested to be returned to the grantor.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 9. Risk Management

The District is a member of the New Mexico Public Schools Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance. The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$750 deductible to each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor's Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2010, there have been no claims that have exceeded insurance coverage.

NOTE 10. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures as part of the Combined Statements of certain information concerning individual funds including:

- A.** Deficit fund balance of individual funds. The following funds reported a deficit fund balance at June 30, 2010:

Nonmajor Funds:

2009 Dual Credit Instructional Materials	\$ 1,195
2008 G.O. Bonds Student Library	<u>6,659</u>
	<u>\$ 7,854</u>

- B.** Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2010:

Nonmajor Funds:

SEG Federal Stimulus, Oper & Mnt of Plant	<u>\$ 220</u>
	<u>\$ 220</u>

NOTE 11. Pension Plan – Educational Retirement Board

Plan Description. Substantially all of Tucumcari Public School'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.

STATE OF NEW MEXICO
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JUNE 30, 2010

NOTE 11. Pension Plan – Educational Retirement Board (continued)

Funding Policy. Effective July 1, 2009, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. Tucumcari Public Schools was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The employer contribution is increasing by .75% each year until effective July 1, 2011, the employer contribution will be 13.9% of the gross covered salary. The contribution requirements of plan members and Tucumcari Public School's are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. Tucumcari Public School's contributions to ERB for the fiscal years ending June 30, 2010, 2009, and 2008, were \$720,027, \$729,597, and \$649,523, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan

Plan Description. Tucumcari Public Schools 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 event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) Former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

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

(1)The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee was required to contribute .65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan (continued)

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY11	1.666%	.833%
FY12	1.834%	.917%
FY13	2.000%	1.000%

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

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

The District's contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$86,727, \$81,528, and \$77,852 respectively, which equal the required contributions for each year.

NOTE 13. Contingent Liabilities

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

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

NOTE 14. Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, available to all District employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All assets and income of the plan are held in trust for the exclusive benefit of participants and their beneficiaries.

NOTE 15. Joint Powers Agreements

Quay County Maternal Child & Community Health Council and Tukumcari Public Schools entered into an agreement with the intent of improving the health of children and families residing within the limits of Tukumcari Public School District. Both will work as collaborative partners in the provision of MCH-funded mental health counseling, health care management, and health education services to students and their families who attend Tukumcari Public Schools. Tukumcari Public Schools provides fiscal agency services for the MCH-funded mental health counseling, health case management, and health education and ongoing work of the Quay County MCCH Council. Quay County MCCH Council determines and monitors the needs of the children and families. This agreement is effective from August 15, 2006 to June 30, 2010. The State of New Mexico, Department of Health will pay Tukumcari Public Schools a total not to exceed \$600,000. Tukumcari in turn will pay all the vendor invoices from Quay County Maternal Child & Community Health Council. It is Tukumcari Public Schools responsibility for an annual financial audit.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 16. Commitments

The District is in contract for High School renovations – the total contract amount for Phase II is \$5,876,504. The District's portion is 25%, \$1,469,126, and PSFA's portion is 75%, \$4,407,378.

NOTE 17. Subsequent Accounting Standard Pronouncements

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which is effective for financial statement periods beginning after June 15, 2010. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

Statement A-1

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 304,012	\$ 248,236	\$ 552,248
Accounts receivable			
Taxes	-	10,792	10,792
Due from other governments	30,512	-	30,512
Interfund receivables	-	-	-
Inventory	2,445	-	2,445
	<u>336,969</u>	<u>259,028</u>	<u>595,997</u>
<i>Total assets</i>	<u>336,969</u>	<u>259,028</u>	<u>595,997</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accounts payable	37,667	79,632	117,299
Interfund payables	32,770	-	32,770
Deferred revenue - other	18,920	-	18,920
<i>Total liabilities</i>	<u>89,357</u>	<u>79,632</u>	<u>168,989</u>
<i>Fund balances</i>			
Fund Balance:			
Reserved:			
Reserved for inventory	2,445	-	2,445
Reserved for debt service	-	-	-
Reserved for capital projects	-	175,029	175,029
Unreserved:			
Undesignated, reported in			
General Fund	-	-	-
Special Revenue Funds	245,167	-	245,167
	<u>247,612</u>	<u>175,029</u>	<u>422,641</u>
<i>Total fund balance</i>	<u>247,612</u>	<u>175,029</u>	<u>422,641</u>
<i>Total liabilities and fund balance</i>	<u>\$ 336,969</u>	<u>\$ 254,661</u>	<u>\$ 591,630</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement A-2

TUCUMCARI PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDING JUNE 30, 2010

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<i>Revenues:</i>			
Charges for services	\$ 59,730	\$ -	\$ 59,730
Property taxes	-	159,520	159,520
State grants	121,824	5,178,117	5,299,941
Federal grants	1,802,592	-	1,802,592
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>1,984,146</u>	<u>5,337,637</u>	<u>7,321,783</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	1,001,252	-	1,001,252
Support Services			
Students	261,798	-	261,798
Instruction	13,716	-	13,716
General Administration	6,624	1,579	8,203
School Administration	106,384	-	106,384
Central Services	-	-	-
Operation & Maintenance of Plant	60,814	-	60,814
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	646,448	-	646,448
Community Service	-	-	-
Capital outlay	-	5,573,583	5,573,583
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond Issuance Costs	-	-	-
<i>Total expenditures</i>	<u>2,097,036</u>	<u>5,575,162</u>	<u>7,672,198</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(112,890)</u>	<u>(237,525)</u>	<u>(350,415)</u>
<i>Other financing sources (uses):</i>			
Operating transfers	17,755	-	17,755
Proceeds from bond issues	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,755</u>	<u>-</u>	<u>17,755</u>
<i>Net changes in fund balances</i>	<u>(95,135)</u>	<u>(237,525)</u>	<u>(332,660)</u>
<i>Fund balances - beginning of year</i>	<u>342,747</u>	<u>412,554</u>	<u>755,301</u>
<i>Fund balances - end of year</i>	<u>\$ 247,612</u>	<u>\$ 175,029</u>	<u>\$ 422,641</u>

The accompanying notes are an integral part of these financial statements

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SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for Federal, State and Local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

Food Services (21000) – To account for the cost of operating a student food program and is financed with federal grants and fees paid by program users.

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

IDEA-B Entitlement Special (24106) (24206 Stimulus) – is used to account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100,639, and 101-476, 20 U.S.C. 1411-1420.

IDEA-B Preschool (24109) (24209 Stimulus) – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

IDEA-B Risk Pool (24120) – Funding for students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district.

Title I (24124 1003g Grant) (24201 Stimulus) – The major objectives of the Title I program are to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

Enhancing Ed through Technology (24149) – The primary goal of this program is to improve student achievement through the use of technology in elementary and secondary schools and to assist in the ability of all students become technologically literate by the end of the eighth grade.

Title V Part A Innovative Ed Pro Strategies (24150) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

Title IIA Teacher / Principal Training (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students.

Title IVA Safe & Drug Free Schools (24157) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

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

Carl D. Perkins Secondary- Current (24174) – Redistribution (24176) – The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

SPECIAL REVENUE FUNDS

Maternal/Child Health (25110) – To improve the health of mothers and children consistent with the applicable health status goals and national health objectives established by the Secretary of the U.S. Department of Health and Human Services.

Adv Placement Incentive Program NMHU (25135) – To increase access to advance placement classes and tests for low-income students and to cover part or all of the cost of test fees for low-income students enrolled in advanced placement courses. CFDA #84.330

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.

State Equalization Guarantee (25250) - Education stabilization funds are used to restore state funding to public schools and higher education institutions for FY09, FY10 and FY11 for the purpose of stimulating the economy as specified in the American Recovery and Reinvestment Act (ARRA).

Microsoft Settlement (26170) – On November 6, 2001, the United States and Microsoft tentatively agreed to the entry of a revised proposed Final Judgment to resolve the United States' civil antitrust case against Microsoft. The settlement included the purchase of qualifying hardware, and non-custom software used with the hardware acquired through the use of General Purpose Vouchers or “Professional Development Services” or “IT Support Services” used in connection with the hardware or software acquired through the use of the General Purpose Vouchers and/or Software Vouchers.

2009 Dual Credit Instructional Materials (27103) - To purchase college textbooks for students who dual enroll in college credited courses while still attending high school.

2008 G.O. Bonds Student Library (27105) – Funds used to purchase library books and library supplies for all school sites.

Technology for Education PED (27117) – The purpose of this grant is to assist the District to develop and implement a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 22-15A-1 to 22-15A-10.

Incentives for School Improvement Act (27138) – To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools.

Pre-K Initiative (27149) – To provide direct services to 30 4-year-old children in PreK (Pre-Kindergarten) programs.

Beginning Teacher Mentoring Program (27154) – The objective of this program is to provide beginning teachers an effective transition into the teaching profession, retain capable teachers, improve the achievement of students and improve the overall success of the school. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is NMSA 22-2-8-10.

Breakfast for Elementary Students (27155) – To pay for breakfast food for elementary students.

Schools In Need of Improvement (27163) - The intent of these funds is to help districts improve academic achievement, and to be used in conjunction with school improvement strategies.

Pre-Kindergarten Special State (27169) – The purpose of the grant is to enhance indoor and outdoor environment and improve the safety for Pre-K.

Libraries SB301 GO Bonds (27170) – In the November 2004 election, New Mexico voters approved GO bond C for \$6,156,000 to fund public school and juvenile detention libraries statewide. Statute specifies that the funds are available to acquire library books, equipment and library resources for public schools and juvenile detention libraries.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Food Services 21000	Athletics 22000	Preschool IDEA-B 24109	IDEA-B Risk Pool 24120
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 57,268	\$ 7,637	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	4,642	-
Due from other funds	-	-	-	-
Inventory	2,445	-	-	-
<i>Total assets</i>	<u>\$ 59,713</u>	<u>\$ 7,637</u>	<u>\$ 4,642</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ 34,044	\$ -	\$ -	\$ -
Accrued insurance	-	-	-	-
Accrued compensated absences:				
Due to other funds	-	-	4,642	-
Deferred revenue - property tax:	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>34,044</u>	<u>-</u>	<u>4,642</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balances:				
Reserved:				
Reserved for inventory	2,445	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital project	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditure:	23,224	4,178	-	-
Undesignated, reported in Special Revenue Funds:	-	3,459	-	-
<i>Total fund balances</i>	<u>25,669</u>	<u>7,637</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 59,713</u>	<u>\$ 7,637</u>	<u>\$ 4,642</u>	<u>\$ -</u>

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

Title I 1003g Grant 24124	Enhancing Ed Thru Technology 24149	Title V Part A Innovative Ed Pro Strategies 24150	Safe & Drug Free Schools & Community 24157	Rural & Low Income Schools 24160	Carl D. Perkins Secondary Current 24174
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	266	-	75	2,273	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 266</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 2,273</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	266	-	75	2,273	-
-	-	-	-	-	-
<u>-</u>	<u>266</u>	<u>-</u>	<u>75</u>	<u>2,273</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 266</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 2,273</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Carl D. Perkins Secondary Redistribution 24176	Entitlement IDEA-B Federal Stimulus 24206	Preschool IDEA-B Federal Stimulus 24209	Maternal/Child Health 25110
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 17,835
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	426	13	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 426</u>	<u>\$ 13</u>	<u>\$ 17,835</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 3,623
Accrued insurance	-	-	-	-
Accrued compensated absences:				
Due to other funds	-	426	13	-
Deferred revenue - property tax:	-	-	-	-
Deferred revenue - other	-	-	-	14,212
<i>Total liabilities</i>	<u>-</u>	<u>426</u>	<u>13</u>	<u>17,835</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital project	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditure:	-	-	-	-
Undesignated, reported in Special Revenue Funds:	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 426</u>	<u>\$ 13</u>	<u>\$ 17,835</u>

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

Adv Placement Incentive Program NMHU 25135	Title XIX Medicaid 3 / 21 Years 25153	State Equalization Guarantee 25250	Microsoft Settlement Funds 26170	2009 Dual Credit Instructional Materials 27103	2008 G.O. Bonds Student Library 27105
\$ 1,828	\$ 175,243	\$ 2,880	\$ 26,242	\$ -	\$ -
-	-	-	-	-	-
-	5,596	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,828</u>	<u>\$ 180,839</u>	<u>\$ 2,880</u>	<u>\$ 26,242</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,195	6,659
-	-	-	-	-	-
1,828	-	2,880	-	-	-
<u>1,828</u>	<u>-</u>	<u>2,880</u>	<u>-</u>	<u>1,195</u>	<u>6,659</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	150,000	-	26,242	-	-
-	30,839	-	-	(1,195)	(6,659)
-	180,839	-	26,242	(1,195)	(6,659)
<u>\$ 1,828</u>	<u>\$ 180,839</u>	<u>\$ 2,880</u>	<u>\$ 26,242</u>	<u>\$ -</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Technology for Education PED 27117	Incentives for School Improvement Act 27138	PreK Initiative 27149	Beginning Teacher Mentoring Program 27154
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 11,382	\$ 2,872	\$ -	\$ 825
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	17,221	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 11,382</u>	<u>\$ 2,872</u>	<u>\$ 17,221</u>	<u>\$ 825</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued insurance	-	-	-	-
Accrued compensated absence:				
Due to other funds	-	-	17,221	-
Deferred revenue - property tax:	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>17,221</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital project	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditure:	-	-	-	-
Undesignated, reported in Special Revenue Funds:	11,382	2,872	-	825
<i>Total fund balances</i>	<u>11,382</u>	<u>2,872</u>	<u>-</u>	<u>825</u>
<i>Total liabilities and fund balances</i>	<u>\$ 11,382</u>	<u>\$ 2,872</u>	<u>\$ 17,221</u>	<u>\$ 825</u>

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

Breakfast for Elementary Students 27155	School in Need of Improvement 27163	Pre-Kindergarten Special State 27169	GO Bond C for Libraries 27170	Total Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ 304,012
-	-	-	-	-
-	-	-	-	30,512
-	-	-	-	-
-	-	-	-	2,445
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 336,969</u>
\$ -	\$ -	\$ -	\$ -	\$ 37,667
-	-	-	-	-
-	-	-	-	-
-	-	-	-	32,770
-	-	-	-	-
-	-	-	-	18,920
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>89,357</u>
-	-	-	-	2,445
-	-	-	-	-
-	-	-	-	-
-	-	-	-	203,644
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,523</u>
-	-	-	-	247,612
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 336,969</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2010

	Food Services 21000	Athletics 22000	Preschool IDEA-B 24109	IDEA-B Risk Pool 24120
<i>Revenues:</i>				
Charges for services	\$ 28,160	\$ 31,570	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	568,246	-	13,138	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>596,406</u>	<u>31,570</u>	<u>13,138</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	37,033	-	-
Support Services				
Students	-	-	12,749	-
Instruction	-	-	-	-
General Administration	-	-	389	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	630,133	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>630,133</u>	<u>37,033</u>	<u>13,138</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(33,727)</u>	<u>(5,463)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(33,727)</u>	<u>(5,463)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>59,396</u>	<u>13,100</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 25,669</u>	<u>\$ 7,637</u>	<u>\$ -</u>	<u>\$ -</u>

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

Title I 1003g Grant 24124	Enhancing Ed Thru Technology 24149	Title V Part A Innovative Ed Pro Strategies 24150	Safe & Drug Free Schools & Community 24157	Rural & Low Income Schools 24160	Carl D. Perkins Secondary Current 24174
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	58,627	(2,550)	6,211	28,609	-
-	-	-	-	-	-
-	58,627	(2,550)	6,211	28,609	-
-	55,203	-	6,056	27,969	-
-	-	-	-	-	-
-	2,787	-	-	-	-
-	637	-	155	640	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	58,627	-	6,211	28,609	-
-	-	(2,550)	-	-	-
-	-	2,550	-	-	-
-	-	-	-	-	-
-	-	2,550	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2010

	Carl D. Perkins Secondary Redistribution 24176	Entitlement IDEA-B Federal Stimulus 24206	Preschool IDEA-B Federal Stimulus 24209	Maternal/Child Health 25110
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	29,665
Federal grants	(11,392)	121,295	2,165	150,000
Interest	-	-	-	-
<i>Total revenues</i>	<u>(11,392)</u>	<u>121,295</u>	<u>2,165</u>	<u>179,665</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	34,939	2,165	-
Support Services				
Students	-	86,356	-	96,362
Instruction	-	-	-	-
General Administration	-	-	-	4,803
School Administration	-	-	-	77,791
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	709
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>121,295</u>	<u>2,165</u>	<u>179,665</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(11,392)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	11,392	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>11,392</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Adv Placement Incentive Program NMHU 25135	Title XIX Medicaid 3 / 21 Years 25153	State Equalization Guarantee 25250	Microsoft Settlement Funds 26170	2009 Dual Credit Instructional Materials 27103	2008 G.O. Bonds Student Library 27105
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
345	113,092	754,806	-	-	-
-	-	-	-	-	-
<u>345</u>	<u>113,092</u>	<u>754,806</u>	<u>-</u>	<u>-</u>	<u>-</u>
345	-	694,701	56,283	1,195	-
-	66,331	-	-	-	-
-	-	-	-	-	6,659
-	-	-	-	-	-
-	28,593	-	-	-	-
-	-	-	-	-	-
-	-	60,105	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>345</u>	<u>94,924</u>	<u>754,806</u>	<u>56,283</u>	<u>1,195</u>	<u>6,659</u>
-	18,168	-	(56,283)	(1,195)	(6,659)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	18,168	-	(56,283)	(1,195)	(6,659)
-	162,671	-	82,525	-	-
<u>\$ -</u>	<u>\$ 180,839</u>	<u>\$ -</u>	<u>\$ 26,242</u>	<u>\$ (1,195)</u>	<u>\$ (6,659)</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING JUNE 30, 2010

	Technology for Education PED 27117	Incentives for School Improvement Act 27138	PreK Initiative 27149	Beginning Teacher Mentoring Program 27154
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	7,081	-	57,434	6,407
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,081</u>	<u>-</u>	<u>57,434</u>	<u>6,407</u>
<i>Expenditures:</i>				
Current:				
Instruction	8,182	14,498	56,438	6,245
Support Services				
Students	-	-	-	-
Instruction	-	-	996	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,182</u>	<u>14,498</u>	<u>57,434</u>	<u>6,245</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,101)</u>	<u>(14,498)</u>	<u>-</u>	<u>162</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,101)</u>	<u>(14,498)</u>	<u>-</u>	<u>162</u>
<i>Fund balances - beginning of year</i>	<u>12,483</u>	<u>17,370</u>	<u>-</u>	<u>663</u>
<i>Fund balances - end of year</i>	<u>\$ 11,382</u>	<u>\$ 2,872</u>	<u>\$ -</u>	<u>\$ 825</u>

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

Breakfast for Elementary Students 27155	School in Need of Improvement 27163	Pre-Kindergarten Special State 27169	GO Bond C for Libraries 27170	Total Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ 59,730
-	-	-	-	-
16,315	-	4,922	-	121,824
-	-	-	-	1,802,592
-	-	-	-	-
16,315	-	4,922	-	1,984,146
-	-	-	-	1,001,252
-	-	-	-	261,798
-	-	-	3,274	13,716
-	-	-	-	6,624
-	-	-	-	106,384
-	-	-	-	-
-	-	-	-	60,814
-	-	-	-	-
-	-	-	-	-
16,315	-	-	-	646,448
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
16,315	-	-	3,274	2,097,036
-	-	4,922	(3,274)	(112,890)
-	3,813	-	-	17,755
-	-	-	-	-
-	3,813	-	-	17,755
-	3,813	4,922	(3,274)	(95,135)
-	(3,813)	(4,922)	3,274	342,747
\$ -	\$ -	\$ -	\$ -	\$ 247,612

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

STATE OF NEW MEXICO

Statement B-3

TUCUMCARI PUBLIC SCHOOLS

FOOD SERVICES SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 10,000	\$ 10,000	\$ 28,160	\$ 18,160
State sources	-	-	-	-
Federal sources	510,000	510,000	538,001	28,001
Interest	-	-	-	-
<i>Total revenues</i>	<u>520,000</u>	<u>520,000</u>	<u>566,161</u>	<u>46,161</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	559,700	559,700	558,518	1,182
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>559,700</u>	<u>559,700</u>	<u>558,518</u>	<u>1,182</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(39,700)</u>	<u>(39,700)</u>	<u>7,643</u>	<u>47,343</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	39,700	39,700	-	(39,700)
<i>Total other financing sources (uses)</i>	<u>39,700</u>	<u>39,700</u>	<u>-</u>	<u>(39,700)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,643</u>	<u>7,643</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>49,625</u>	<u>49,625</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,268</u>	<u>\$ 57,268</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			30,245	
Expenditure accruals			(71,615)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (33,727)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

TUCUMCARI PUBLIC SCHOOLS

ATHLETICS SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 30,000	\$ 30,000	\$ 31,570	\$ 1,570
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,000</u>	<u>30,000</u>	<u>31,570</u>	<u>1,570</u>
<i>Expenditures:</i>				
Current:				
Instruction	38,039	38,039	37,033	1,006
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>38,039</u>	<u>38,039</u>	<u>37,033</u>	<u>1,006</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,039)</u>	<u>(8,039)</u>	<u>(5,463)</u>	<u>2,576</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	8,039	8,039	-	(8,039)
<i>Total other financing sources (uses)</i>	<u>8,039</u>	<u>8,039</u>	<u>-</u>	<u>(8,039)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,463)</u>	<u>(5,463)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>13,100</u>	<u>13,100</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,637</u>	<u>\$ 7,637</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,463)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

TUCUMCARI PUBLIC SCHOOLS

PRESCHOOL IDEA-B SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	28,873	17,034	(11,839)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>28,873</u>	<u>17,034</u>	<u>(11,839)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	28,028	12,749	15,279
Instruction	-	-	-	-
General Administration	-	845	389	456
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>28,873</u>	<u>13,138</u>	<u>15,735</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,896</u>	<u>3,896</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,896</u>	<u>3,896</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(8,538)</u>	<u>(8,538)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,642)</u>	<u>\$ (4,642)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(3,896)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

TUCUMCARI PUBLIC SCHOOLS

IDEA-B RISK POOL SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,849	-	(2,849)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,849</u>	<u>-</u>	<u>(2,849)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	2,849	-	2,849
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,849</u>	<u>-</u>	<u>2,849</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

TUCUMCARI PUBLIC SCHOOLS

TITLE I 1003G GRANT SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	531	32,838	32,307
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>531</u>	<u>32,838</u>	<u>32,307</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	531	-	531
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>531</u>	<u>-</u>	<u>531</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>32,838</u>	<u>32,838</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>32,838</u>	<u>32,838</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(32,838)</u>	<u>(32,838)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(32,838)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
ENHANCING EDUCATION THROUGH TECHNOLOGY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	60,000	58,361	(1,639)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>60,000</u>	<u>58,361</u>	<u>(1,639)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	55,727	55,203	524
Support Services				
Students	-	-	-	-
Instruction	-	2,787	2,787	-
General Administration	-	1,486	637	849
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>60,000</u>	<u>58,627</u>	<u>1,373</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(266)</u>	<u>(266)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(266)</u>	<u>(266)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (266)</u>	<u>\$ (266)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			266	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

TUCUMCARI PUBLIC SCHOOLS

TITLE V PART A INNOVATIVE ED PRO STRATEGIES SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	2,550	2,550
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>2,550</u>	<u>2,550</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,550</u>	<u>2,550</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,550)</u>	<u>(2,550)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(2,550)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

TUCUMCARI PUBLIC SCHOOLS

SAFE & DRUG FREE SCHOOLS & COMMUNITY SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	7,054	8,881	7,343	(1,538)
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,054</u>	<u>8,881</u>	<u>7,343</u>	<u>(1,538)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,054	8,701	6,056	2,645
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	180	155	25
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,054</u>	<u>8,881</u>	<u>6,211</u>	<u>2,670</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,132</u>	<u>1,132</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,132</u>	<u>1,132</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,207)</u>	<u>(1,207)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (75)</u>	<u>\$ (75)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(1,132)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

TUCUMCARI PUBLIC SCHOOLS

RURAL & LOW INCOME SCHOOLS SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	32,697	82,420	49,723
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>32,697</u>	<u>82,420</u>	<u>49,723</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	31,380	27,969	3,411
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,317	640	677
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>32,697</u>	<u>28,609</u>	<u>4,088</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>53,811</u>	<u>53,811</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>53,811</u>	<u>53,811</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(56,084)</u>	<u>(56,084)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,273)</u>	<u>\$ (2,273)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(53,811)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

TUCUMCARI PUBLIC SCHOOLS

CARL D. PERKINS SECONDARY- CURRENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	10,525	10,525
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,525</u>	<u>10,525</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,525</u>	<u>10,525</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,525</u>	<u>10,525</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(10,525)</u>	<u>(10,525)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(10,525)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

TUCUMCARI PUBLIC SCHOOLS

CARL D PERKINS SECONDARY - REDISTRIBUTION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	11,392	11,392
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>11,392</u>	<u>11,392</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>11,392</u>	<u>11,392</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,392)</u>	<u>(11,392)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(11,392)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

TUCUMCARI PUBLIC SCHOOLS

ENTITLEMENT IDEA-B FEDERAL STIMULUS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	146,432	120,869	(25,563)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>146,432</u>	<u>120,869</u>	<u>(25,563)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	47,976	34,939	13,037
Support Services				
Students	-	98,456	86,356	12,100
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>146,432</u>	<u>121,295</u>	<u>25,137</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(426)</u>	<u>(426)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(426)</u>	<u>(426)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (426)</u>	<u>\$ (426)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			426	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

TUCUMCARI PUBLIC SCHOOLS

PRESCHOOL IDEA-B FEDERAL STIMULUS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	5,536	2,152	(3,384)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,536</u>	<u>2,152</u>	<u>(3,384)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	2,270	2,165	105
Support Services				
Students	-	3,266	-	3,266
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,536</u>	<u>2,165</u>	<u>3,371</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(13)</u>	<u>(13)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(13)</u>	<u>(13)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13)</u>	<u>\$ (13)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			13	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

TUCUMCARI PUBLIC SCHOOLS

MATERNAL/CHILD HEALTH SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	200,642	150,000	(50,642)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>200,642</u>	<u>150,000</u>	<u>(50,642)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	96,499	96,362	137
Instruction	-	-	-	-
General Administration	-	5,100	4,803	297
School Administration	-	98,293	80,933	17,360
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	750	709	41
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>200,642</u>	<u>182,807</u>	<u>17,835</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(32,807)</u>	<u>(32,807)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(32,807)</u>	<u>(32,807)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>50,642</u>	<u>50,642</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,835</u>	<u>\$ 17,835</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			29,665	
Expenditure accruals			3,142	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

TUCUMCARI PUBLIC SCHOOLS

ADV PLACEMENT INCENTIVE PROGRAM NMHU SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,173	-	(2,173)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,173</u>	<u>-</u>	<u>(2,173)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	673	345	328
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>673</u>	<u>345</u>	<u>328</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>1,500</u>	<u>(345)</u>	<u>(1,845)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	(1,500)	-	1,500
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(1,500)</u>	<u>-</u>	<u>1,500</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(345)</u>	<u>(345)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,173</u>	<u>2,173</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,828</u>	<u>\$ 1,828</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			345	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

TUCUMCARI PUBLIC SCHOOLS

TITLE XIX MEDICAID 3 / 21 YEARS SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	150,000	112,849	(37,151)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>150,000</u>	<u>112,849</u>	<u>(37,151)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	95,500	66,331	29,169
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	54,500	28,593	25,907
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>150,000</u>	<u>94,924</u>	<u>55,076</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>17,925</u>	<u>17,925</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>17,925</u>	<u>17,925</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>157,318</u>	<u>157,318</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 175,243</u>	<u>\$ 175,243</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			243	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>18,168</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

TUCUMCARI PUBLIC SCHOOLS

STATE EQUALIZATION GUARANTEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	578,949	757,686	757,686	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>578,949</u>	<u>757,686</u>	<u>757,686</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	515,674	697,801	694,701	3,100
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	63,275	59,885	60,105	(220)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>578,949</u>	<u>757,686</u>	<u>754,806</u>	<u>2,880</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,880</u>	<u>2,880</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,880</u>	<u>2,880</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,880</u>	<u>\$ 2,880</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(2,880)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

TUCUMCARI PUBLIC SCHOOLS

MICROSOFT SETTLEMENT FUNDS SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	82,525	56,283	26,242
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>82,525</u>	<u>56,283</u>	<u>26,242</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(82,525)</u>	<u>(56,283)</u>	<u>26,242</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	82,525	-	(82,525)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>82,525</u>	<u>-</u>	<u>(82,525)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(56,283)</u>	<u>(56,283)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>82,525</u>	<u>82,525</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,242</u>	<u>\$ 26,242</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (56,283)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

TUCUMCARI PUBLIC SCHOOLS

2009 DUAL CREDIT INSTRUCTIONAL MATERIALS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	5,000	-	(5,000)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	1,195	3,805
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>1,195</u>	<u>3,805</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,195)</u>	<u>(1,195)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,195)</u>	<u>(1,195)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,195)</u>	<u>\$ (1,195)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,195)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

TUCUMCARI PUBLIC SCHOOLS

2008 G.O. BONDS STUDENT LIBRARY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	10,586	-	(10,586)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,586</u>	<u>-</u>	<u>(10,586)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	10,586	6,659	3,927
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,586</u>	<u>6,659</u>	<u>3,927</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,659)</u>	<u>(6,659)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,659)</u>	<u>(6,659)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,659)</u>	<u>\$ (6,659)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (6,659)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

TUCUMCARI PUBLIC SCHOOLS

TECHNOLOGY FOR EDUCATION PED SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	19,315	7,081	(12,234)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,315</u>	<u>7,081</u>	<u>(12,234)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	19,315	8,182	11,133
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,315</u>	<u>8,182</u>	<u>11,133</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,101)</u>	<u>(1,101)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,101)</u>	<u>(1,101)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,483</u>	<u>12,483</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,382</u>	<u>\$ 11,382</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,101)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

TUCUMCARI PUBLIC SCHOOLS

INCENTIVES FOR SCHOOL IMPROVEMENT ACT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	17,370	-	(17,370)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>17,370</u>	<u>-</u>	<u>(17,370)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	17,370	14,498	2,872
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>17,370</u>	<u>14,498</u>	<u>2,872</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,498)</u>	<u>(14,498)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(14,498)</u>	<u>(14,498)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>17,370</u>	<u>17,370</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,872</u>	<u>\$ 2,872</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (14,498)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

TUCUMCARI PUBLIC SCHOOLS

PRE K INITIATIVE SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	58,020	58,020	63,018	4,998
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>58,020</u>	<u>58,020</u>	<u>63,018</u>	<u>4,998</u>
<i>Expenditures:</i>				
Current:				
Instruction	57,020	57,020	56,438	582
Support Services				
Students	-	-	-	-
Instruction	1,000	1,000	996	4
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>58,020</u>	<u>58,020</u>	<u>57,434</u>	<u>586</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>5,584</u>	<u>5,584</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,584</u>	<u>5,584</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(22,805)</u>	<u>(22,805)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,221)</u>	<u>\$ (17,221)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(5,584)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

TUCUMCARI PUBLIC SCHOOLS

BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	6,407	6,407	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>6,407</u>	<u>6,407</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	6,407	6,245	162
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,407</u>	<u>6,245</u>	<u>162</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>162</u>	<u>162</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>162</u>	<u>162</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>663</u>	<u>663</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 825</u>	<u>\$ 825</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 162</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

TUCUMCARI PUBLIC SCHOOLS

BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	16,315	16,315	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,315</u>	<u>16,315</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	16,315	16,315	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,315</u>	<u>16,315</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

TUCUMCARI PUBLIC SCHOOLS

SCHOOL IN NEED OF IMPROVEMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	3,813	3,813
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>3,813</u>	<u>3,813</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,813</u>	<u>3,813</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,813)</u>	<u>(3,813)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 3,813</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

TUCUMCARI PUBLIC SCHOOLS

PRE-KINDERGARTEN - SPECIAL STATE SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	4,922	4,922
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,922</u>	<u>4,922</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,922</u>	<u>4,922</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,922</u>	<u>4,922</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,922)</u>	<u>(4,922)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 4,922</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

TUCUMCARI PUBLIC SCHOOLS

GO BOND C FOR LIBRARIES SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	3,274	-	(3,274)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,274</u>	<u>-</u>	<u>(3,274)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,274	3,274	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,274</u>	<u>3,274</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,274)</u>	<u>(3,274)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,274)</u>	<u>(3,274)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,274</u>	<u>3,274</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (3,274)</u>	

The accompanying notes are an integral part of these financial statements

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CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Public Schools Capital Outlay (31200) – To account for Critical Capital Outlay funds and other special capital outlay funds received from the State of New Mexico. The funds are restricted for the purposes outlined in the applicable legislation under which the funds were approved. This generally includes construction of new schools or improvements to existing schools.

Energy Efficiency (31800) – To account for school projects designed to increase the efficiency of the District’s buildings. The legislation allows the District to incur long-term contracts to complete these projects. Savings from the modifications made are used to fund the projects. This was approved by the Public Building Energy Efficiency Act (6-21-1 to 6-23-10, NMSA 1978).

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2010

Statement C-1

	Public Schools Capital Outlay 31200	Capital Improvements SB-9 31700	Energy Efficiency Act 31800	Total
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ 245,246	\$ 2,990	\$ 248,236
Accounts receivable				
Taxes	-	10,792	-	10,792
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 256,038</u>	<u>\$ 2,990</u>	<u>\$ 259,028</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ 79,632	\$ -	\$ 79,632
Accrued insurance	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue - property taxes	-	4,367	-	4,367
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>83,999</u>	<u>-</u>	<u>83,999</u>
<i>Fund balances</i>				
Fund Balances:				
Reserved:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for capital projects	-	172,039	2,990	175,029
Unreserved:				
Undesignated, reported in				
General Fund	-	-	-	-
Special Revenue Funds	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>172,039</u>	<u>2,990</u>	<u>175,029</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 256,038</u>	<u>\$ 2,990</u>	<u>\$ 259,028</u>

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

STATE OF NEW MEXICO

Statement C-2

TUCUMCARI PUBLIC SCHOOLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECT FUNDS
FOR THE YEAR ENDING JUNE 30, 2010

	Public Schools Capital Outlay 31200	Capital Improvements SB-9 31700	Energy Efficiency Act 31800	Total
<i>Revenues:</i>				
Property taxes	\$ -	\$ 159,520	\$ -	\$ 159,520
State grants	5,178,117	-	-	5,178,117
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,178,117</u>	<u>159,520</u>	<u>-</u>	<u>5,337,637</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,579	-	1,579
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	5,178,117	387,594	7,872	5,573,583
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,178,117</u>	<u>389,173</u>	<u>7,872</u>	<u>5,575,162</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(229,653)</u>	<u>(7,872)</u>	<u>(237,525)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(229,653)</u>	<u>(7,872)</u>	<u>(237,525)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>401,692</u>	<u>10,862</u>	<u>412,554</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 172,039</u>	<u>\$ 2,990</u>	<u>\$ 175,029</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
BOND BUILDING CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	1,000,419	2,079,918	1,175,165	904,753
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,000,419</u>	<u>2,079,918</u>	<u>1,175,165</u>	<u>904,753</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,000,419)</u>	<u>(2,079,918)</u>	<u>(1,175,165)</u>	<u>904,753</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	1,811,699	1,811,699
Designated cash	1,000,419	2,079,918	-	(2,079,918)
<i>Total other financing sources (uses)</i>	<u>1,000,419</u>	<u>2,079,918</u>	<u>1,811,699</u>	<u>(268,219)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>636,534</u>	<u>636,534</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>254,918</u>	<u>254,918</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 891,452</u>	<u>\$ 891,452</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			723,301	
Adjustments to expenditures			<u>(616,192)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 743,643</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
PUBLIC SCHOOLS CAPITAL OUTLAY CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,178,117	
Adjustments to expenditures			<u>(5,178,117)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ 151,405	\$ 151,405	\$ 157,856	\$ 6,451
State sources	173,273	173,273	-	(173,273)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>324,678</u>	<u>324,678</u>	<u>157,856</u>	<u>(166,822)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,515	1,579	1,579	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	684,448	684,384	307,962	376,422
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>685,963</u>	<u>685,963</u>	<u>309,541</u>	<u>376,422</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(361,285)</u>	<u>(361,285)</u>	<u>(151,685)</u>	<u>209,600</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	361,285	361,285	-	(361,285)
<i>Total other financing sources (uses)</i>	<u>361,285</u>	<u>361,285</u>	<u>-</u>	<u>(361,285)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(151,685)</u>	<u>(151,685)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>396,931</u>	<u>396,931</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 245,246</u>	<u>\$ 245,246</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,664	
Adjustments to expenditures			(79,632)	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ (229,653)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
ENERGY EFFICIENCY ACT CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2010

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	10,862	10,862	7,872	2,990
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,862</u>	<u>10,862</u>	<u>7,872</u>	<u>2,990</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,862)</u>	<u>(10,862)</u>	<u>(7,872)</u>	<u>2,990</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	10,862	10,862	-	(10,862)
<i>Total other financing sources (uses)</i>	<u>10,862</u>	<u>10,862</u>	<u>-</u>	<u>(10,862)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,872)</u>	<u>(7,872)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,862</u>	<u>10,862</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,990</u>	<u>\$ 2,990</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (7,872)</u>	

The accompanying notes are an integral part of these financial statements

DEBT SERVICE FUND

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STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
DEBT SERVICE FUND

Statement D-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ 545,065	\$ 545,065	\$ 570,459	\$ 25,394
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	400	400	-	(400)
<i>Total revenues</i>	<u>545,465</u>	<u>545,465</u>	<u>570,459</u>	<u>24,994</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	5,451	5,706	5,704	2
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Reserve	686,074	685,820	-	685,820
Principal	300,000	300,000	315,000	(15,000)
Interest	117,908	117,908	128,320	(10,412)
<i>Total expenditures</i>	<u>1,109,433</u>	<u>1,109,434</u>	<u>449,024</u>	<u>660,410</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(563,968)</u>	<u>(563,969)</u>	<u>121,435</u>	<u>685,404</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	563,968	563,969	-	(563,969)
<i>Total other financing sources (uses)</i>	<u>563,968</u>	<u>563,969</u>	<u>-</u>	<u>(563,969)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>121,435</u>	<u>121,435</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>548,904</u>	<u>548,904</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 670,339</u>	<u>\$ 670,339</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,793	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 131,228</u>	

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010

Schedule I

	Balance June 30, 2009	Additions	Adjustments	Deletions	Balance June 30, 2010
High School	\$ 48,719	\$ 120,955	\$ -	\$ 122,029	\$ 47,645
High School Investments	21,977	106	-	-	22,083
Middle School	15,216	35,320	-	28,546	21,990
Elementary	27,583	13,319	-	13,446	27,456
Memorials/Scholarships	1,302	3,602	20,912	3,050	22,766
Total All Schools	<u>\$ 114,797</u>	<u>\$ 173,302</u>	<u>\$ 20,912</u>	<u>\$ 167,071</u>	<u>\$ 141,940</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2010

Schedule II

Name of Depository	Description of Pledged Collateral	Fair Market Value / Par Value June 30, 2010	Name and Location of Safekeeper
Wells Fargo Bank	FNMA 823648 Due 02/01/2036	\$ 32,383	Federal Reserve Bank
Wells Fargo Bank	FNMA 879124 Due 06/01/2036	649,954	Federal Reserve Bank
Wells Fargo Bank	FNMA 983363 Due 08/01/2038	701,406	Federal Reserve Bank
Wells Fargo Bank	FNMA 986804 Due 07/01/2038	1,099,591	Federal Reserve Bank
Wells Fargo Bank	FNMA 968223 Due 12/01/2038	507,791	Federal Reserve Bank
		<u>2,991,125</u>	
Citizens Bank	FHLB Note 3133XVNU1 2.75%, Due 12/12/2014	500,000	Amarillo Natl. Bank Amarillo, Texas
Total		<u>\$ 3,491,125</u>	

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF DEPOSITS AND INVESTMENT ACCOUNTS
JUNE 30, 2010

Schedule III

Bank Account Type/Name	Wells Fargo Bank	Quay Schools Federal Credit Union	Citizens Bank	Totals
Wells Fargo				
Checking - General Operational	\$ 2,194,004	\$ -	\$ -	\$ 2,194,004
Checking - NMPSIA Clearing	253,811	-	-	253,811
Checking - Payroll Clearing	-	-	-	-
Money Market Account	100,812	-	-	100,812
Checking- Student Memorial & Scholarship	21,113	-	-	21,113
Savings- Student Scholarship	1,653	-	-	1,653
Quay Schools Federal Credit Union				
Certificate of Deposit	-	100,000	-	100,000
Certificate of Deposit	-	150,000	-	150,000
Citizens Bank				
Checking - Other Funds	-	-	219,700	219,700
Checking - Payroll Clearing	-	-	583,882	583,882
Checking- Activity Funds	-	-	98,520	98,520
Certificate of Deposit - Activity Funds	-	-	22,083	22,083
Total On Deposit	2,571,393	250,000	924,185	3,745,578
Reconciling Items	(126,718)	-	(644,860)	(771,578)
Reconciled Balance June 30, 2010	<u>\$ 2,444,675</u>	<u>\$ 250,000</u>	<u>\$ 279,325</u>	2,974,000
Less: Fiduciary Funds Cash				<u>(141,940)</u>
Balance Sheet Total June 30, 2010				<u>\$ 2,832,060</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2010

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Food Services Account 21000
Cash, June 30, 2009	\$ 538,554	\$ 20,440	\$ 50,349	\$ 49,625
Add:				
2009-10 revenues	7,886,602	504,015	45,088	566,161
Repayment of interfund loans	554,810	-	-	-
Transfer in	-	-	-	-
Loans from other funds	-	-	-	-
Total cash available	8,979,966	524,455	95,437	615,786
Less:				
2009-10 expenditures	(8,070,578)	(422,968)	(50,627)	(558,518)
Repayment of interfund loans	-	-	-	-
Transfer out	(45,946)	-	-	-
Loans to other funds	(291,718)	-	-	-
Cash, June 30, 2010	<u>\$ 571,724</u>	<u>\$ 101,487</u>	<u>\$ 44,810</u>	<u>\$ 57,268</u>

The accompanying notes are an integral part of these financial statements

Athletics Account 22000	Federal Flowthrough 24000	Federal Direct 25000	State Flowthrough 26000	State Flowthrough 27000	Bond Building Account 31100
\$ 13,100	\$ -	\$ 210,133	\$ 82,525	\$ 33,790	\$ 254,918
31,570	1,625,867	1,020,535	-	97,743	1,811,699
-	-	-	-	-	-
-	42,133	-	-	3,813	-
-	266,643	-	-	25,075	-
44,670	1,934,643	1,230,668	82,525	160,421	2,066,617
(37,033)	(1,411,373)	(1,032,882)	(56,283)	(113,802)	(1,175,165)
-	(523,270)	-	-	(31,540)	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,637</u>	<u>\$ -</u>	<u>\$ 197,786</u>	<u>\$ 26,242</u>	<u>\$ 15,079</u>	<u>\$ 891,452</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2010

Schedule IV
(Page 2 of 2)

	Public School Capital Outlay 31200	Cap. Improv. SB 9 31700	Energy Efficiency 31800	Debt Service Fund 41000	Total
Cash, June 30, 2009	\$ -	\$ 396,931	\$ 10,862	\$ 548,904	\$ 2,210,131
Add:					
2009-10 revenues	5,178,117	157,856	-	570,459	19,495,712
Repayment of interfund loans	-	-	-	-	554,810
Transfer in	-	-	-	-	45,946
Loans from other funds	-	-	-	-	291,718
Total cash available	5,178,117	554,787	10,862	1,119,363	22,598,317
Less:					
2009-10 expenditures	(5,178,117)	(309,541)	(7,872)	(449,024)	(18,873,783)
Repayment of interfund loans	-	-	-	-	(554,810)
Transfer out	-	-	-	-	(45,946)
Loans to other funds	-	-	-	-	(291,718)
Cash, June 30, 2010	<u>\$ -</u>	<u>\$ 245,246</u>	<u>\$ 2,990</u>	<u>\$ 670,339</u>	<u>\$ 2,832,060</u>

The accompanying notes are an integral part of these financial statements

COMPLIANCE SECTION

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

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

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general funds and major special revenue fund, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Tucumcari Public Schools, New Mexico, as of and for the year ended June 30, 2010, and have issued our report thereon dated November 15, 2010. 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 Tucumcari Public Schools, New Mexico'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 deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. (FS 09-01 and FS 10-02) A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Tucumcari Public School'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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards*, which is described in the accompanying schedule of findings and questioned costs as item FS 10-02.

We also noted certain matters that are required to be reported pursuant to *Governmental Auditing Standards* paragraph 5.14 and 5.16 and pursuant to Section 12-6-5 NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as finding FS 10-01.

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

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

Grigo Professional Services, LLC

Albuquerque, New Mexico
November 15, 2010

FEDERAL FINANCIAL ASSISTANCE

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

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

Compliance

We have audited Tucumcari Public Schools, New Mexico's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2010. Tucumcari Public Schools, New Mexico's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Tucumcari Public Schools, New Mexico's management. Our responsibility is to express an opinion on Tucumcari Public Schools, New Mexico's compliance based on our audit.

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

In our opinion, Tucumcari Public Schools, New Mexico complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA 10-01 and FA 10-02.

Internal Control Over Compliance

The management of Tukumcari Public Schools, New Mexico is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Tukumcari Public Schools, New Mexico's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items FA 10-01 and FA 10-02. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Grigo Professional Services, LLC

Albuquerque, New Mexico
November 15, 2010

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2010

Schedule V

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Health and Human Services			
<i>Passthrough State of New Mexico Department of Health</i>			
Maternal/Child Health	25110	93.994	\$ 179,665
Title XIX Medicaid 3 / 21 Years	25153	93.778	<u>94,924</u>
<i>Subtotal - Passthrough State of New Mexico Department of Health</i>			<u>274,589</u>
Total U.S. Department of Health and Human Services			<u>274,589</u>
U.S. Department of Education			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I (1)	24101	84.010	524,090
IDEA B - Entitlement	24106	84.027	333,300
IDEA B - Pre School	24109	84.173	13,138
Enhancing Ed Thru Technology	24149	84.318X	58,627
Title II-A Teacher / Principal Training	24154	84.367A	110,938
Title IVA Safe & Drug Free Schools	24157	84.186A	6,211
Rural and Low Income Schools	24160	84.358B	28,609
Title I Recovery (1)	24201	84.389	213,000
IDEA-B Recovery	24206	84.367A	121,295
IDEA-B Pre-School Recovery	24209	84.173	2,165
Adv Placement Incentive Program NMHU	25135	84.330	345
SEG-ARRA (1)	25250	84.394	<u>754,806</u>
Total U.S. Department of Education			<u>2,166,524</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2010

Schedule V

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program	21000	10.555	<u>538,001</u>
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>538,001</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	<u>30,245</u>
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>30,245</u>
Total U.S. Department of Agriculture			<u>568,246</u>
Total Federal Financial Assistance			<u><u>\$ 3,009,359</u></u>

(1) Denotes Major Federal Financial Assistance Program

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

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

2. Subrecipients

During the year, the District provided \$179,665 to subrecipients in federal awards relating to the Maternal/Child Health grant.

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2010 was \$30,245 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 3,009,359
Total expenditures funded by other sources	<u>17,021,902</u>
Total expenditures	<u><u>\$ 20,031,261</u></u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

Schedule VI

Section I – Summary of Audit Results

Financial Statements:

- | | |
|--|-------------|
| 1. Type of auditors’ report issued | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weakness identified? | No |
| b. Significant deficiency identified not considered to be a material weaknesses? | Yes |
| c. Control deficiency identified not considered to be a significant deficiency? | Yes |
| d. Noncompliance material to financial statements noted? | No |

Federal Awards:

- | 1. Internal control over major programs: | | | | | | | | | |
|---|--------------------|-----------------|--------|--------------------|--------|---------|--------|------------------|--|
| a. Material weaknesses identified? | No | | | | | | | | |
| b. Significant deficiency identified not considered to be material weaknesses? | Yes | | | | | | | | |
| c. Control deficiency identified not considered to be significant deficiency? | No | | | | | | | | |
| 2. Type of auditors’ report issued on compliance for major programs | Unqualified | | | | | | | | |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No | | | | | | | | |
| 4. Identification of major programs: | | | | | | | | | |
| <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center; border-bottom: 1px solid black;">CFDA
Number</th> <th style="text-align: center; border-bottom: 1px solid black;">Federal Program</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">84.394</td> <td style="text-align: center;">SEG Funding - ARRA</td> </tr> <tr> <td style="text-align: center;">84.010</td> <td style="text-align: center;">Title I</td> </tr> <tr> <td style="text-align: center;">84.389</td> <td style="text-align: center;">Title I Recovery</td> </tr> </tbody> </table> | CFDA
Number | Federal Program | 84.394 | SEG Funding - ARRA | 84.010 | Title I | 84.389 | Title I Recovery | |
| CFDA
Number | Federal Program | | | | | | | | |
| 84.394 | SEG Funding - ARRA | | | | | | | | |
| 84.010 | Title I | | | | | | | | |
| 84.389 | Title I Recovery | | | | | | | | |
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 | | | | | | | | |
| 6. Auditee qualified as low-risk auditee? | Yes | | | | | | | | |

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

Section I – Financial Statement Findings

FS 09-01 Internal Controls – Payroll – Repeated and Revised

Criteria: NMAC 6.20.2.18 states the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations, pay or position change notices, Educational Retirement Act plan application, and direct deposit authorizations. The Immigration Reform & Control Act of 1986 requires all employees hired after November 6, 1986 to complete a form I-9 within 3 days of hire. This form is to be retained for either three years after the date of hire or one year after the date of termination, whichever is later.

Condition: During our test work of personnel files, GPS noted the following:

- Three out of twenty-five employees tested had an I-9 that was not completely filled out or signed.
- Six out of twenty-five employees tested was missing an I-9 identification copy.
- Two out of twenty-five employees tested had insurance deducted based on an incorrect income level.

Cause: The District was unaware that the employees had incomplete files and that insurance rates were being calculated incorrectly.

Effect: The District is not in compliance with the Immigration Reform and Control Act of 1986 or with New Mexico State Statutes. The School could be subject to penalties or possibly legal action. Not having correct supporting documentation is a serious failure of internal control procedures and could result in various legal complications in the event of noncompliance with a contract.

Auditors' Recommendations: We recommend the District obtain all required information and retain the necessary documents in the employees' personnel files as well as review all supporting documentation for payroll processed. In the future, the District should make periodic checks to ensure all required information is being maintained and calculations are accurate.

Management's Response: The I-9's in question were probably from previous years. Currently, and since 2006, the district is attaching documentation such as driver licenses, social security cards or birth certificates directly to the I-9. The district will more closely monitor that all paperwork is filled out properly and signed.

Insurance deductions based on the correct income level will be calculated by assistant business manager and verified by the business manager in the future.

FS 10-01 – Stale Dated Transactions

Criteria: New Mexico Statutes, Section 6-10-57, NMSA, 1978 compilation requires local public bodies to cancel or void any check that is unpaid for one year after it is written.

Condition: The District is in violation of state statute regarding stale-dated checks. The School maintained 4 checks, in the Operational Account (1), the Payroll Account (1) and the Tucumcari High School Account (2) that were dated over one year old at June 30, 2010. The checks totaled \$276.83.

Cause: The School did not properly account for outstanding checks and items.

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Effect: The District was in violation of New Mexico Statute, Section 6-10-57, NMSA, 1978. Cash balances were not accurately reflected as a result of stale-dated transactions appearing on the outstanding check listings. Outstanding items of the amount noted must be addressed and cleared.

Auditors' Recommendations: We recommend that the District implement a procedure to review the outstanding check listings for all bank accounts and track stale-dated transactions. If transactions on the outstanding check listings are greater than one year old we recommend these checks be voided and funds be turned over to the State's Unclaimed Property Division.

Management's Response: The district has implemented a new procedure by which the business manager will be immediately notified by business support personnel of any outstanding check that is over 12 months old. Appropriate action will be taken to rectify the situation.

FS 10-02 – Budget Compliance

Criteria: 22-8-11-B NMSA 1978 requires that no District or employee of a District shall make any expenditure or incur any obligation for the expenditure of public funds unless that expenditure or obligation is made in accordance with an operating budget approved by the department.

Condition: In fund 14000, the Districted budgeted cash in the amount of \$54,736 but only had cash of \$20,440 as of June 30, 2009. They over-budgeted cash by \$34,296. In fund 41000, the Districted budgeted cash in the amount of \$563,968 but only had cash of \$548,904 as of June 30, 2009. They over-budgeted cash by \$15,064. Lastly, the District overspent the Operation & Maintenance of Plant function in Fund 25250 by \$220. The fund was not overspent in total, but only in that function.

Cause: The District did not ensure sufficient prior year cash balances before submitting the budget adjustment request to PED. They also did not make the necessary budget adjustments to transfer budget authority between functions to ensure the fund was not overspent at the function level.

Effect: The District budgeted more cash than they actually had, and could have created a cash deficit in that fund during 2010. Also, the District spent funds without appropriate budget authority.

Auditors' Recommendations: We recommend that the District review prior year audited cash balances before submitting budget adjustment requests for budgeted cash, to ensure sufficient balances exist. Also, the District should adjust the budget as needed to ensure each fund is not overspent at the function level.

Management's Response: The business manager will review all prior year cash balances before submitting budget adjustment requests to PED for budgeted cash. In addition, the business manager will monitor all accounts to make sure they are not overspent at the function level. This will be accomplished by checking all the accounts on a monthly basis and making the appropriate journal entries.

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Section II – Federal Award Findings

FA 10-01 – Procurement Code

Criteria: NMAC 1.4.1.51 states that all procurement of small purchases of items of tangible personal property, construction and nonprofessional services. A quotation must be obtained. Insofar as it is practical for small purchases of nonprofessional services, construction or items of tangible personal property having a value exceeding five thousand dollars (\$5,000) but not exceeding twenty thousand dollars (\$20,000), no fewer than three businesses shall be solicited to submit written quotations that are recorded and placed in the procurement file. If three written quotes cannot be obtained, the agency shall document the reasons and include the document in the procurement file. NMAC 1.4.1.54 states that the sole source procurement of items of tangible personal property, construction and nonprofessional services: A conditions for use; A contract may be awarded without competitive sealed bids or noncompetitive sealed proposals, regardless of the estimated cost, when the state purchasing agent makes a written determination, after conducting a good-faith review of available sources and consulting the using agency, that there is only one source for the required items of tangible personal property, construction or nonprofessional services. In cases of reasonable doubt, competition should be solicited. NMAC 1.4.1.57 records of sole source procurements: The state purchasing agent or central purchasing office shall maintain records of sole source procurements for a minimum of three years. The record of each such procurement shall be a public record and shall contain: the contractor's name and address; the amount and term of the contract; a listing of the services, construction, or items of tangible personal property procured under the contract; and the justification for the procurement method which shall include any written determinations and written approvals required by any provision of Sections 1.4.1.53 through 1.4.1.57 of this rule.

Condition: Tucumcari Public Schools did not utilize the proper bid procedures on three occasions. The District did not utilize proper procurement rules, for “sole” source procurement on two occasions.

Cause: Three purchases; \$13,400 & \$51,149.12 & \$15,665.63 did not follow the State of New Mexico procurement code. Two Purchases; \$5,500 & \$51,149.12 were listed as “sole” source, but did not follow State of New Mexico procurement code.

Effect: Tucumcari Public Schools are in non-compliance with NMAC 1.4.1.51-54-57.

Auditors' Recommendations: We recommend that the Tucumcari Schools designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: The district will provide the necessary documentation for sole source funding in the future. Bids for professional services over \$ 20,000 will be formally bid. Supplies, equipment and materials between \$ 10,000 and \$ 20,000 will have 3 quotes.

FA 10-02 – Time and Effort

Criteria: Semi-Annual certifications of time and effort must be kept.

Condition: In accordance with Circular A-133: *Consolidated Administrative Funds* - An SEA or LEA that consolidates Federal administrative funds under 20 USC 7821 or 7823 is not required to keep separate records by individual program (20 USC 7821 and 7823). The SEA or LEA may treat the consolidated administrative cost objective as a “dedicated function.” As a result, an employee who works solely on consolidated administrative activities may meet the semi-annual certification requirement under OMB Circular A-87, Attachment B, paragraph 8.h.(3), either by submitting semi-annual certifications to cover the consolidated activities or through time and attendance certifications accomplished under the State’s or the LEA’s normal standards for payroll documentation. Tucumcari Public Schools does not consolidated administrative funds and is subject to the above criteria.

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Cause: It appears that a turnover in staff has led to this criteria not being administered. The new Federal Programs director was under the assumption that this task was being performed, but the district could not locate the documentation.

Effect: The district does not consolidate administrative funds; therefore it must track, by program, the time effort for each employee.

Auditors' Recommendations: The District should implement a policy to ensure that time and effort reports are filled out on a semi-annual basis.

Management's Response: The business office will develop a form to be distributed in December and June requiring signatures of all staff members being paid with Title I funds and the time they are spending on Title I.

Section III – Prior Year Audit Findings

FS 09-01 Internal Controls – Payroll – Repeated and Revised
FS 09-02 Audit Report Not Submitted Timely - Resolved

Section IV – Other Disclosures

Auditor Prepared Financials

The financial statements presented in this report were prepared by the auditors, Griego Professional Services, LLC.

Exit Conference

The contents of this report were discussed on November 15, 2010. The following individuals were in attendance.

Tucumcari Public Schools

Aaron McKinney, Superintendent
Tom Sullivan, Business Manager
Dave Johnson, Assistant Superintendent
Marty Garcia, Board member, Audit Committee
Susan Lease, Parent, Audit Committee
Teresa Barreras, Community Member, Audit Committee
Dianne Morrow, Assistant Business Manager
Lorinda Martinez, Business Support

Griego Professional Services, LLC

Monica Yaple, CPA