

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS



ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011
(With Auditors' Report Thereon)

(This page intentionally left blank.)

INTRODUCTORY SECTION

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
FOR THE YEAR ENDED JUNE 30, 2011
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Table of Contents		i
Official Roster		iii
FINANCIAL SECTION		
Independent Auditors' Report		iv
Basic Financial Statements		
Government-wide Financial Statements:		
Statement of Net Assets	A-1	1
Statement of Activities	A-2	3
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	5
Reconciliation of the Balance Sheet to the Statement of Net Assets		7
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	B-2	8
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		10
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – Operational Fund	C-1	11
Transportation Fund	C-2	12
Instructional Materials Fund	C-3	13
Title I IASA	C-4	14
Entitlement IDEA-B Federal Stimulus Special Revenue Fund	C-5	15
Statement of Fiduciary Assets and Liabilities	D-1	16
Notes to the Financial Statements		17-36
SUPPLEMENTARY INFORMATION		
Combining and Individual Fund Statements and Schedules:		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	38
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds.	A-2	39
Combining Balance Sheet – Nonmajor Special Revenue Funds	B-1	42
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	B-2	48
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Food Services Special Revenue Fund	B-3	54
Athletics Special Revenue Fund	B-4	55
Entitlement IDEA-B Special Revenue Fund	B-5	56
Preschool IDEA-B Special Revenue Fund	B-6	57
IDEA-B Risk Pool Special Revenue Fund	B-7	58
Enhancing Education Through Technology Special Revenue Fund	B-8	59
Teacher/Principal Training & Recruiting Special Revenue Fund	B-9	60
Safe & Drug Free Schools & Community Special Revenue Fund	B-10	61
Rural & Low Income Schools Special Revenue Fund	B-11	62
Title I IASA Federal Stimulus Special Revenue Fund	B-12	63
Preschool IDEA-B Federal Stimulus Special Revenue Fund	B-13	64
Elementary School Breakfast Fed Stimulus Special Revenue Fund	B-14	65
Maternal/Child Health Special Revenue Fund	B-15	66

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
FOR THE YEAR ENDED JUNE 30, 2011
TABLE OF CONTENTS
(Continued)

ADV Placement Incentive Program NMHU Special Revenue Fund	B-16	67
Title XIX Medicaid 3/21 Years Special Revenue Fund	B-17	68
State Equalization Guarantee Special Revenue Fund	B-18	69
Education Jobs Fund Federal Stimulus Special Revenue Fund	B-19	70
Microsoft Settlement Special Revenue Fund	B-20	71
Tucumcari Band-Aides Special Revenue Fund	B-21	72
2009 Dual Credit Instructional Materials Special Revenue Fund	B-22	73
2008 G.O. Bonds Student Library Special Revenue Fund	B-23	74
Technology for Education PED Special Revenue Fund	B-24	75
Incentives for School Improvement Act Special Revenue Fund	B-25	76
Pre-K Initiative Special Revenue Fund	B-26	77
Beginning Teacher Mentoring Program Special Revenue Fund	B-27	78
Combining Balance Sheet – Nonmajor Capital Projects Funds	C-1	80
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	C-2	81
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Bond Building Capital Projects Fund	C-3	82
Public Schools Capital Outlay Capital Projects Fund	C-4	83
Capital Improvements SB-9 Capital Projects Fund	C-5	84
Energy Efficiency Act Capital Projects Fund	C-6	85
Debt Service Fund	D-1	86
SUPPORTING SCHEDULES		
Schedule of Changes in Assets and Liabilities – Agency Funds	I	87
Schedule of Collateral Pledged by Depository for Public Funds	II	88
Schedule of Deposits and Investment Accounts	III	89
Cash Reconciliation	IV	90
COMPLIANCE SECTION		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		93
FEDERAL FINANCIAL ASSISTANCE		
Independent Auditor’s Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133		95
Schedule of Expenditures of Federal Awards	V	97
Schedule of Findings and Questioned Costs	VI	99

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2011

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Carlos Romero		President
Marty Garcia		Vice President
Christine Dougherty		Clerk
Joe Barnett.		Member
Marion Payton		Member
	<u>School Officials</u>	
Aaron McKinney		Superintendent
Dave Johnson		Assistant Superintendent
Leola Patterson		Business Manager

(This page intentionally left blank.)

FINANCIAL SECTION

(This page intentionally left blank.)

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 funds of Tucumcari Public Schools, New Mexico, as of and for the year ended June 30, 2011, 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 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, 2011, as listed in the table of contents. These financial statements are the responsibility of Tucumcari Public School's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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, 2011, and the respective changes in financial position thereof and the respective budgetary comparisons for the general funds and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of Tucumcari Public Schools, New Mexico as of June 30, 2011, and the respective changes in financial position thereof and the respective budgetary comparisons for the 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, 2011 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.

(This page intentionally left blank.)

For the year ended June 30, 2011, the County has not presented the *Management's Discussion and Analysis* that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements and budgetary comparisons. The 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.

A handwritten signature in cursive script that reads "Grigo Professional Services, LLC".

Albuquerque, New Mexico
November 15, 2011

(This page intentionally left blank.)

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

		<u>Governmental Activities</u>
ASSETS		
Cash and cash equivalents	\$	3,364,992
Receivables		
Property taxes		27,175
Due from other governments		513,417
Other		-
Inventory		<u>17,439</u>
Total current assets		<u><u>3,923,023</u></u>
Noncurrent assets:		
Bond issuance costs (net of accumulated amortization of \$41,536)		81,079
Capital assets:		
Land and land improvements		1,757,054
Buildings and building improvements		47,992,773
Furniture, fixtures and equipment		4,339,092
Construction in progress		8,676,446
Less: accumulated depreciation		<u>(29,819,908)</u>
Total noncurrent assets		<u><u>33,026,536</u></u>
Total assets	\$	<u><u>36,949,559</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, 2011

Exhibit A-1

		<u>Governmental Activities</u>
LIABILITIES AND NET ASSETS		
Accounts payable	\$	175,210
Accrued insurance		244,770
Accrued compensated absences		18,343
Accrued interest		52,377
Deferred revenue		10,030
Current portion of long-term debt		<u>500,000</u>
Total current liabilities		<u>1,000,730</u>
Noncurrent liabilities:		
Bonds due in more than one year		<u>4,570,000</u>
Total noncurrent liabilities		<u>4,570,000</u>
Total liabilities		5,570,730
Invested in capital assets, net of related debt		27,956,536
Restricted for:		
Debt service		640,484
Capital projects		1,811,783
Special revenue funds		742,929
Unrestricted		<u>227,097</u>
Total net assets		<u>31,378,829</u>
Total liabilities and net assets	\$	<u><u>36,949,559</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, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Primary Government		
Governmental activities:		
Instruction	\$ 6,749,018	\$ 24,419
Support services:		
Students	778,390	-
Instruction	233,512	-
General Administration	731,412	-
School Administration	597,291	-
Other Support Services	16,765	-
Central Services	291,984	-
Operation & Maintenance of Plant	41,452	-
Student Transportation	348,892	-
Food Services Operation	654,797	29,420
Community Services	-	-
Unallocated Depreciation	370,977	-
Interest on long-term debt	116,130	-
	<hr/>	<hr/>
Total Primary Government	<u>\$ 10,930,620</u>	<u>\$ 53,839</u>

The accompanying notes are an integral part of these financial statements

Program Revenues		Net
Operating Grants and Contributions	Capital Grants and Contributions	(Expenses) Revenues and Changes in Net Assets
\$ 1,347,031	\$ -	\$ (5,377,568)
309,595	-	(468,795)
55,754	-	(177,758)
-	-	(731,412)
332,772	-	(264,519)
-	-	(16,765)
-	-	(291,984)
-	3,884,399	3,842,947
363,827	-	14,935
592,201	-	(33,176)
-	-	-
-	-	(370,977)
-	-	(116,130)
<u>\$ 3,001,180</u>	<u>\$ 3,884,399</u>	(3,991,202)

General Revenues:

Property taxes:

Levied for general purposes	34,050
Levied for debt service	577,739
Levied for capital projects	160,399
State Equalization Guarantee	8,063,112
Unrestricted investment earnings	3,307
Miscellaneous	4,276

Total general revenues	<u>8,842,883</u>
------------------------	------------------

Change in net assets	4,851,681
----------------------	-----------

Net assets - beginning	<u>26,527,148</u>
------------------------	-------------------

Net assets - ending	<u>\$ 31,378,829</u>
---------------------	----------------------

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General Fund			Title I IASA 24101
	Operational 11000	Transportation 13000	Instructional Materials 14000	
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 466,721	\$ 3,006	\$ 42,893	\$ -
Accounts receivable				
Property taxes	1,116	-	-	-
Due from other governments	-	-	-	199,231
Other	-	-	-	-
Due from other funds	490,079	-	-	-
Inventory	14,182	-	-	-
<i>Total assets</i>	<u>\$ 972,098</u>	<u>\$ 3,006</u>	<u>\$ 42,893</u>	<u>\$ 199,231</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ 22,552	\$ -	\$ -	\$ 15,125
Accrued insurance	244,770	-	-	-
Due to other funds	-	-	-	184,106
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>267,322</u>	<u>-</u>	<u>-</u>	<u>199,231</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	14,182	-	-	-
Restricted for:				
General Fund	145,706	3,006	4,708	-
Special revenue	-	-	-	-
Capital projects	-	-	-	-
Debt service	-	-	-	-
Assigned	544,888	-	38,185	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>704,776</u>	<u>3,006</u>	<u>42,893</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 972,098</u>	<u>\$ 3,006</u>	<u>\$ 42,893</u>	<u>\$ 199,231</u>

The accompanying notes are an integral part of these financial statements

Entitlement IDEA-B Federal Stimulus 24206	Bond Building 31100	Public School Capital Outlay 31200	Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Primary Government
\$ -	\$ 1,492,059	\$ -	\$ 451,569	\$ 620,113	\$ 288,631	\$ 3,364,992
-	-	-	5,688	20,371	-	27,175
131,107	-	-	-	-	183,079	513,417
-	-	-	-	-	-	-
-	-	-	-	-	-	490,079
-	-	-	-	-	3,257	17,439
<u>\$ 131,107</u>	<u>\$ 1,492,059</u>	<u>\$ -</u>	<u>\$ 457,257</u>	<u>\$ 640,484</u>	<u>\$ 474,967</u>	<u>\$ 4,413,102</u>
\$ -	\$ 137,533	\$ -	\$ -	\$ -	\$ -	\$ 175,210
-	-	-	-	-	-	244,770
131,107	-	-	-	-	174,866	490,079
-	-	-	-	-	-	-
-	-	-	-	-	10,030	10,030
<u>131,107</u>	<u>137,533</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>184,896</u>	<u>920,089</u>
-	-	-	-	-	3,257	17,439
-	-	-	-	-	-	153,420
-	-	-	-	-	98,261	98,261
-	-	-	39,362	-	-	39,362
-	-	-	-	27,565	-	27,565
-	1,354,526	-	417,895	612,919	188,553	3,156,966
-	-	-	-	-	-	-
<u>-</u>	<u>1,354,526</u>	<u>-</u>	<u>457,257</u>	<u>640,484</u>	<u>290,071</u>	<u>3,493,013</u>
<u>\$ 131,107</u>	<u>\$ 1,492,059</u>	<u>\$ -</u>	<u>\$ 457,257</u>	<u>\$ 640,484</u>	<u>\$ 474,967</u>	<u>\$ 4,413,102</u>

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
GOVERNMENTAL FUNDS

Exhibit B-1
 (Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

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

Fund balances - total governmental funds	\$	3,493,013
Issuance costs, net of accumulated amortization		81,079
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		32,945,457
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		-
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		(52,377)
Accrued compensated absences		(18,343)
General obligation bonds		(5,070,000)
		(5,140,720)
Net Assets Governmental Activities	\$	31,378,829

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, 2011

	General fund			Title I IASA 24101
	Operational 11000	Transportation 13000	Instructional Materials 14000	
<i>Revenues:</i>				
Charges for services	\$ 3,865	\$ -	\$ -	\$ -
Property taxes	35,290	-	-	-
State grants	8,063,112	363,827	42,753	-
Federal grants	31,411	-	-	642,089
Interest	2,589	-	-	-
Miscellaneous	7,038	-	-	-
<i>Total revenues</i>	<u>8,143,305</u>	<u>363,827</u>	<u>42,753</u>	<u>642,089</u>
<i>Expenditures:</i>				
Current:				
Instruction	4,784,351	-	44,670	570,454
Support Services				
Students	430,131	-	-	68
Instruction	229,033	-	-	-
General Administration	499,262	-	-	71,567
School Administration	565,680	-	-	-
Central Services	309,909	-	-	-
Operation & Maintenance of Plant	1,234,433	-	-	-
Student Transportation	-	384,206	-	-
Other Support Services	16,765	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>8,069,564</u>	<u>384,206</u>	<u>44,670</u>	<u>642,089</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>73,741</u>	<u>(20,379)</u>	<u>(1,917)</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>73,741</u>	<u>(20,379)</u>	<u>(1,917)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>631,035</u>	<u>23,385</u>	<u>44,810</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 704,776</u>	<u>\$ 3,006</u>	<u>\$ 42,893</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Entitlement IDEA-B Federal Stimulus 24206	Bond Building 31100	Public School Capital Outlay 31200	Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,975	\$ 53,840
-	-	-	164,766	589,013	-	789,069
-	-	3,537,987	346,412	-	97,260	12,451,351
152,596	-	-	-	-	1,668,067	2,494,163
-	-	-	718	-	-	3,307
-	-	-	-	-	415	7,453
<u>152,596</u>	<u>-</u>	<u>3,537,987</u>	<u>511,896</u>	<u>589,013</u>	<u>1,815,717</u>	<u>15,799,183</u>
135,179	-	-	-	-	636,612	6,171,266
12,419	-	-	-	-	249,634	692,252
-	-	-	-	-	4,479	233,512
4,998	-	-	1,655	5,919	148,011	731,412
-	-	-	-	-	31,611	597,291
-	-	-	-	-	-	309,909
-	-	-	-	-	82,918	1,317,351
-	-	-	-	-	-	384,206
-	-	-	-	-	-	16,765
-	-	-	-	-	619,993	619,993
-	-	-	-	-	-	-
-	575,578	3,537,987	225,023	-	2,990	4,341,578
-	-	-	-	520,000	-	520,000
-	-	-	-	116,130	-	116,130
-	16,348	-	-	-	-	16,348
<u>152,596</u>	<u>591,926</u>	<u>3,537,987</u>	<u>226,678</u>	<u>642,049</u>	<u>1,776,248</u>	<u>16,068,013</u>
-	(591,926)	-	285,218	(53,036)	39,469	(268,830)
-	-	-	-	-	-	-
-	1,055,000	-	-	-	-	1,055,000
-	1,055,000	-	-	-	-	1,055,000
-	463,074	-	285,218	(53,036)	39,469	786,170
-	891,452	-	172,039	693,520	250,602	2,706,843
<u>\$ -</u>	<u>\$ 1,354,526</u>	<u>\$ -</u>	<u>\$ 457,257</u>	<u>\$ 640,484</u>	<u>\$ 290,071</u>	<u>\$ 3,493,013</u>

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

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, 2011

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	\$	786,170
--	----	---------

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		(1,188,230)
Capital Outlays		5,802,000
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.

9,287

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		(16,881)
--------------------------	--	----------

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		(1,190)
Decrease in accrued compensated absences		(4,475)
Principal payments on bonds		520,000
Proceeds from bonds		(1,055,000)
		(1,055,000)

Change in Net Assets Governmental Activities	\$	4,851,681
--	----	-----------

The accompanying notes are an integral part of these financial statements

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 37,449	\$ 37,449	\$ 46,369	\$ 8,920
State sources	8,349,685	8,063,627	8,063,112	(515)
Federal sources	30,000	30,000	31,411	1,411
Interest	2,500	2,500	2,589	89
<i>Total revenues</i>	<u>8,419,634</u>	<u>8,133,576</u>	<u>8,143,481</u>	<u>9,905</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,894,895	4,779,247	4,774,039	5,208
Support Services				
Students	415,187	415,187	430,131	(14,944)
Instruction	263,943	260,443	229,033	31,410
General Administration	443,317	431,317	500,034	(68,717)
School Administration	755,822	721,322	567,581	153,741
Central Services	268,435	268,435	309,995	(41,560)
Operation & Maintenance of Plant	1,352,352	1,231,942	1,222,545	9,397
Student Transportation	-	-	-	-
Other Support Services	138,096	138,096	16,765	121,331
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,532,047</u>	<u>8,245,989</u>	<u>8,050,123</u>	<u>195,866</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(112,413)</u>	<u>(112,413)</u>	<u>93,358</u>	<u>205,771</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	112,413	112,413	-	(112,413)
<i>Total other financing sources (uses)</i>	<u>112,413</u>	<u>112,413</u>	<u>-</u>	<u>(112,413)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>93,358</u>	<u>93,358</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>863,442</u>	<u>863,442</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 956,800</u>	<u>\$ 956,800</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(176)	
Expenditure accruals			(19,441)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 73,741</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
TRANSPORTATION FUND

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<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	390,719	376,223	363,827	(12,396)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>390,719</u>	<u>376,223</u>	<u>363,827</u>	<u>(12,396)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	390,719	454,209	462,308	(8,099)
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>390,719</u>	<u>454,209</u>	<u>462,308</u>	<u>(8,099)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(77,986)</u>	<u>(98,481)</u>	<u>(20,495)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	77,986	-	(77,986)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>77,986</u>	<u>-</u>	<u>(77,986)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(98,481)</u>	<u>(98,481)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>(77,986)</u>	<u>101,487</u>	<u>179,473</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ (77,986)</u>	<u>\$ 3,006</u>	<u>\$ 80,992</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>\$ (20,379)</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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	38,019	38,019	42,753	4,734
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>38,019</u>	<u>38,019</u>	<u>42,753</u>	<u>4,734</u>
<i>Expenditures:</i>				
Current:				
Instruction	44,670	44,670	44,670	-
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>44,670</u>	<u>44,670</u>	<u>44,670</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(6,651)</u>	<u>(6,651)</u>	<u>(1,917)</u>	<u>4,734</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	6,651	6,651	-	(6,651)
<i>Total other financing sources (uses)</i>	<u>6,651</u>	<u>6,651</u>	<u>-</u>	<u>(6,651)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,917)</u>	<u>(1,917)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>44,810</u>	<u>44,810</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,893</u>	<u>\$ 42,893</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,917)</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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	581,401	647,169	551,395	(95,774)
Interest	-	-	-	-
<i>Total revenues</i>	<u>581,401</u>	<u>647,169</u>	<u>551,395</u>	<u>(95,774)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	498,623	564,391	555,329	9,062
Support Services				
Students	-	-	68	(68)
Instruction	-	-	-	-
General Administration	82,778	82,778	71,567	11,211
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>581,401</u>	<u>647,169</u>	<u>626,964</u>	<u>20,205</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(75,569)</u>	<u>(75,569)</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>(75,569)</u>	<u>(75,569)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(108,537)</u>	<u>(108,537)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (184,106)</u>	<u>\$ (184,106)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			90,694	
Expenditure accruals			(15,125)	
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 FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	173,113	21,915	(151,198)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>173,113</u>	<u>21,915</u>	<u>(151,198)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	173,113	135,179	37,934
Support Services				
Students	-	-	12,419	(12,419)
Instruction	-	-	-	-
General Administration	-	-	4,998	(4,998)
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>173,113</u>	<u>152,596</u>	<u>20,517</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(130,681)</u>	<u>(130,681)</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>(130,681)</u>	<u>(130,681)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(426)</u>	<u>(426)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (131,107)</u>	<u>\$ (131,107)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			130,681	
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, 2011

Exhibit D-1

ASSETS

Current Assets

Cash	<u>\$ 141,923</u>
------	-------------------

<i>Total assets</i>	<u><u>141,923</u></u>
---------------------	-----------------------

LIABILITIES

Current Liabilities

Deposits held in trust for others	<u>141,923</u>
-----------------------------------	----------------

<i>Total liabilities</i>	<u><u>\$ 141,923</u></u>
--------------------------	--------------------------

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, 2011

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, 2011

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, 2011

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 *IDEA-B Entitlement Federal Stimulus Special Revenue Fund* 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.

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 *Public Schools Capital Outlay Capital Projects Fund* is used 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.

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).

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

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.

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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

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.

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 2011 is considered ‘measurable and available’ and, accordingly, is recorded as revenue during the year ended June 30, 2011.

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, 2011.

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, 2011 financial statements of Tucumcari Public Schools, since the District did not own infrastructure assets as of June 30, 2011. 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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

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, 2011.

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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

Net Assets or Fund Equity: Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of the County's fund balances is presented in Note 18.

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 \$8,063,112 in state equalization guarantee distributions during the year ended June 30, 2011.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

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 \$792,792 in tax revenues during the year ended June 30, 2011. 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.

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 \$363,203 in transportation distributions during the year ended June 30, 2011.

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, 2011 totaled \$41,855.

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 received \$346,347 funds in state SB-9 matching during the year ended June 30, 2011.

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;

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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

E. Revenues (continued)

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.
6. The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

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, 2011, the District received \$3,537,987 in 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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 2. Stewardship, Compliance and Accountability(continued)

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.
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 function.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 2. Stewardship, Compliance and Accountability (continued)

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, 2011 is presented under each budgetary statement.

NOTE 3. Cash and Cash Equivalents

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, 2011.

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, 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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 3. Cash and Cash Equivalents (continued)

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	\$ 2,847,655	\$ 982,205	\$ 100,000	\$ 3,929,860
Less: FDIC Coverage	<u>250,000</u>	<u>250,000</u>	<u>100,000</u>	<u>600,000</u>
Uninsured public funds	2,597,655	732,205	-	3,329,860
 Pledged collateral held by pledging bank's trust department or agent but not in agency's name	 <u>1,625,557</u>	 <u>500,000</u>	 <u>-</u>	 <u>2,125,557</u>
 Uninsured and uncollateralized	 <u>972,098</u>	 <u>232,205</u>	 <u>-</u>	 <u>1,204,303</u>
 50% pledged collateral requirement per statute	 \$ 1,298,828	 \$ 366,103	 \$ -	 \$ 1,664,931
Total pledged collateral	<u>(1,625,557)</u>	<u>(500,000)</u>	<u>-</u>	<u>(2,125,557)</u>
Pledged collateral (over) under the requirement	<u>\$ (326,729)</u>	<u>\$ (133,897)</u>	<u>\$ -</u>	<u>\$ (460,626)</u>

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, 2011, \$3,329,860 of the District's bank balance of \$3,929,860 was exposed to custodial credit risk because \$2,125,557 was uninsured and the collateral was held by the pledging bank's trust department, not in the District's name while the remaining \$1,204,303 was uninsured and uncollateralized. At June 30, 2011, the carrying amount of these deposits was \$3,506,915.

Reconciliation of Cash and Cash Equivalents

Governmental Funds – Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 3,364,992
Statement of Fiduciary Net Assets – cash per Exhibit D-1	<u>141,923</u>
	3,506,915
Add outstanding checks and other reconciling items	<u>422,945</u>
 Bank balance of deposits and investments	 <u>\$ 3,929,860</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 4. Receivables

Receivables as of June 30, 2011 are as follows:

	<u>General Fund</u>	<u>Title I</u>	<u>IDEA-B Federal Stimulus</u>	<u>Cap. Imp. SB-9</u>
Property taxes	\$ 1,116	\$ —	\$ —	\$ 5,688
Intergovernmental – grants	<u>—</u>	<u>199,231</u>	<u>131,107</u>	<u>—</u>
Totals	<u>\$ 1,116</u>	<u>\$ 199,231</u>	<u>\$ 131,107</u>	<u>\$ 5,688</u>

	<u>Debt Service</u>	<u>Other Governmental</u>	<u>Total</u>
Property taxes	\$ 20,371	\$ —	\$ 27,175
Intergovernmental – grants	<u>—</u>	<u>183,079</u>	<u>513,417</u>
Totals	<u>\$ 20,371</u>	<u>\$ 183,079</u>	<u>\$ 540,592</u>

The above receivables are deemed 100% collectible. In accordance with GASB #33, property tax receivables should be presented net of deferred revenues. The District is not able to present deferred revenue balances due to Quay County not being able to provide information needed.

NOTE 5. Interfund Receivables, Payables, and Transfers

For the year ended June 30, 2011, Tucumcari Public Schools made no operating transfers between funds.

“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, 2011 is as follows:

Governmental Activities:	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General Fund	\$ 490,079	\$ —
Title I – IASA	—	184,106
Entitlement IDEA-B Federal Stimulus	—	131,107
Nonmajor Funds:		
Entitlement IDEA-B	—	78,683
Teacher/Principal Training & Recruiting	—	63,687
Rural & Low Income Schools	—	2,989
Title I – IASA – Federal Stimulus	—	8,287
Preschool IDEA-B – Federal Stimulus	—	7,943
Elementary School Breakfast Federal Stimulus	—	2,981
Pre Kindergarten Initiative	<u>—</u>	<u>10,296</u>
Total Governmental Activities	<u>\$ 490,079</u>	<u>\$ 490,079</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2011, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	Balance June 30, 2010	Additions	Deletions	Transfers	Balance June 30, 2011
Assets not being depreciated:					
Land	\$ 304,874	\$ —	\$ —	\$ —	\$ 304,874
Construction in Progress	9,050,698	4,717,316	—	(5,091,568)	8,676,446
Subtotal	<u>9,355,572</u>	<u>4,717,316</u>	<u>—</u>	<u>(5,091,568)</u>	<u>8,981,320</u>
Assets being depreciated:					
Land improvements	1,386,254	65,926	—	—	1,452,180
Buildings and building improvements	42,028,361	872,844	—	5,091,568	47,992,773
Furniture, fixtures & equipment	4,193,178	145,914	—	—	4,339,092
Subtotal	<u>47,607,793</u>	<u>1,084,684</u>	<u>—</u>	<u>5,091,568</u>	<u>53,784,045</u>
Less accumulated depreciation:					
Land improvements	(390,383)	(73,331)	—	—	(463,714)
Buildings and building improvements	(25,428,810)	(890,837)	—	—	(26,319,647)
Furniture, fixtures & equipment	(2,812,485)	(224,062)	—	—	(3,036,547)
Subtotal	<u>(28,631,678)</u>	<u>(1,188,230)</u>	<u>—</u>	<u>—</u>	<u>(29,819,908)</u>
Net assets being depreciated	<u>18,976,115</u>	<u>(103,546)</u>	<u>—</u>	<u>5,091,568</u>	<u>23,964,137</u>
Total net capital assets	<u>\$ 28,331,687</u>	<u>\$ 4,613,770</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 32,945,457</u>

Depreciation expense for the year ended June 30, 2011 was charged to governmental activities as follows:

Instruction	\$ 632,988
Support Services- Students	86,138
Operations/Plant Maint.	20,576
Central Services	75
Student Transportation	42,672
Food Services Operations	34,804
Capital Outlay	<u>370,977</u>
	<u>\$ 1,188,230</u>

NOTE 7. Long-term Debt

During the year ended June 30, 2011 the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011	Due within One Year
General Obligation Bonds	\$ 4,535,000	\$ 1,055,000	\$ 520,000	\$ 5,070,000	\$ 500,000
Compensated Absences	<u>13,868</u>	<u>51,004</u>	<u>46,529</u>	<u>18,343</u>	<u>18,343</u>
Total	<u>\$ 4,548,868</u>	<u>\$ 1,106,004</u>	<u>\$ 566,529</u>	<u>\$ 5,088,343</u>	<u>\$ 518,343</u>

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the General Obligation Bonds as of June 30, 2011, including interest payments are as follows:

Fiscal Year <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2012	500,000	128,049	628,049
2013	370,000	125,125	495,125
2014	390,000	119,154	509,154
2015	375,000	112,007	487,007
2016	375,000	103,013	478,013
2017-2021	1,865,000	354,470	2,219,470
2022-2026	<u>1,195,000</u>	<u>79,755</u>	<u>1,274,755</u>
Totals	<u>\$ 5,070,000</u>	<u>\$ 1,021,574</u>	<u>\$ 6,091,574</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 5.80%. Principal payments in varying amounts are due annually on August 1 through 2024.

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, 2011, compensated absences increased \$4,475 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.

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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 9. Risk Management (continued)

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, 2011, 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. No funds reported a deficit fund balance at June 30, 2011.
- B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2011:

Major Funds:

Transportation Fund-Student Transportation	\$ 8,099
Entitlement IDEA-B Federal Stimulus-Support Services	17,417
Capital Improvements SB-9-Support Services	37
Debt Service-Support Services	<u>72</u>
Total Major Funds:	<u>\$ 25,625</u>

Nonmajor Funds:

Food Services-Food Service Operations	\$ 8,832
Entitlement IDEA-B-Support Services	5,914
Entitlement IDEA-B-Operation & Maintenance of Plant	245
Safe & Drug Free Schools & Communities-Support Services	94
Rural & Low Income Schools-Support Services	327
Title I-IASA Federal Stimulus-Support Services	928
Preschool IDEA-B Federal Stimulus-Instruction	6,294
Title XIX Medicaid 3/21 Years- Instruction	24,508
SEG Federal Stimulus-Operations & Maintenance of Plant	6,200
Technology for Education-Direct Instruction	1,981
Incentives for School Improvement-Direct Instruction	<u>1,366</u>
Total Nonmajor Funds:	<u>\$ 56,689</u>

Total All Funds	<u>\$ 82,314</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
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

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 Schools 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, 2011, 2010, and 2009, were \$659,691, \$720,027, and, \$729,597, 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.

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, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee was required to contribute .833% of their salary. In the fiscal years ending June 30, 2012 and 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, 2011

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>
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, 2011, 2010 and 2009 were \$99,588, \$86,727 and \$81,528 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. The agreement has ended, but the district provided a small amount of carry over funds in the current fiscal year.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 16. Commitments

The District is in contract for High School renovations – the total contract amount remaining for Phase III is \$313,870. The District's portion is 25%, \$78,467, and PSFA's portion is 75%, \$235,403.

NOTE 17. Subsequent Accounting Standard Pronouncements

In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plan*, which is effective for financial statement periods beginning after June 15, 2011. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers).

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, which is effective for financial statement periods beginning after June 15, 2012. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements. This Statement modifies certain requirements for inclusion of component units in the financial reporting entity and amends the criteria for reporting component units as if they were part of the primary government in certain circumstances.

In December of 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which is effective for financial statements for periods beginning after December 15, 2011. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure.

The requirements in this Statement will improve financial reporting by contributing to the GASB's efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 18. Governmental Fund Balance

Fund Balance: In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

In the governmental financial statements, fund balance is classified and is displayed in five components:

Nonspendable: Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted: Consists of amounts that are restricted to specific purposes as a result of a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed: Consist of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Assigned: Consist of amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned: Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

Detail relating to the fund balance classifications is displayed below:

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 18. Fund Balance (continued)

	General Fund			Bond Building Fund
	Operational Fund	Transportation Fund	Instructional Materials Fund	
Fund Balances:				
Nonspendable:				
Inventory	\$ 14,182	\$ -	\$ -	\$ -
Restricted for:				
General fund	145,968	3,006	4,708	-
Education	-	-	-	-
School construction	-	-	-	-
Debt service	-	-	-	-
Assigned to:				
Debt service	-	-	-	-
Other capital projects	-	-	-	1,354,526
Other purposes	544,888	-	38,185	-
Unassigned:	-	-	-	-
Total fund balances	<u>\$ 705,038</u>	<u>\$ 3,006</u>	<u>\$ 42,893</u>	<u>\$ 1,354,526</u>
	Capital Improvements SB-9 Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Fund Balances:				
Nonspendable:				
Inventory	\$ -	\$ -	\$ 3,257	\$ 17,439
Restricted for:				
General fund	-	-	-	153,682
Education	-	-	97,999	97,999
School construction	39,362	-	-	39,362
Debt service	-	27,565	-	27,565
Assigned to:				
Debt service	-	612,919	-	612,919
Other capital projects	417,895	-	-	1,772,421
Other purposes	-	-	188,553	771,626
Unassigned:	-	-	-	-
Total fund balances	<u>\$ 457,257</u>	<u>\$ 640,484</u>	<u>\$ 289,809</u>	<u>\$ 3,493,013</u>

SUPPLEMENTARY INFORMATION

(This page intentionally left blank.)

NONMAJOR GOVERNMENTAL FUNDS

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011

Statement A-1

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 288,631	\$ -	\$ 288,631
Accounts receivable			
Taxes	-	-	-
Due from other governments	183,079	-	183,079
Interfund receivables	-	-	-
Inventory	3,257	-	3,257
<i>Total assets</i>	<u>474,967</u>	<u>-</u>	<u>474,967</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accounts payable	-	-	-
Interfund payables	174,866	-	174,866
Deferred revenue - other	10,030	-	10,030
<i>Total liabilities</i>	<u>184,896</u>	<u>-</u>	<u>184,896</u>
<i>Fund balances</i>			
Fund Balance:			
Nonspendable	3,257	-	3,257
Restricted for:			
General Fund	-	-	-
Special revenue	98,261	-	98,261
Capital projects	-	-	-
Debt service	-	-	-
Assigned	188,553	-	188,553
Unassigned	-	-	-
<i>Total fund balance</i>	<u>290,071</u>	<u>-</u>	<u>290,071</u>
<i>Total liabilities and fund balance</i>	<u>\$ 474,967</u>	<u>\$ -</u>	<u>\$ 474,967</u>

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

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, 2011

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<i>Revenues:</i>			
Charges for services	\$ 49,975	\$ -	\$ 49,975
Property taxes	-	-	-
State grants	97,260	-	97,260
Federal grants	1,668,067	-	1,668,067
Miscellaneous	415	-	415
Interest	-	-	-
<i>Total revenues</i>	<u>1,815,717</u>	<u>-</u>	<u>1,815,717</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	636,612	-	636,612
Support Services			
Students	249,634	-	249,634
Instruction	4,479	-	4,479
General Administration	148,011	-	148,011
School Administration	31,611	-	31,611
Central Services	-	-	-
Operation & Maintenance of Plant	82,918	-	82,918
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	619,993	-	619,993
Community Service	-	-	-
Capital outlay	-	2,990	2,990
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond Issuance Costs	-	-	-
<i>Total expenditures</i>	<u>1,773,258</u>	<u>2,990</u>	<u>1,776,248</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>42,459</u>	<u>(2,990)</u>	<u>39,469</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>
<i>Net changes in fund balances</i>	<u>42,459</u>	<u>(2,990)</u>	<u>39,469</u>
<i>Fund balances - beginning of year</i>	<u>247,612</u>	<u>2,990</u>	<u>250,602</u>
<i>Fund balances - end of year</i>	<u>\$ 290,071</u>	<u>\$ -</u>	<u>\$ 290,071</u>

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

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) – 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.

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 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.

Title I IASA (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.

Elementary School Breakfast Federal Stimulus (24290) – To account for funding received through the American Recovery and Reinvestment Act (ARRA) to support breakfast food service in Elementary Schools.

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

SPECIAL REVENUE FUNDS

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).

Education Jobs Fund Federal Stimulus (25255) – A federal program that provided assistance to states to save or create education jobs for the 2010-2011 school year.

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.

Tucumcari Band-Aides (26206) – to account for funds received in support of the music program at Tucumcari High School.

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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2011

	Food Services 21000	Athletics 22000	Entitlement IDEA-B 24106	Preschool IDEA-B 24109
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 24,040	\$ 4,571	\$ -	\$ 262
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	78,683	-
Due from other funds	-	-	-	-
Inventory	3,257	-	-	-
<i>Total assets</i>	<u>\$ 27,297</u>	<u>\$ 4,571</u>	<u>\$ 78,683</u>	<u>\$ 262</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued insurance	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	78,683	-
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>78,683</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	3,257	-	-	-
Restricted for:				
General Fund	-	-	-	-
Special revenue	14,267	781	-	262
Capital projects	-	-	-	-
Debt service	-	-	-	-
Assigned	9,773	3,790	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>27,297</u>	<u>4,571</u>	<u>-</u>	<u>262</u>
<i>Total liabilities and fund balances</i>	<u>\$ 27,297</u>	<u>\$ 4,571</u>	<u>\$ 78,683</u>	<u>\$ 262</u>

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

IDEA-B Risk Pool 24120	Enhancing Ed Thru Technology 24149	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	Rural & Low Income Schools 24160
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	63,687	-	2,989
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,687</u>	<u>\$ -</u>	<u>\$ 2,989</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	63,687	-	2,989
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,687</u>	<u>\$ -</u>	<u>\$ 2,989</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,687</u>	<u>\$ -</u>	<u>\$ 2,989</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, 2011

	Title I IASA Federal Stimulus 24201	Preschool IDEA-B Federal Stimulus 24209	Elementary School Breakfast Federal Stimulus 24290	Maternal/Child Health 25110
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 8,202
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	8,287	7,943	2,981	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 8,287</u>	<u>\$ 7,943</u>	<u>\$ 2,981</u>	<u>\$ 8,202</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued insurance	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	8,287	7,943	2,981	-
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	8,202
<i>Total liabilities</i>	<u>8,287</u>	<u>7,943</u>	<u>2,981</u>	<u>8,202</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted for:				
General Fund	-	-	-	-
Special revenue	-	-	-	-
Capital projects	-	-	-	-
Debt service	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 8,287</u>	<u>\$ 7,943</u>	<u>\$ 2,981</u>	<u>\$ 8,202</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 Federal Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	Microsoft Settlement Funds 26170
\$ 1,828	\$ 189,355	\$ -	\$ -	\$ 6,126
-	-	-	-	-
-	8,213	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 1,828</u>	<u>\$ 197,568</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,126</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,828	-	-	-	-
<u>1,828</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	22,578	-	-	6,126
-	-	-	-	-
-	-	-	-	-
-	174,990	-	-	-
-	-	-	-	-
<u>-</u>	<u>197,568</u>	<u>-</u>	<u>-</u>	<u>6,126</u>
<u>\$ 1,828</u>	<u>\$ 197,568</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,126</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, 2011

	Tucumcari Band-Aides 26206	2009 Dual Credit Instructional Materials 27103	2008 G.O. Bonds Student Library 27105	Technology for Education PED 27117
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 42,415	\$ 100	\$ -	\$ 9,401
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 42,415</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 9,401</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued insurance	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted for:				
General Fund	-	-	-	-
Special revenue	42,415	100	-	9,401
Capital projects	-	-	-	-
Debt service	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>42,415</u>	<u>100</u>	<u>-</u>	<u>9,401</u>
<i>Total liabilities and fund balances</i>	<u>\$ 42,415</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 9,401</u>

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

Incentives for School Improvement Act 27138	PreK Initiative 27149	Beginning Teacher Mentoring Program 27154	Total Special Revenue Funds
\$ 1,506	\$ -	\$ 825	\$ 288,631
-	-	-	-
-	10,296	-	183,079
-	-	-	-
-	-	-	3,257
<u>\$ 1,506</u>	<u>\$ 10,296</u>	<u>\$ 825</u>	<u>\$ 474,967</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	10,296	-	174,866
-	-	-	-
-	-	-	10,030
<u>-</u>	<u>10,296</u>	<u>-</u>	<u>184,896</u>
-	-	-	3,257
-	-	-	-
1,506	-	825	98,261
-	-	-	-
-	-	-	-
-	-	-	188,553
-	-	-	-
<u>1,506</u>	<u>-</u>	<u>825</u>	<u>290,071</u>
<u>\$ 1,506</u>	<u>\$ 10,296</u>	<u>\$ 825</u>	<u>\$ 474,967</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, 2011

	Food Services 21000	Athletics 22000	Entitlement IDEA-B 24106	Preschool IDEA-B 24109
<i>Revenues:</i>				
Charges for services	\$ 29,420	\$ 20,555	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	576,601	-	332,772	1,040
Interest	-	-	-	-
Miscellaneous	-	415	-	-
<i>Total revenues</i>	<u>606,021</u>	<u>20,970</u>	<u>332,772</u>	<u>1,040</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	24,036	33,611	-
Support Services				
Students	-	-	164,646	751
Instruction	-	-	3,487	-
General Administration	-	-	129,333	27
School Administration	-	-	1,450	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	245	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	604,393	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>604,393</u>	<u>24,036</u>	<u>332,772</u>	<u>778</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,628</u>	<u>(3,066)</u>	<u>-</u>	<u>262</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>1,628</u>	<u>(3,066)</u>	<u>-</u>	<u>262</u>
<i>Fund balances - beginning of year</i>	<u>25,669</u>	<u>7,637</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 27,297</u>	<u>\$ 4,571</u>	<u>\$ -</u>	<u>\$ 262</u>

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

IDEA-B Risk Pool 24120	Enhancing Ed Thru Technology 24149	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	Rural & Low Income Schools 24160
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	138,876	2,263	13,852
-	-	-	-	-
-	-	-	-	-
-	-	138,876	2,263	13,852
-	-	60,213	2,169	13,525
-	-	-	-	-
-	-	-	-	-
-	-	14,119	94	327
-	-	-	-	-
-	-	-	-	-
-	-	64,544	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	138,876	2,263	13,852
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -

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, 2011

	Title I IASA Federal Stimulus 24201	Preschool IDEA-B Federal Stimulus 24209	Elementary School Breakfast Federal Stimulus 24290	Maternal/Child Health 25110
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	103,637	7,943	15,600	6,641
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>103,637</u>	<u>7,943</u>	<u>15,600</u>	<u>6,641</u>
<i>Expenditures:</i>				
Current:				
Instruction	101,408	6,294	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	2,229	1,649	-	233
School Administration	-	-	-	6,297
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	111
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	15,600	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>103,637</u>	<u>7,943</u>	<u>15,600</u>	<u>6,641</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	-	-	-	-
<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>

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 Federal Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	Microsoft Settlement Funds 26170
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	149,338	88,586	230,918	-
-	-	-	-	-
-	-	-	-	-
-	149,338	88,586	230,918	-
-	24,508	70,568	230,918	20,116
-	84,237	-	-	-
-	-	-	-	-
-	-	-	-	-
-	23,864	-	-	-
-	-	-	-	-
-	-	18,018	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	132,609	88,586	230,918	20,116
-	16,729	-	-	(20,116)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	16,729	-	-	(20,116)
-	180,839	-	-	26,242
\$ -	\$ 197,568	\$ -	\$ -	\$ 6,126

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, 2011

	Tucumcari Band-Aides 26206	2009 Dual Credit Instructional Materials 27103	2008 G.O. Bonds Student Library 27105	Technology for Education PED 27117
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	42,415	2,473	6,659	-
Federal grants	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>42,415</u>	<u>2,473</u>	<u>6,659</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	1,178	-	1,981
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
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>-</u>	<u>1,178</u>	<u>-</u>	<u>1,981</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>42,415</u>	<u>1,295</u>	<u>6,659</u>	<u>(1,981)</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>42,415</u>	<u>1,295</u>	<u>6,659</u>	<u>(1,981)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>(1,195)</u>	<u>(6,659)</u>	<u>11,382</u>
<i>Fund balances - end of year</i>	<u>\$ 42,415</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 9,401</u>

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

Incentives for School Improvement Act 27138	PreK Initiative 27149	Beginning Teacher Mentoring Program 27154	Total Special Revenue Funds
\$ -	\$ -	\$ -	\$ 49,975
-	-	-	-
-	45,713	-	97,260
-	-	-	1,668,067
-	-	-	-
-	-	-	415
-	45,713	-	1,815,717
1,366	44,721	-	636,612
-	-	-	249,634
-	992	-	4,479
-	-	-	148,011
-	-	-	31,611
-	-	-	-
-	-	-	82,918
-	-	-	-
-	-	-	-
-	-	-	619,993
-	-	-	-
-	-	-	-
-	-	-	-
1,366	45,713	-	1,773,258
(1,366)	-	-	42,459
-	-	-	-
-	-	-	-
-	-	-	-
(1,366)	-	-	42,459
2,872	-	825	247,612
\$ 1,506	\$ -	\$ 825	\$ 290,071

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 28,500	\$ 28,500	\$ 29,420	\$ 920
State sources	-	-	-	-
Federal sources	530,000	530,000	542,296	12,296
Interest	-	-	-	-
<i>Total revenues</i>	<u>558,500</u>	<u>558,500</u>	<u>571,716</u>	<u>13,216</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	596,112	596,112	604,944	(8,832)
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>596,112</u>	<u>596,112</u>	<u>604,944</u>	<u>(8,832)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(37,612)</u>	<u>(37,612)</u>	<u>(33,228)</u>	<u>4,384</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	37,612	37,612	-	(37,612)
<i>Total other financing sources (uses)</i>	<u>37,612</u>	<u>37,612</u>	<u>-</u>	<u>(37,612)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(33,228)</u>	<u>(33,228)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>57,268</u>	<u>57,268</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,040</u>	<u>\$ 24,040</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			34,305	
Expenditure accruals			551	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,628</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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 30,000	\$ 30,000	\$ 20,555	\$ (9,445)
State sources	-	-	-	-
Federal sources	-	-	-	-
Miscellaneous	-	-	415	415
<i>Total revenues</i>	<u>30,000</u>	<u>30,000</u>	<u>20,970</u>	<u>(9,030)</u>
<i>Expenditures:</i>				
Current:				
Instruction	34,178	34,178	24,036	10,142
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>34,178</u>	<u>34,178</u>	<u>24,036</u>	<u>10,142</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(4,178)</u>	<u>(4,178)</u>	<u>(3,066)</u>	<u>1,112</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	4,178	4,178	-	(4,178)
<i>Total other financing sources (uses)</i>	<u>4,178</u>	<u>4,178</u>	<u>-</u>	<u>(4,178)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,066)</u>	<u>(3,066)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,637</u>	<u>7,637</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,571</u>	<u>\$ 4,571</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (3,066)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	316,676	316,676	314,773	(1,903)
Interest	-	-	-	-
<i>Total revenues</i>	<u>316,676</u>	<u>316,676</u>	<u>314,773</u>	<u>(1,903)</u>
<i>Expenditures:</i>				
Current:				
Instruction	23,674	85,200	33,611	51,589
Support Services				
Students	154,159	154,159	164,646	(10,487)
Instruction	-	-	3,487	(3,487)
General Administration	138,843	138,843	129,333	9,510
School Administration	-	-	1,450	(1,450)
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	245	(245)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>316,676</u>	<u>378,202</u>	<u>332,772</u>	<u>45,430</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(61,526)</u>	<u>(17,999)</u>	<u>43,527</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	61,526	-	(61,526)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>61,526</u>	<u>-</u>	<u>(61,526)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(17,999)</u>	<u>(17,999)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(60,684)</u>	<u>(60,684)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (78,683)</u>	<u>\$ (78,683)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			17,999	
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

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	22,243	37,978	5,682	(32,296)
Interest	-	-	-	-
<i>Total revenues</i>	<u>22,243</u>	<u>37,978</u>	<u>5,682</u>	<u>(32,296)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	21,464	37,199	751	36,448
Instruction	-	-	-	-
General Administration	779	779	27	752
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>22,243</u>	<u>37,978</u>	<u>778</u>	<u>37,200</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,904</u>	<u>4,904</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>4,904</u>	<u>4,904</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,642)</u>	<u>(4,642)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 262</u>	<u>\$ 262</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(4,642)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 262</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,434	-	(2,434)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,434</u>	<u>-</u>	<u>(2,434)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	2,434	-	2,434
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>2,434</u>	<u>-</u>	<u>2,434</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-8

TUCUMCARI PUBLIC SCHOOLS

ENHANCING EDUCATION THROUGH TECHNOLOGY 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	266	266
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>266</u>	<u>266</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>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>(266)</u>	<u>(266)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	120,188	234,186	130,092	(104,094)
Interest	-	-	-	-
<i>Total revenues</i>	<u>120,188</u>	<u>234,186</u>	<u>130,092</u>	<u>(104,094)</u>
<i>Expenditures:</i>				
Current:				
Instruction	102,214	102,214	60,213	42,001
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	16,224	16,224	14,119	2,105
School Administration	1,750	1,750	-	1,750
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	113,998	64,544	49,454
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>120,188</u>	<u>234,186</u>	<u>138,876</u>	<u>95,310</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,784)</u>	<u>(8,784)</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>(8,784)</u>	<u>(8,784)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(54,903)</u>	<u>(54,903)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (63,687)</u>	<u>\$ (63,687)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			8,784	
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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,670	2,338	(332)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,670</u>	<u>2,338</u>	<u>(332)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	2,670	2,169	501
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	94	(94)
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>2,670</u>	<u>2,263</u>	<u>407</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>75</u>	<u>75</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>75</u>	<u>75</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(75)</u>	<u>(75)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(75)	
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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	25,839	13,136	(12,703)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,839</u>	<u>13,136</u>	<u>(12,703)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	25,839	13,525	12,314
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	327	(327)
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>25,839</u>	<u>13,852</u>	<u>11,987</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(716)</u>	<u>(716)</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>(716)</u>	<u>(716)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,273)</u>	<u>(2,273)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,989)</u>	<u>\$ (2,989)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			716	
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

TITLE I IASA FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	35,714	130,174	94,460
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>35,714</u>	<u>130,174</u>	<u>94,460</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	66,621	102,335	101,408	927
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,301	1,301	2,229	(928)
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>67,922</u>	<u>103,636</u>	<u>103,637</u>	<u>(1)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(67,922)</u>	<u>(67,922)</u>	<u>26,537</u>	<u>94,459</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	67,922	67,922	-	(67,922)
<i>Total other financing sources (uses)</i>	<u>67,922</u>	<u>67,922</u>	<u>-</u>	<u>(67,922)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>26,537</u>	<u>26,537</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(34,824)</u>	<u>(34,824)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,287)</u>	<u>\$ (8,287)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(26,537)	
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

PRESCHOOL IDEA-B FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	8,911	13	(8,898)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,911</u>	<u>13</u>	<u>(8,898)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	6,294	(6,294)
Support Services				
Students	-	8,911	-	8,911
Instruction	-	-	-	-
General Administration	-	-	1,649	(1,649)
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>8,911</u>	<u>7,943</u>	<u>968</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,930)</u>	<u>(7,930)</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>(7,930)</u>	<u>(7,930)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(13)</u>	<u>(13)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,943)</u>	<u>\$ (7,943)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			7,930	
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

ELEMENTARY SCHOOL BREAKFAST FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	15,600	12,619	(2,981)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,600</u>	<u>12,619</u>	<u>(2,981)</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	-	15,600	15,600	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>15,600</u>	<u>15,600</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,981)</u>	<u>(2,981)</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>(2,981)</u>	<u>(2,981)</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>\$ (2,981)</u>	<u>\$ (2,981)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			2,981	
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

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	631	631
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>631</u>	<u>631</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	466	466	233	233
School Administration	17,866	17,866	9,920	7,946
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	111	(111)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>18,332</u>	<u>18,332</u>	<u>10,264</u>	<u>8,068</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(18,332)</u>	<u>(18,332)</u>	<u>(9,633)</u>	<u>8,699</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	18,332	18,332	-	(18,332)
<i>Total other financing sources (uses)</i>	<u>18,332</u>	<u>18,332</u>	<u>-</u>	<u>(18,332)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,633)</u>	<u>(9,633)</u>
<i>Fund balances - beginning of year</i>	<u>(18,332)</u>	<u>(18,332)</u>	<u>17,835</u>	<u>36,167</u>
<i>Fund balances - end of year</i>	<u>\$ (18,332)</u>	<u>\$ (18,332)</u>	<u>\$ 8,202</u>	<u>\$ 26,534</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			6,010	
Expenditure accruals			3,623	
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

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, 2011

	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	-	-	-	-
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>1,828</u>	<u>1,828</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			-	
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-17

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	146,721	146,721
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>146,721</u>	<u>146,721</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	24,508	(24,508)
Support Services				
Students	108,000	108,000	84,237	23,763
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	42,000	42,000	23,864	18,136
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>150,000</u>	<u>150,000</u>	<u>132,609</u>	<u>17,391</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(150,000)</u>	<u>(150,000)</u>	<u>14,112</u>	<u>164,112</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	150,000	150,000	-	(150,000)
<i>Total other financing sources (uses)</i>	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>14,112</u>	<u>14,112</u>
<i>Fund balances - beginning of year</i>	<u>(150,000)</u>	<u>(150,000)</u>	<u>175,243</u>	<u>325,243</u>
<i>Fund balances - end of year</i>	<u>\$ (150,000)</u>	<u>\$ (150,000)</u>	<u>\$ 189,355</u>	<u>\$ 339,355</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			2,617	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 16,729</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

TUCUMCARI PUBLIC SCHOOLS

STATE EQUALIZATION GUARANTEE FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	85,922	85,705	85,706	1
Interest	-	-	-	-
<i>Total revenues</i>	<u>85,922</u>	<u>85,705</u>	<u>85,706</u>	<u>1</u>
<i>Expenditures:</i>				
Current:				
Instruction	74,104	73,887	70,568	3,319
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	11,818	11,818	18,018	(6,200)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>85,922</u>	<u>85,705</u>	<u>88,586</u>	<u>(2,881)</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>2,880</u>	<u>2,880</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			2,880	
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-19

TUCUMCARI PUBLIC SCHOOLS

EDUCATION JOBS FUND FEDERAL STIMULUS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	230,918	230,918	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>230,918</u>	<u>230,918</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	230,918	230,918	-
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>230,918</u>	<u>230,918</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-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, 2011

	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>				
<i>Current:</i>				
Instruction	26,243	26,243	20,116	6,127
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>26,243</u>	<u>26,243</u>	<u>20,116</u>	<u>6,127</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(26,243)</u>	<u>(26,243)</u>	<u>(20,116)</u>	<u>6,127</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	26,243	26,243	-	(26,243)
<i>Total other financing sources (uses)</i>	<u>26,243</u>	<u>26,243</u>	<u>-</u>	<u>(26,243)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,116)</u>	<u>(20,116)</u>
<i>Fund balances - beginning of year</i>	<u>(26,243)</u>	<u>-</u>	<u>26,242</u>	<u>26,242</u>
<i>Fund balances - end of year</i>	<u>\$ (26,243)</u>	<u>\$ -</u>	<u>\$ 6,126</u>	<u>\$ 6,126</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (20,116)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

TUCUMCARI PUBLIC SCHOOLS

TUCUMCARI BAND-AIDES 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	42,415	42,415	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>42,415</u>	<u>42,415</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	42,415	-	42,415
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>42,415</u>	<u>-</u>	<u>42,415</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>42,415</u>	<u>42,415</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>42,415</u>	<u>42,415</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>\$ 42,415</u>	<u>\$ 42,415</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 42,415</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

TUCUMCARI PUBLIC SCHOOLS

2009 DUAL CREDIT INSTRUCTIONAL MATERIALS 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,493	2,473	980
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,493</u>	<u>2,473</u>	<u>980</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,493	1,178	315
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>1,493</u>	<u>1,178</u>	<u>315</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,295</u>	<u>1,295</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>1,295</u>	<u>1,295</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,195)</u>	<u>(1,195)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ 100</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,295</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

TUCUMCARI PUBLIC SCHOOLS

2008 G.O. BONDS STUDENT LIBRARY 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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	6,659	6,659
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>6,659</u>	<u>6,659</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>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>(6,659)</u>	<u>(6,659)</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>\$ 6,659</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

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, 2011

	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	-	-	1,981	(1,981)
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>1,981</u>	<u>(1,981)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,981)</u>	<u>(1,981)</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>(1,981)</u>	<u>(1,981)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>11,382</u>	<u>11,382</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,401</u>	<u>\$ 9,401</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,981)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

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, 2011

	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>				
<i>Current:</i>				
Instruction	-	-	1,366	(1,366)
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>1,366</u>	<u>(1,366)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,366)</u>	<u>(1,366)</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>(1,366)</u>	<u>(1,366)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,872</u>	<u>2,872</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,506</u>	<u>\$ 1,506</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,366)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

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, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	52,218	52,638	420
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>52,218</u>	<u>52,638</u>	<u>420</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	51,218	44,721	6,497
Support Services				
Students	-	-	-	-
Instruction	-	1,000	992	8
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>52,218</u>	<u>45,713</u>	<u>6,505</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,925</u>	<u>6,925</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>6,925</u>	<u>6,925</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(17,221)</u>	<u>(17,221)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,296)</u>	<u>\$ (10,296)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(6,925)	
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-27

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, 2011

	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	-	-	-	-
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>825</u>	<u>825</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>\$ -</u>	

The accompanying notes are an integral part of these financial statements

CAPITAL PROJECTS FUNDS

(This page intentionally left blank.)

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.

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).

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2011

Statement C-1

	Energy Efficiency Act 31800	Total
ASSETS		
<i>Current Assets</i>		
Cash and cash equivalents	\$ -	\$ -
Accounts receivable		
Taxes	-	-
Due from other governments	-	-
Due from other funds	-	-
Inventory	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>
 LIABILITIES AND FUND BALANCES		
<i>Current Liabilities:</i>		
Accounts payable	\$ -	\$ -
Accrued insurance	-	-
Accrued compensated absences	-	-
Due to other funds	-	-
Deferred revenue - property taxes	-	-
Deferred revenue - other	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>
 <i>Fund balances</i>		
Fund Balance:		
Nonspendable	-	-
Restricted for:		
General Fund	-	-
Special revenue	-	-
Capital projects	-	-
Debt service	-	-
Assigned	-	-
Unassigned	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>
 <i>Total liabilities and fund balances</i>	 <u>\$ -</u>	 <u>\$ -</u>

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

(This page intentionally left blank.)

TUCUMCARI PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDING JUNE 30, 2011

	Energy Efficiency Act 31800	Total
<i>Revenues:</i>		
Property taxes	\$ -	\$ -
State grants	-	-
Interest	-	-
<i>Total revenues</i>	<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 Service	-	-
Capital outlay	2,990	2,990
Debt service		-
Principal	-	-
Interest	-	-
<i>Total expenditures</i>	<u>2,990</u>	<u>2,990</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,990)</u>	<u>(2,990)</u>
<i>Other financing sources (uses):</i>		
Operating transfers	-	-
Proceeds from bond issues	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(2,990)</u>	<u>(2,990)</u>
<i>Fund balances - beginning of year</i>	<u>2,990</u>	<u>2,990</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</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, 2011

Statement C-3

	<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	1,886,699	1,886,699	438,045	1,448,654
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,886,699</u>	<u>1,886,699</u>	<u>438,045</u>	<u>1,448,654</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,886,699)</u>	<u>(1,886,699)</u>	<u>(438,045)</u>	<u>1,448,654</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Bond issuance costs	-	-	(16,348)	(16,348)
Proceeds from bond issues	1,000,000	1,000,000	1,055,000	55,000
Designated cash	886,699	886,699	-	(886,699)
<i>Total other financing sources (uses)</i>	<u>1,886,699</u>	<u>1,886,699</u>	<u>1,038,652</u>	<u>(848,047)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>600,607</u>	<u>600,607</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>891,452</u>	<u>891,452</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,492,059</u>	<u>\$ 1,492,059</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(137,533)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 463,074</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, 2011

	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			3,537,987	
Adjustments to expenditures			<u>(3,537,987)</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, 2011

Statement C-5

	<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	\$ 161,774	\$ 161,774	\$ 165,503	\$ 3,729
State sources	173,074	173,074	346,412	173,338
Federal sources	-	-	-	-
Interest	-	-	718	718
<i>Total revenues</i>	<u>334,848</u>	<u>334,848</u>	<u>512,633</u>	<u>177,785</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,618	1,618	1,655	(37)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	683,145	683,145	304,655	378,490
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>684,763</u>	<u>684,763</u>	<u>306,310</u>	<u>378,453</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(349,915)</u>	<u>(349,915)</u>	<u>206,323</u>	<u>556,238</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	349,915	349,915	-	(349,915)
<i>Total other financing sources (uses)</i>	<u>349,915</u>	<u>349,915</u>	<u>-</u>	<u>(349,915)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>206,323</u>	<u>206,323</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>245,246</u>	<u>245,246</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 451,569</u>	<u>\$ 451,569</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(737)	
Adjustments to expenditures			79,632	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ 285,218</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, 2011

Statement C-6

	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	3,912	3,912	2,990	922
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,912</u>	<u>3,912</u>	<u>2,990</u>	<u>922</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,912)</u>	<u>(3,912)</u>	<u>(2,990)</u>	<u>922</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	3,912	3,912	-	(3,912)
<i>Total other financing sources (uses)</i>	<u>3,912</u>	<u>3,912</u>	<u>-</u>	<u>(3,912)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,990)</u>	<u>(2,990)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,990</u>	<u>2,990</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			-	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (2,990)</u>	

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

DEBT SERVICE FUND

(This page intentionally left blank.)

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, 2011

	<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	\$ 584,556	\$ 584,556	\$ 591,823	\$ 7,267
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>584,556</u>	<u>584,556</u>	<u>591,823</u>	<u>7,267</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	5,846	5,847	5,919	(72)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Reserve	587,748	587,748	-	587,748
Principal	520,000	520,000	520,000	-
Interest	116,130	116,130	116,130	-
<i>Total expenditures</i>	<u>1,229,724</u>	<u>1,229,725</u>	<u>642,049</u>	<u>587,676</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(645,168)</u>	<u>(645,169)</u>	<u>(50,226)</u>	<u>594,943</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	645,168	645,169	-	(645,169)
<i>Total other financing sources (uses)</i>	<u>645,168</u>	<u>645,169</u>	<u>-</u>	<u>(645,169)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(50,226)</u>	<u>(50,226)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>670,339</u>	<u>670,339</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 620,113</u>	<u>\$ 620,113</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,810)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (53,036)</u>	

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank.)

SUPPORTING SCHEDULES

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Schedule I

	<u>Balance</u> <u>June 30, 2010</u>	<u>Additions</u>	<u>Adjustments</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
High School	\$ 47,645	\$ 90,684	\$ 1,428	\$ 92,671	\$ 47,086
High School Investments	22,083	110	-	-	22,193
Middle School	21,990	26,216	-	27,761	20,445
Elementary	27,456	18,504	-	15,296	30,664
Memorials/Scholarships	<u>22,766</u>	<u>2,120</u>	<u>-</u>	<u>3,351</u>	<u>21,535</u>
Total All Schools	<u>\$ 141,940</u>	<u>\$ 137,634</u>	<u>\$ 1,428</u>	<u>\$ 139,079</u>	<u>\$ 141,923</u>

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

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2011

Schedule II

Name of Depository	Description of Pledged Collateral	Fair Market Value / Par Value June 30, 2011	Name and Location of Safekeeper
Wells Fargo Bank	FN 823648 6.00%		
	31406YBR0 Due 2/1/2036	\$ 23,150	Federal Reserve Bank
Wells Fargo Bank	FN 879124 6.00%		
	31409UVR3 Due 6/1/2036	436,465	Federal Reserve Bank
Wells Fargo Bank	FN 902507 6.00%		
	31411AU86 Due 11/1/2036	330,633	Federal Reserve Bank
Wells Fargo Bank	FN 983363 6.00%		
	31415LML8 Due 6/1/2038	503,409	Federal Reserve Bank
Wells Fargo Bank	FN 968223 5.00%		
	31415SYU0 Due 12/1/2038	<u>331,900</u>	Federal Reserve Bank
		<u>1,625,557</u>	
Citizens Bank	500M FHLB Note 2.75%		The Independent Banker's Bank
	3133XVNU1 Due 12/12/2014	<u>500,000</u>	Dallas, Texas
Total		<u><u>\$ 2,125,557</u></u>	

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

(This page intentionally left blank.)

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF DEPOSITS AND INVESTMENT ACCOUNTS
JUNE 30, 2011

Schedule III

Bank Account Type/Name	Wells Fargo Bank	Quay Schools Federal Credit Union	Citizens Bank	Totals
Wells Fargo				
Checking - General Operational	\$ 2,529,709	\$ -	\$ -	\$ 2,529,709
Checking - NMPSIA Clearing	244,770	-	-	244,770
Checking - Payroll Clearing	322	-	-	322
Money Market Account	51,318	-	-	51,318
Checking- Student Memorial & Scholarship	4,000	-	-	4,000
Checking- Student Memorial & Scholarship	12,700	-	-	12,700
Checking- Student Memorial & Scholarship	3,183	-	-	3,183
Savings- Student Scholarship	1,653	-	-	1,653
Quay Schools Federal Credit Union				
Certificate of Deposit	-	100,000	-	100,000
Citizens Bank				
Checking - Operational	-	-	493,843	493,843
Checking - Payroll Clearing	-	-	367,619	367,619
Checking- Activity Funds	-	-	30,665	30,665
Checking- Activity Funds	-	-	20,445	20,445
Checking- Activity Funds	-	-	47,440	47,440
Certificate of Deposit - Activity Funds	-	-	22,193	22,193
Total On Deposit	2,847,655	100,000	982,205	3,929,860
Reconciling Items	(41,308)	-	(381,637)	(422,945)
Reconciled Balance June 30, 2011	<u>\$ 2,806,347</u>	<u>\$ 100,000</u>	<u>\$ 600,568</u>	3,506,915
Less: Fiduciary Funds Cash				<u>(141,923)</u>
Balance Sheet Total June 30, 2011				<u>\$ 3,364,992</u>

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

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Food Services Account 21000
Cash, June 30, 2010	\$ 863,442	\$ 101,487	\$ 44,810	\$ 57,268
Add:				
2010-2011 revenues	8,143,481	363,827	42,753	571,716
Transfer in	-	-	-	-
Loans from other funds	-	-	-	-
Total cash available	9,006,923	465,314	87,563	628,984
Less:				
2010-11 expenditures	(8,050,123)	(462,308)	(44,670)	(604,944)
Transfer out	-	-	-	-
Loans to other funds	(490,079)	-	-	-
Cash, June 30, 2011	<u>\$ 466,721</u>	<u>\$ 3,006</u>	<u>\$ 42,893</u>	<u>\$ 24,040</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
\$ 7,637	\$ (266,643)	\$ 197,786	\$ 26,242	\$ (9,996)	\$ 891,452
20,970	1,182,403	463,976	42,415	61,770	1,055,000
-	-	-	-	-	-
-	479,783	-	-	10,296	-
28,607	1,395,543	661,762	68,657	62,070	1,946,452
(24,036)	(1,395,281)	(462,377)	(20,116)	(50,238)	(454,393)
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 4,571</u>	<u>\$ 262</u>	<u>\$ 199,385</u>	<u>\$ 48,541</u>	<u>\$ 11,832</u>	<u>\$ 1,492,059</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2011

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, 2010	\$ -	\$ 245,246	\$ 2,990	\$ 670,339	\$ 2,832,060
Add:					
2010-2011 revenues	-	512,633	-	591,823	13,052,767
Transfer in	-	-	-	-	-
Loans from other funds	-	-	-	-	490,079
Total cash available	-	757,879	2,990	1,262,162	16,374,906
Less:					
2010-11 expenditures	-	(306,310)	(2,990)	(642,049)	(12,519,835)
Transfer out	-	-	-	-	-
Loans to other funds	-	-	-	-	(490,079)
Cash, June 30, 2011	<u>\$ -</u>	<u>\$ 451,569</u>	<u>\$ -</u>	<u>\$ 620,113</u>	<u>\$ 3,364,992</u>

The accompanying notes are an integral part of these financial statements

COMPLIANCE SECTION

(This page intentionally left blank.)

**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
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 funds, 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, 2011, and have issued our report thereon dated November 15, 2011. 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 10-02 and FS 11-01) 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.

(This page intentionally left blank.)

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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as item FS 10-02 and FS 11-01.

We noted no 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.

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, 2011

(This page intentionally left blank.)

FEDERAL FINANCIAL ASSISTANCE

(This page intentionally left blank.)

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON 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, 2011. 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 compliance 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, 2011. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item FA 11-01.

Internal Control Over Compliance

The management of Tucumcari 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 Tucumcari 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.

(This page intentionally left blank.)

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 a deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as items FA 11-01. 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, 2011

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2011

Schedule V

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA	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	\$ 6,641
<i>Subtotal - Passthrough State of New Mexico Department of Health</i>			<u>6,641</u>
Total U.S. Department of Health and Human Services			<u>6,641</u>
U.S. Department of Education			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I (1)	24101	84.010	642,089
IDEA B - Entitlement (1)	24106	84.027	332,772
IDEA B - Pre School (1)	24109	84.173	778
Title II-A Teacher / Principal Training	24154	84.367A	138,876
Title IVA Safe & Drug Free Schools	24157	84.186A	2,263
Rural and Low Income Schools	24160	84.358B	13,852
Title I - IASA Federal Stimulus (1)	24201	84.389	103,637
IDEA-B Entitlement Federal Stimulus (1)	24206	84.391	152,596
IDEA-B Pre-School Recovery (1)	24209	84.392	7,943
State Equalization Guarantee-ARRA	25250	84.394	88,586
Education Jobs Fund ARRA (1)	25255	84.410	230,918
Total U.S. Department of Education			<u>1,714,310</u>
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program	21000	10.555	542,296
Elementary School Breakfast Federal Stimulus	24290	10.569	15,600
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>557,896</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	34,305
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>34,305</u>
Total U.S. Department of Agriculture			<u>592,201</u>
Total Federal Financial Assistance			<u>\$ 2,313,152</u>

(1) Denotes Major Federal Financial Assistance Program

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, 2011

Schedule V

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 \$6,641 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, 2011 was \$34,305 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	\$ 2,313,152
Total expenditures funded by other sources	<u>13,754,861</u>
Total expenditures	<u><u>\$ 16,068,013</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, 2011

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? | No |
| 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;">84.010, 84.389</td> <td style="text-align: center;">Title I, part A Cluster</td> </tr> <tr> <td style="text-align: center;">84.027, 84.173, 84.391, 84.392</td> <td style="text-align: center;">Special Education Cluster (IDEA)</td> </tr> <tr> <td style="text-align: center;">84.410</td> <td style="text-align: center;">Education Jobs Fund</td> </tr> </tbody> </table> | CFDA
Number | Federal Program | 84.010, 84.389 | Title I, part A Cluster | 84.027, 84.173, 84.391, 84.392 | Special Education Cluster (IDEA) | 84.410 | Education Jobs Fund | |
| CFDA
Number | Federal Program | | | | | | | | |
| 84.010, 84.389 | Title I, part A Cluster | | | | | | | | |
| 84.027, 84.173, 84.391, 84.392 | Special Education Cluster (IDEA) | | | | | | | | |
| 84.410 | Education Jobs Fund | | | | | | | | |
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 | | | | | | | | |
| 6. Auditee qualified as low-risk auditee? | No | | | | | | | | |

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011

Section I – Financial Statement Findings

FS 10-02 – Budget Compliance – Repeated and Revised - Significant Deficiency

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: The District re-budgeted “cash balance” in excess of available cash in the following funds:

	Designated Cash	Available Cash	Cash Appropriation In Excess of Cash
Entitlement IDEA-B	\$ 61,526	\$ (60,684)	\$ 122,210
Title I-Federal Stimulus	67,922	(34,824)	102,746
Maternal/Child Health	18,332	17,835	497
Capital Projects SB-9	349,915	245,246	104,669
Energy Efficiency Act	<u>3,912</u>	<u>2,990</u>	<u>922</u>
Total	\$ 501,607	\$ 170,563	\$ 331,044

Also, the District overspent the budgets in the following funds and functions:

Major Funds:

Transportation Fund-Student Transportation	\$ 8,099
Entitlement IDEA-B Federal Stimulus-Support Services	17,417
Capital Improvements SB-9-Support Services	37
Debt Service-Support Services	<u>72</u>
Total Major Funds:	\$ 25,625

Nonmajor Funds:

Food Services-Food Service Operations	\$ 8,832
Entitlement IDEA-B-Support Services	5,914
Entitlement IDEA-B-Operation & Maintenance of Plant	245
Safe & Drug Free Schools & Communities-Support Services	94
Rural & Low Income Schools-Support Services	327
Title I-IASA Federal Stimulus-Support Services	928
Preschool IDEA-B Federal Stimulus-Instruction	6,294
Title XIX Medicaid 3/21 Years- Instruction	24,508
SEG Federal Stimulus-Operations & Maintenance of Plant	6,200
Technology for Education-Direct Instruction	1,981
Incentives for School Improvement-Direct Instruction	<u>1,366</u>
Total Nonmajor Funds:	\$ 56,689

Total All Funds **\$ 82,314**

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 2011. 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.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011

Management's Response: The ending cash balances for 10-11 were adjusted with BAR'S in the Vision System and on OBMS. The budget will be monitored each month and adjustments made before the ending of the quarters. If there is a need to move budget between functions Bars will be submitted through the correct process.

FS 11-01— Credit Cards – Significant Deficiency

Criteria: Laws of 2010 2nd Special Session, Chapter 6, Section 3, Subsection K states, "Except for gasoline credit cards used solely for operation of official vehicles, telephone credit cards used solely for official business and procurement cards used as authorized by Section 6-5-9(1) NMSA 1978, none of the appropriations contained in the General Appropriation Act of 2010 may be expended for payment of agency-issued credit card invoices."

Condition: During our testwork of credit card usage and transactions, we discovered that the District was using a credit card to make purchases, but the credit card was not considered a procurement card authorized by statutes.

Cause: The administration of the District was utilizing credit cards in general operation with vendors.

Effect: This gives the account operators direct access to public funds with the possibility of incurring unauthorized charges, which negates cash controls and is not good accounting practice.

Recommendation: The District should cancel the credit card and only utilize procurement cards and other credit cards which are authorized by Section 6-5-9(1) NMSA 1978.

Management Response: The process of obtaining purchase cards from Bank of America is in the process. The credit cards from Wells Fargo will be canceled ASAP.

Section II – Federal Award Findings

FA 11-01 ARRA 1512 Reporting Significant Deficiency

Federal program information:

Funding agency:	U.S. Department of Education
Pass-through Agency	New Mexico Public Education Department
Award Year	2011
Title:	Special Education – Grants to States, Recovery Act
CFDA number:	84.391
Title:	Special Education – Preschool Grants, Recovery Act
CFDA number:	84.392
Title:	State Fiscal Stabilization Fund – Education State Grants, Recovery Act
CFDA number:	84.394
Title:	Education Jobs Fund
CFDA number:	84.410

Criteria: School Districts are required to report certain data on the New Mexico Certiclear 1512 website to ensure that all activities associated with monies received under the American Recovery and Reinvestment Act of 2009 are accurate.

Condition: The District was not reporting or monitoring information on the New Mexico Certiclear 1512 website associated with monies it received under the American Recovery and Reinvestment Act of 2009.

Questioned Costs: None.

STATE OF NEW MEXICO
TUCUMCARI PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011

Cause: Due to a change in the Business Manager, the Finance office was not able to verify whether these reports had been filed or reproduce them for audit inspection.

Effect: Information reported to the State of New Mexico and the federal government in regards to monies received from the American Recovery and Reinvestment Act of 2009 may be incorrect.

Auditors' Recommendations: The District should contact the appropriate personnel at the state and federal level to recover login information to the Certiclear 1512 website and find out if appropriate reporting was made or make reports if necessary.

Management's Response: There will be a new account set up in Certiclear for the AARA Stimulus funds for 11-12. The AARA funds were tended to by the previous Business Manager but I have not been able to find his login and there has not been any correspondence with Certiclear saying there were no reports done so I am assuming everything was done and we have just not been able to lay our hands on the reports.

Section III – Prior Year Audit Findings

FS 09-01 Internal Controls – Payroll – *Resolved* - Significant Deficiency
FS 10-01 Stale Dated Transactions – *Resolved*
FS 10-02 Budget Compliance – *Repeated and Revised* - Significant Deficiency
FA 10-01 – Procurement Code – *Resolved*
FA 10-02 – Time and Effort – *Resolved*

Section IV – Other Disclosures

Auditor Prepared Financials

Griego Professional Services, LLC assisted in the preparation of the financial statements presented in this report. The District's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.

Exit Conference

The contents of this report were discussed on November 15, 2011. The following individuals were in attendance.

Tucumcari Public Schools

Aaron McKinney, Superintendent
Leola Patterson, Business Manager
Dave Johnson, Assistant Superintendent
Marion Payton, Board member, Audit Committee
Teresa Barreras, Community Member, Audit Committee
Dianne Morrow, Assistant Business Manager
Lorinda Martinez, Business Support

Griego Professional Services, LLC

Benjamin Martinez, CPA