

STATE OF NEW MEXICO



TULAROSA MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT

JUNE 30, 2011

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
Tularosa Municipal Schools

OFFICIAL ROSTER
June 30, 2011

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Brenda Yousif		President
Samuel Sanchez		Vice President
Kim Chavez		Secretary
Lillian Duran		Member
Mike Mackechnie		Member
	<u>School Officials</u>	
Brenda Vigil		Superintendent
Kathleen Richardson		Business Manager

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STATE OF NEW MEXICO
Tularosa Municipal Schools
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2011

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget and
The Governing Board
Tularosa Municipal Schools
Tularosa, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statement of the General Fund and the major special revenue fund activities of Tularosa Municipal Schools (the "District") 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 of the Bond Building, and Debt Service fund and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011 as listed in the table of contents. These financial statements are the responsibility of Tularosa Municipal Schools management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 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 Tularosa Municipal Schools, as of June 30, 2011, and the respective changes in financial position, thereof and the respective budgetary comparison statements for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of Tularosa Municipal Schools as of June 30, 2011, and the respective changes in financial position thereof and the respective budgetary comparison statements for each nonmajor governmental fund and the budgetary comparison of the Bond Building, and Debt Service fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Where Quality & Accuracy Count

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Albuquerque, NM 87110

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In accordance with *Government Auditing Standards*, we have also issued our report dated September 9, 2011 on our consideration of the Tularosa Municipal Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* presented on pages 15-22 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Tularosa Municipal Schools' basic financial statements, the combining and individual fund financial statements, and the budgetary comparison statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as supporting Schedules I through III in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Tularosa Municipal Schools. Such information has been subjected to the auditing procedures applied in the audit of the basic and each of the nonmajor governmental fund financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The Introductory Section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on it.

Precision Accounting, LLC
Albuquerque, New Mexico
September 9, 2011

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**State of New Mexico Tularosa Municipal School District No. 47
Management's Discussion and Analysis**

As management of the Tularosa Municipal School District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2010. Readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

In June 1999, GASB approved Statement #34 "Basic Financial Statements and Management Discussion and Analysis for State and Local Government". In June 2001, the GASB approved Statement #37 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus" and Statement #38 "Certain Financial Statement Note Disclosures". Statement #37 clarifies and modifies Statement #34 and should be implemented simultaneously with Statement #34. Statement #38 modifies, establishes and rescinds certain financial statement disclosure requirements. The District implemented the provisions of the above statements effective July 1, 2003.

Financial Highlights

Key financial highlights for fiscal year ended June 30, 2011 are as follows:

- The assets of the District exceeded its liabilities at the end of the fiscal year by \$21,710,346 (net assets). Of this amount, \$15,732,371 is invested in capital assets, \$4,393,988 is restricted for Capital Projects, \$292,865 is restricted for Debt Service, \$375,841 for Special Revenue Funds and \$869,058 is unrestricted and may be used to meet the District's ongoing obligations.
- The District's total net assets increased by \$533,138, which is reflected in the District's Statement of Activities.
- The District's liabilities decreased by \$38,493 in fiscal year 2011. This decrease is a product of a decrease in current liabilities and an increase in long-term liabilities due to the issuance of new bonds for this fiscal year.
- At June 30, 2011, the unreserved and undesignated fund balance for the general fund was \$864,052, which reflects an increase of \$54,072 from the previous fiscal year.
- As part of the implementation of GASB 34, total accumulated depreciation on capital assets as of June 30, 2011 is \$20,704,140. This includes current year depreciation in the amount of \$752,462.
- Capital Outlay expenditures decreased from \$8,668,363 in the year ending June 30, 2010 to \$1,243,222 in the year ending June 30, 2011. The decrease in capital outlay expenditures was associated with the completion of the second phase of the remodeling/renovation construction project on the high school in this fiscal year. In addition, other Capital Outlay expenditures in this fiscal year included the completion of the construction of a water-well irrigation system at the Tularosa High School, replacement of the roof at the Tularosa Middle School and the upgrade/purchase of technology equipment needs. These projects were funded utilizing Capital Outlay funds, such as Bond Building and SB-9.
- The District's general obligation bond debt balance is \$4,735,000 which reflects a \$170,000 increase due to the net offset of paying principle payments on old bonds and issuing new debt. Voters authorized new bonds in the amounts of \$600,000 sold during the fiscal year. These bond sales were authorized by voters in an election which allows the District to issue the debt over an eight year period.

Basic Financial Statements

In general, the purpose of financial reports is to provide external parties reading the financial statements with information that will help them to make decisions or draw conclusions about the reporting entity. There are many external parties that read and use the District's financial statements; however, these parties do not always have the same objectives. This annual report consists of a series of financial statements and notes to those statements. These statements are organized so that the reader may understand the District's overall financial position. In accordance with required reporting requirements, the District presents (1) government-wide financial statements and (2) fund financial statements.

Government-wide financial statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to that of a private sector business.

The *statement of net assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods (e.g. uncollected taxes).

Both the *statement of net assets* and the *statement of activities* distinguish functions of the District that are primarily supported by property taxes and state revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through fees and charges. The governmental activities of the District include education, pupil transportation, food service and community service. The District does not have any business-type activities.

The *government-wide financial statements* can be found on Exhibits A-1 and A-2 on pages 23 through 25 of the financial statements.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other school districts, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Government Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available as the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of government funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. A reconciliation to facilitate the comparison of the governmental funds and governmental activities has been provided.

The District has four individual governmental fund groups. Information is presented separately in the governmental fund balance sheets and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the following funds:

General Fund
Debt Service Fund

Capital Projects Fund
Special Revenue Funds

The basic governmental fund financial statements can be found on Exhibits B-1 and B-2 on pages 26 through 33 of the financial statements.

Fiduciary Funds

Fiduciary Funds are used to account for resources held in trust for the benefit of parties outside the District. Fiduciary fund financial statements consist of a statement of fiduciary net assets and a statement of changes in fiduciary net assets. These funds are not reported in the government-wide financial statements.

The fiduciary fund financial statements can be found in Exhibit D on page 41 of the financial statements.

Overview of the District's Financial Position and Operations the District's overall financial position and operations for the current year as compared to the previous fiscal year are as follows:

TULAROSA MUNICIPAL SCHOOL DISTRICT'S NET ASSETS COMPARATIVE DATA

TULAROSA MUNICIPAL SCHOOL DISTRICT'S NET ASSETS
COMPARATIVE DATA

	Current Year 2011	Prior Year 2010
Assets		
Cash and Other Equivalents	\$ 5,490,985	\$ 5,607,691
Current and Other Assets	\$ 851,502	\$ 777,049
Capital Assets, Net	\$20,704,141	\$20,167,243
TOTAL ASSETS	\$27,046,628	\$26,551,983
Liabilities		
Current Liabilities	\$ 1,191,282	\$ 1,239,775
Noncurrent Liabilities	\$ 4,145,000	\$ 4,135,000
TOTAL LIABILITIES	\$ 5,336,282	\$ 5,374,775
Net Assets		
Invested in Capital Assets, net related of debt	\$15,732,371	\$ 8,795,293
Restricted:		
Debt Services	\$ 292,865	\$ 160,913
Capital Projects	\$ 4,393,988	\$11,066,860
Special Revenue Funds	\$ 375,841	\$ 350,780
General Funds	\$ 46,223	\$ 11,182
Unrestricted	\$ 869,058	\$ 792,180
TOTAL NET ASSETS	\$21,710,346	\$21,177,208

As noted in the schedule above, 4% of the District's net assets are unrestricted in nature and can be used at the *discretion* of the District and to meet ongoing obligations to creditors and stakeholders. 24% is restricted for the stated purposes. The remaining 72% of the District's net assets are invested in capital assets, net of related debt. This indicates that the accumulated depreciation along with the asset values exceed existing debt.

Governmental activities increased the District's overall net assets by \$533,138. This increase was the affect of the increase in total assets of \$494,645 and the decrease in total liabilities of \$38,493. Nonetheless, the District's liquidity, the ability to convert assets into cash to pay for obligations and commitments, remains secure. Cash and cash equivalents represent almost 20 % of the District's current assets indicating a highly liquid position.

The major elements of the District's governmental activities contributing to the increase in the change in net assets are listed on the next page.

**TULAROSA MUNICIPAL SCHOOL DISTRICT'S CHANGES IN NET ASSETS
COMPARATIVE DATA**

Revenues:	2011	2010
Program Revenues		
Charges for Services	\$ 129,689	\$ 151,859
Operating Grants & Contributions	\$ 3,401,154	\$ 3,457,815
Capital Grants & Contributions	\$ 163,977	\$ 17,242,404
Total Program Revenues	\$ 3,694,820	\$ 20,852,078
General Revenues:		
Property Taxes		
General Purpose	\$ 33,745	\$ 30,932
Debt Service	\$ 672,493	\$ 657,025
Capital Projects	\$ 161,299	\$ 156,691
Grants & Contributions, not restricted	\$ 6,882,655	\$ 6,588,165
Unrestricted Investment Earnings	\$ 4,985	\$ 6,976
	\$ 17,428	\$ -
Miscellaneous Income	\$ 461,955	\$ 29,038
Total General Revenues	\$ 8,234,560	\$ 7,468,826
TOTAL REVENUES	\$ 11,929,380	\$ 28,320,904
Expenditures:		
Direct Instruction	\$ 6,693,533	\$ 7,028,596
Students	\$ 737,935	\$ 715,013
Instruction	\$ 280,036	\$ 356,585
General Administration	\$ 373,065	\$ 404,572
School Administration	\$ 685,234	\$ 697,767
Central Services	\$ 247,041	\$ 248,954
Operation & Maintenance of Plant	\$ 1,089,152	\$ 1,104,377
Student Transportation	\$ 525,113	\$ 561,026
Other Support Services	\$ -	\$ -
Food Services	\$ 467,650	\$ 471,576
Capital Outlay	\$ 102,787	\$ 9,165,843
Interest on Long term debt	\$ 194,696	\$ 101,847
TOTAL EXPENDITURES	\$ 11,396,242	\$ 20,856,156
Change in Net Assets	\$ 533,138	\$ 7,464,748
Net Assets, Beginning of Year	\$ 21,177,208	\$ 13,712,460
Net Assets, End of Year	\$ 21,710,346	\$ 21,177,208

State of New Mexico Tularosa Municipal School District No. 47

As noted above, the District is heavily dependent on federal and state aid, which comprises 88% of its total revenues. Correspondingly, it spends 58% of total revenues on direct instruction and instructional support the two primary functions that indicate direct school spending.

General Fund Budgetary Highlights

Budget to actual comparison schedules are presented for all major funds and non major funds individually in Exhibit C-1 through C-3 and Schedules A-3-A35. In addition, budget to actual comparison schedules were presented for each individual fund in the supplementary information section of this report. These schedules are prepared on a cash basis which is the format allowed by the District's oversight agency, the New Mexico Public Education Department.

The original expenditure budget for the District's general fund was decreased by \$205,690. Due to a decrease in expected revenues, the State required a 3.244% general fund reduction of all public school districts and charter schools state equalization guarantee funding in the first quarter of the fiscal year. The final unit value set by the State for the District's state equalization guarantee funding did result in an overall decrease of 3% (\$102.41 per funding unit) for the 2010-2011 school year. However, the decrease in funding received by the district was offset with the receipt of stimulus funding under the State's Education Jobs Fund. The final general fund expenditure budget was \$7,886,138 of which \$7,268,164 was expended in the current year. Budgets were not exceeded in any of the functions in the general fund.

Of the \$14,801,740 revenue budget, \$12,334,664 (83%) of the budget was received during the year. The over-budget amount of revenues received was largely due to increases in federal sources, increase in actual amounts received as opposed to what was initially projected, reduced by decreases in the amounts received from state sources.

The original expenditure budget in the District's debt service fund did not increase for this year. Surplus cash balances were used to pay bond principal payments on old bond series. Even with this use of cash, the District maintains a strong financial position in the debt service fund.

Capital Assets and Debt Administration

Capital Assets

The District's current year investment in capital assets as of June 30, 2011 is \$1,243,222. These assets include land and land improvements, building and building improvements, equipment and furniture, and vehicles. The renovation and upgrade to the high school facilities construction project was completed in the District in this fiscal year as well as the completion of the construction of the water-well irrigation system at the high school and a re-roofing project at the middle school. Assets decreased approximately 86% from prior fiscal year largely due to a decrease in construction in progress for the high school improvements.

Depreciation calculated as a result of GASB 34 implementation resulted in an accumulated depreciation balance of \$20,704,140, of which \$752,462 is for depreciation in the current year. Additional information of the District's capital assets is presented in Note 7 on page 56 of the financial statements.

Long-term obligations

At the end of the current year, the district had \$4,735,000 in long-term debt related to governmental activities. Of this debt, 100% was related to general obligation bonds still outstanding at the end of the year. The debt position of the District is summarized below and is more fully analyzed in Note 8 on page 57 of the financial statements.

TULAROSA MUNICIPAL SCHOOL DISTRICT'S LONG-TERM OBLIGATION

Governmental Activities:

General Obligation Debt

	<u>Bal @7-1-09</u>	<u>Additions</u>	<u>Deletions</u>	<u>Bal @ 6-30-10</u>	<u>Due W/in One Year</u>
<i>TOTAL</i>	\$4,565,000	\$600,000	\$430,000	\$4,735,000	\$590,000

During FY 2011, the District issued \$600,000 in new General Obligation School Building Bonds Series 2011. During the fiscal year, the District reduced total bond debt principle by \$430,000 in accordance with schedule bond payments.

The most recent issuances by the District have received the following credit ratings:

- The \$600,000 bonds issued during 2011 received an enhanced AA2 rating.

The enhanced rating is partly due to recent legislative action that guarantees payment to the bondholders in the event of default by the District.

Relevant Current Economic Factors, Decisions and Conditions

In the prior year, the District experienced an increase in student population; however, this year's enrollment did decrease slightly. Since the District, like all other New Mexico school districts, is funded on a prior year funding formula, (the student population from this year will determine the amount of funding received in the following year), it must maintain tight budgetary controls in order to meet current year needs with last year's funding. The District's primary general source of revenue is derived from the formula. The District anticipates that the student population will decrease from the approximate 900 students in the next few years due to a decrease in student enrollment in the lower grades.

Additionally, the state has experienced revenue shortfalls and continues to decrease funding to the Public Education Department which decreases the unit value provided to school districts in their state equalization guarantee funding. These reductions in funding continue to be a challenge to the District as we attempt to maintain current programs with the continued decreases in funding from the state legislature.

With respect to property taxes, the District's tax rate has remained stable over the last few years due to the bond program implemented by the District. In general, as old debt is retired, new debt is issued, thereby maintaining a non-residential rate of approximately \$2.00 per \$1,000 assessed valuation. On February 3rd, 2009, the voters approved a \$2.00 mill levy for capital improvements; and during the fiscal year, \$600,000 of the bonds was sold. These funds will be used to provide matching funds pursuant to the Public School Capital Outlay Act for the construction project to renovate/upgrade the high school in order to meet adequacy standards for approximately 325 students, grades 9-12. It will also be used to improve school grounds, buildings and school furnishings, as well as the need to upgrade equipment and technology adequacy. In order to accomplish this, the District requires funding from taxpayers as well as continued support through direct legislative appropriations.

Request for Information

This financial report is designed to provide various interested parties with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or require additional information, contact the District's Finance Department as follows:

Kathleen Richardson Business Manager 505-585-8819
Physical and Mailing Address:
504 First Street
Tularosa, NM 88352
e-mail: krichardson@tularosa.k12.nm.us

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1
(Page 1 of 2)

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 5,490,985
Taxes Receivables	98,805
Due from other Governments	517,144
Inventory	15,319
Total current assets	<u>6,122,253</u>
Noncurrent assets:	
Bond issuance costs (net of amortization of \$126,210)	220,234
Capital assets:	
Other capital assets	42,921,161
Less accumulated depreciation	<u>(22,217,020)</u>
Total Capital assets	<u>20,704,141</u>
Total noncurrent assets	<u>20,924,375</u>
Total assets	<u><u>\$ 27,046,628</u></u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1
(Page 2 of 2)

	<u>Governmental Activities</u>
LIABILITIES AND NET ASSETS	
Current liabilities:	
Accounts payable	\$ 92,153
Accrued salaries and benefits	435,446
Accrued compensated absences	21,047
Accrued interest	52,168
Deferred revenue	468
Current portion of long-term debt	590,000
Total current liabilities	<u>1,191,282</u>
Noncurrent liabilities:	
Bonds, loans and other payables:	
Due in more than one year	4,145,000
Total noncurrent liabilities	<u>4,145,000</u>
Total liabilities	<u>5,336,282</u>
Net assets:	
Invested in capital assets, net of related debt	15,732,371
Unrestricted	869,058
Restricted for General Funds	46,223
Restricted for Special Revenue Funds	375,841
Restricted for Capital Projects Funds	4,393,988
Restricted for Debt Service Funds	292,865
Total net assets	<u>21,710,346</u>
Total liabilities and net assets	<u><u>\$ 27,046,628</u></u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction:		
Direct instruction	\$ 6,693,533	\$ 59
Support services:		
Students	737,935	-
Instruction	280,036	-
General Administration	373,065	-
School Administration	685,234	-
Central Services	247,041	-
Operation & Maintenance of Plant	1,089,152	-
Student Transportation	525,113	-
Other Support Services	-	103,914
Food Services	467,650	25,716
Capital Outlay	102,787	-
Interest on long-term debt	194,696	-
Total governmental activities	<u>\$ 11,396,242</u>	<u>\$ 129,689</u>

Program Revenues		Net
Operating Grants and Contributions	Capital Grants and Contributions	(Expenses) Revenues and Changes in Net Assets
\$ 2,935,234	\$ -	\$ (3,758,240)
-	163,977	(573,958)
-	-	(280,036)
-	-	(373,065)
-	-	(685,234)
-	-	(247,041)
-	-	(1,089,152)
434,483	-	(90,630)
-	-	103,914
31,437	-	(410,497)
-	-	(102,787)
-	-	(194,696)
<u>\$ 3,401,154</u>	<u>\$ 163,977</u>	<u>(7,701,422)</u>

General Revenues:

Property taxes:	
Levied for general purposes	33,745
Levied for debt service	672,493
Levied for capital projects	161,299
State aid not restricted	6,882,655
Bond proceeds to be adjusted	17,428
Miscellaneous	461,955
Unrestricted investment earnings	4,985
	<u>8,234,560</u>
Total general revenues	
	<u>8,234,560</u>
Change in net assets	533,138
Net assets - beginning	21,177,208
Net assets - ending	<u>\$ 21,710,346</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2011

	General Fund		
	Operational	Transportation	Instructional Materials
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 828,751	\$ 789	\$ 2,347
Investments	121,876	-	-
Accounts receivable			
Taxes	3,758	-	-
Due from other governments	1,386	-	-
Other accounts receivable	-	-	-
Interfund receivable	351,152	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 1,306,923</u>	<u>\$ 789</u>	<u>\$ 2,347</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ 4,909	\$ 56	\$ -
Accrued salaries and benefits	435,446	-	-
Interfund payable	-	-	-
Deferred revenue	2,516	-	-
<i>Total liabilities</i>	<u>442,871</u>	<u>56</u>	<u>-</u>
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	733	2,347
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	864,052	-	-
<i>Total fund balances</i>	<u>864,052</u>	<u>733</u>	<u>2,347</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,306,923</u>	<u>\$ 789</u>	<u>\$ 2,347</u>

Bond Building	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 3,170,303	\$ 526,934	\$ 484,854	\$ 5,013,978
290,616	14,854	49,661	477,007
-	76,566	18,481	98,805
-	-	515,758	517,144
-	-	-	-
-	-	-	351,152
-	-	15,319	15,319
<u>\$ 3,460,919</u>	<u>\$ 618,354</u>	<u>\$ 1,084,073</u>	<u>\$ 6,473,405</u>
\$ 82,086	\$ -	\$ 5,102	\$ 92,153
-	-	-	435,446
-	51,307	351,152	351,152
-	-	12,863	66,686
<u>82,086</u>	<u>51,307</u>	<u>369,117</u>	<u>945,437</u>
-	-	15,319	15,319
-	-	699,637	702,717
3,378,833	-	-	-
-	567,047	-	3,378,833
-	-	-	567,047
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	864,052
<u>3,378,833</u>	<u>567,047</u>	<u>714,956</u>	<u>5,527,968</u>
<u>\$ 3,460,919</u>	<u>\$ 618,354</u>	<u>\$ 1,084,073</u>	<u>\$ 6,473,405</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL 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	\$ 5,527,968
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets	20,704,141
Other assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:	
Property taxes	66,218
Bond issuance costs (net of amortization)	220,234
Other liabilities are not due and payable in the current period and therefore are not reported in the funds - accrued interest payable	(21,047) (52,168)
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds	<u>(4,735,000)</u>
Net Assets of Governmental Activities in the Statement of Net Assets	<u>\$ 21,710,346</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	General Fund		
	Operational	Transportation	Instructional Materials
<i>Revenues:</i>	\$	\$	\$
Taxes			
Taxes levied/assessed	31,521	-	-
Local sources			
Tuition	-	-	-
Investment income	1,167	25	-
Food services	-	-	-
District activities	59	-	-
Other revenue	6,014	-	-
State sources			
Unrestricted Grants	6,882,655	-	-
Restricted Grants	-	434,483	35,819
Federal sources			
Unrestricted Grants	309,488	-	-
Unrestricted -state passthrough	89,572	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	1,904	-	-
<i>Total revenues</i>	<u>7,322,380</u>	<u>434,508</u>	<u>35,819</u>
<i>Expenditures:</i>			
Current:			
Instruction	4,313,119	-	43,143
Support Services			
Students	472,497	-	-
Instruction	185,525	-	240
General Administration	318,980	-	-
School Administration	662,531	-	-
Central Services	235,717	-	-
Operation & maintenance of plant	1,020,992	-	-
Student transportation	58,947	435,046	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>7,268,308</u>	<u>435,046</u>	<u>43,383</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>54,072</u>	<u>(538)</u>	<u>(7,564)</u>
<i>Other financing sources (uses)</i>			
Transfers (In) Out	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	54,072	(538)	(7,564)
<i>Fund balances - beginning of year</i>	809,980	1,271	9,911
<i>Fund balances - end of year</i>	<u>\$ 864,052</u>	<u>\$ 733</u>	<u>\$ 2,347</u>

Bond Building	Debt Service	Other Governmental Funds	Total Governmental Funds
\$	\$	\$	\$
-	640,813	154,715	827,049
-	-	-	-
3,348	165	281	4,986
-	-	25,716	25,716
-	-	103,914	103,973
-	-	-	6,014
-	-	-	-
-	-	-	6,882,655
-	-	702,495	1,172,797
-	-	-	-
-	-	-	309,488
-	-	-	89,572
-	-	435,651	435,651
-	-	1,980,223	1,980,223
-	-	-	-
-	-	31,437	33,341
<u>3,348</u>	<u>640,978</u>	<u>3,434,432</u>	<u>11,871,465</u>
-	-	1,622,867	5,979,129
-	-	265,439	737,936
-	-	94,271	280,036
-	6,296	43,341	368,617
-	-	22,703	685,234
-	-	11,324	247,041
-	-	434,415	1,455,407
-	-	-	493,993
-	-	-	-
-	-	-	-
-	-	467,650	467,650
733,390	-	292,502	1,025,892
-	430,000	-	430,000
-	191,669	-	191,669
<u>733,390</u>	<u>627,965</u>	<u>3,254,512</u>	<u>12,362,604</u>
<u>(730,042)</u>	<u>13,013</u>	<u>179,920</u>	<u>(491,139)</u>
-	-	-	-
-	-	-	-
<u>600,000</u>	<u>-</u>	<u>-</u>	<u>600,000</u>
<u>600,000</u>	<u>-</u>	<u>-</u>	<u>600,000</u>
<u>(130,042)</u>	<u>13,013</u>	<u>179,920</u>	<u>108,861</u>
<u>3,508,875</u>	<u>554,034</u>	<u>535,036</u>	<u>5,419,107</u>
<u>\$ 3,378,833</u>	<u>\$ 567,047</u>	<u>\$ 714,956</u>	<u>\$ 5,527,968</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Exhibit B-2
 (Page 2 of 2)

For the year Ended June 30, 2011

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

Net change in fund balances - total governmental funds	\$	108,861
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures:		
Current year capital expenditures		1,289,360
Depreciation expense		(752,462)

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

Property taxes		40,488
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The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Decrease in accrued interest		30,153
Bond Premium		17,428
Decrease in compensated absences		2,490
Amortization of bond issuance costs		(33,180)
Issuance of new debt		(600,000)
Principal payments on bonds		430,000

Changes in Net Assets of Governmental Activities	\$	<u>533,138</u>
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STATE OF NEW MEXICO
TULAROSA MUNICIPAL 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 32,265	\$ 32,265	\$ 36,727	\$ 4,462
State sources	7,120,704	6,915,014	6,882,655	(32,359)
Federal sources	339,844	339,844	399,060	59,216
Interest	-	-	1,167	1,167
<i>Total revenues</i>	<u>7,492,813</u>	<u>7,287,123</u>	<u>7,319,609</u>	<u>32,486</u>
<i>Expenditures:</i>				
Current:				
Instruction	4,655,778	4,450,088	4,314,674	135,414
Support Services				
Students	642,485	642,485	472,347	170,138
Instruction	287,500	287,500	185,525	101,975
General Administration	388,000	388,000	319,153	68,847
School Administration	682,000	682,000	662,761	19,239
Central Services	3,423,945	309,960	235,683	74,277
Operation & maintenance of plant	1,053,000	1,053,000	1,019,074	33,926
Student transportation	61,000	61,000	58,947	2,053
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	12,105	12,105	-	12,105
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>11,205,813</u>	<u>7,886,138</u>	<u>7,268,164</u>	<u>617,974</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,713,000)</u>	<u>(599,015)</u>	<u>51,445</u>	<u>650,460</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	3,713,000	599,015	-	(599,015)
<i>Total other financing sources (uses)</i>	<u>3,713,000</u>	<u>599,015</u>	<u>-</u>	<u>(599,015)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>51,445</u>	<u>51,445</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>899,172</u>	<u>899,172</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 950,617</u>	<u>\$ 950,617</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ 51,445	
<i>Adjustment to revenue for accruals and other deferrals</i>			5,053	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			(2,426)	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ 54,072</u>	

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	436,125	435,246	434,483	(763)
Federal sources	-	-	-	-
Interest	-	-	25	25
<i>Total revenues</i>	<u>436,125</u>	<u>435,246</u>	<u>434,508</u>	<u>(738)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	436,125	435,246	435,246	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>436,125</u>	<u>435,246</u>	<u>435,246</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(738)</u>	<u>(738)</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(738)</u>	<u>(738)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,527</u>	<u>1,527</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 789</u>	<u>\$ 789</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ (738)	
<i>Adjustment to revenue for accruals and other deferrals</i>			-	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			200	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ (538)</u>	

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	33,473	35,819	35,819	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>33,473</u>	<u>35,819</u>	<u>35,819</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	41,713	45,489	43,143	2,346
Support Services				
Students	-	-	-	-
Instruction	240	240	240	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	240	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>42,193</u>	<u>45,729</u>	<u>43,383</u>	<u>2,346</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,720)</u>	<u>(9,910)</u>	<u>(7,564)</u>	<u>2,346</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	8,720	9,910	-	(9,910)
<i>Total other financing sources (uses)</i>	<u>8,720</u>	<u>9,910</u>	<u>-</u>	<u>(9,910)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,564)</u>	<u>(7,564)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,911</u>	<u>9,911</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,347</u>	<u>\$ 2,347</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ (7,564)	
<i>Adjustment to revenue for accruals and other deferrals</i>			-	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			-	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ (7,564)</u>	

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2011

Exhibit D

ASSETS

Current Assets

Cash \$ 185,982

Total assets \$ 185,982

LIABILITIES

Current Liabilities

Deposits held in trust for others \$ 185,982

Total liabilities \$ 185,982

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STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies

Tularosa Municipal Schools is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education of the City of Tularosa. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Tularosa Municipal School's management who is responsible for their integrity and objectivity. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the government's accounting policies are described below.

A. *Financial Reporting Entity*

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the District has no component units, and is not a component unit of another governmental agency.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) 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 is 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*.

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

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.

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 does 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 year for which they are billed. 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.

STATE OF NEW MEXICO
Tularosa Municipal 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)

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.

The government reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by district school tax levy, state equalization and earnings from investments. Expenditures include all costs associated with the daily operations of the schools except for those items included in other 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 *Bond Building Fund* is used to account for the accumulation of resources for the funds provided from the District's bond issues. Resources are used for the purpose of erecting, remodeling, making additions to, or furnishing public school buildings and purchasing or improving public school grounds. Financing is provided by ad valorem taxes as specified by Article 15 of the Finance of Counties, Municipalities, and School Districts Act., and the payment of, general long-term debt principal, interest and related costs.

The *Debt Service Fund* – The purpose of this fund is to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Additionally, the government reports the following fund types:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. There were no such transactions during the fiscal year ended June 30, 2011.

STATE OF NEW MEXICO
Tularosa Municipal 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*

Deposits and Investments: 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.

Investments for the District are reported at fair value. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

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 Otero County. The funds are collected by the County Treasurers and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurers in July and August 2011 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements 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 (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, fifty percent is restricted to the requisition of materials listed in the New Mexico Public Education Department "State Adopted Instructional Material" list, while fifty percent of each allocation is available for purchases directly from vendors. The districts are allowed to carry forward unused allocations from year to year.

STATE OF NEW MEXICO
Tularosa Municipal 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)*

Inventory: Inventory is valued at cost utilizing the purchase basis of accounting. 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. 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.

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 (amount not rounded) 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. Donated capital assets are recorded at estimated fair market value at the date of donation. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5).

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

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

<u>Assets</u>	<u>Years</u>
Buildings	20-50
Building improvements	20
Furniture, fixtures and equipment	5-20
Vehicles	10-20

Deferred Revenues: Accounting principles generally accepted in the United States of America require that grant revenue be recognized 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: The District permits administrative employees to accumulate a limited amount of earned but unused vacation, which will be paid if not used, upon termination from the District. Accumulated sick leave benefits vest with each employee in accordance with District policy. All vacation pay and applicable accumulated sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. No liability is reported for unpaid accumulated sick leave, as no payment is required upon termination of service by employees.

STATE OF NEW MEXICO
Tularosa Municipal 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)

Long-term Obligations: In the government-wide 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

Invested in capital assets, net of related debt consists of net 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 these assets.

Restricted fund balance represents amounts that are constrained either by: 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or 2) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance represents amounts that are useable only for specific purposes by formal action of the government's highest level of decision-making authority.

Assigned fund balance represents amounts that are intended to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by the governing body or a subordinate high-level body or official whom the governing body has delegated.

Unassigned fund balance is the residual classification for the general fund and represents the amounts that have not been assigned to other funds, and that have not been restricted, committed, or assigned to specific purposes.

The District's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Reclassifications: Certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

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.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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 costs.

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 \$6,882,655 in state equalization guarantee distributions during the year ended June 30, 2011.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$812,575 in tax revenues in the governmental fund financial statements 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.

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 \$434,483 in transportation distributions during the year ended June 30, 2011.

Instructional Materials: The District had allocations allowed by the State for the current year of \$35,819. Of the allocation, the District used \$ 43,143 to purchase textbooks during the year. Allocations received and utilized are reflected in revenue and expenditures of the General Fund.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Department of Education. 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. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as a designated portion of fund balance.

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

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting is open for the general public unless a closed meeting has been called.
4. 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 Department of Education.
5. 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.
6. Budgets for the General, Special Revenue, Debt Service and Capital Projects 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 School Board may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico Administrative Code 6.20.2.9 prohibits a school district from exceeding budgetary control at the function level.

The District is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 3. Cash and Temporary Investments

State statutes authorize the investment of the 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 I 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 until December 31, 2012. The Dodd Frank Act of 2010 required that all funds in a non-interest bearing bank account be fully insured by the FDIC through December 31, 2012. Tularosa Municipal Schools' funds are in an interest bearing account and therefore are not subject to the Dodd Frank Act.

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 District 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.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 3. Cash and Temporary Investments (continued)

<u>Type</u>	<u>First National Bank</u>	<u>Western Bank</u>
General	\$ 5,384,576	\$ 225,553
Total Deposits	5,384,576	225,553
Less: FDIC Coverage	<u>(250,000)</u>	<u>(225,553)</u>
Uninsured Amount	5,134,576	-
50% Collateral requirement	2,567,288	-
Pledged Securities	<u>6,124,203</u>	<u>60,398</u>
(Over) Under collateralized	<u>\$ (3,556,915)</u>	<u>\$ (60,398)</u>
Custodial Credit Risk-Deposits		
Account Balance	\$ 5,610,129	
FDIC Insured	475,553	
Collateral:		
Collateral held by the pledging bank, not in the District's name	6,184,601	
Uninsured and uncollateralized	<u>(1,050,025)</u>	
Total Deposits	<u>\$ 5,610,129</u>	

Custodial credit risk is the risk that in the event of a bank failure, the governments' deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2011, 5,134,576 of the District's bank balance of \$5,610,129 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ (1,050,025)
FDIC Insurance	475,553
Collateral held by pledging bank's trust department not in the District's name	<u>6,184,601</u>
Total	<u>\$ 5,610,129</u>

Reconciliation of Cash and Temporary Investments

Governmental Funds - Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 5,490,985
Cash per Exhibit D-1	185,982
Less Investments in LGIP	(477,007)
Add outstanding checks and other reconciling items	<u>410,169</u>
	<u>\$ 5,610,129</u>

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 3. Cash and Temporary Investments (continued)

Custodial Credit Risk- Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk. New Mexico State Statutes require collateral pledged to be delivered for the securities underlying an overnight repurchase agreement, or a joint safekeeping receipt to be issued to the District for at least on hundred two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution.

As of June 30, 2011, the Districts' investment balances were exposed to custodial credit risk as follows:

Investment in the State Treasurer Local Government

Investment Pool	\$ <u>477,007</u>
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The New MexiGrow Local Governmental Investment Pool's (LGIP) investments are valued at fair value based on quoted market prices as of the valuation date. The LGIP is not SEC registered. The Anew Mexico State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, In accordance with Sections 6-10-10 I though 6-10-10-P and Section 6-10-10.1 A and E, NMSA 1978. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 19078, as the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the LGIP is voluntary.

Interest Rate Risk and Credit Rating- Investment in State Treasurer's LGIP

The District does not have a formal policy limiting investment maturities to manage its exposure to fair value losses from increasing interest rates. The District's investments at June 30, 2011 include the following:

State Treasurer LGIP	AAAm	36-day WAM	\$ <u>477,007</u>
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STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 4. Accounts Receivable

Accounts receivable as of June 30, 2011, are as follows:

	General Fund	Debt Service Fund	Other Governmental Funds	Total
Property taxes	\$ 3,758	\$ 76,566	\$ 18,481	\$ 98,805
Due from other governments:				
General Fund	1,386	-	-	1,386
Athletics	-	-	138	138
Non-Instructional Support	-	-	710	710
Title I	-	-	136,565	136,565
IDEA B Entitlement	-	-	49,046	49,046
Teacher/Principal Training	-	-	69,613	69,613
Safe and Drug Free Schools	-	-	995	995
Rural & Low Income Schools	-	-	6,080	6,080
Title I Stimulus	-	-	10,053	10,053
IDEA B Preschool Stimulus	-	-	2,498	2,498
Elementary School Breakfast	-	-	15,399	15,399
Indian Ed Formula Grant	-	-	10,112	10,112
Gear Up Che	-	-	15,546	15,546
Special Capital Outlay State	-	-	35,472	35,472
Capital Projects SB-9	-	-	163,531	163,531
	<u>\$ 5,144</u>	<u>\$ 76,566</u>	<u>\$ 534,239</u>	<u>\$ 615,949</u>

The above receivables are deemed 100% collectible.

Deferred Revenues

Deferred revenue represents advances on grants which have not been earned at June 30, 2011.

	General Fund	Debt Service	Other Governmental	Total
Property Taxes	\$ 2,516	\$ 51,307	\$ 12,395	\$ 66,218
Safe & Drug Free Schools	-	-	\$ 468	\$ 468
Total	<u>\$ 2,516</u>	<u>\$ 51,307</u>	<u>\$ 12,863</u>	<u>\$ 66,686</u>

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 5. Accounts Payables

Accounts payable as of June 30, 2011, are as follows:

Payable to suppliers	\$ 92,153
Accrued Salaries and benefits	435,446
Accrued interest	<u>52,168</u>
Total accounts payable and accrued expenses	<u><u>\$ 579,767</u></u>

NOTE 6. Interfund Receivables, Payables, and Transfers

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received.

The composition of interfund balances during the year ended June 30, 2011 is as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 351,152	\$ -
Nonmajor Funds:		
Title I Entitlement	-	135,242
IDEA B Entitlement	-	48,923
Teacher Principal Training	-	69,366
Safe and Drug Free Schools	-	527
Rural & Low Income Schools	-	6,080
Title I Stimulus	-	10,053
IDEA B Preschool Stimulus	-	2,498
Elementary School Breakfast	-	15,399
Indian Ed Formula Grant	-	10,063
Gear Up Che	-	15,546
State Capital Outlay-State	-	37,455
	<u>\$ 351,152</u>	<u>\$ 351,152</u>

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 8. Long-term Debt

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2011 are for governmental activities. The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Bonds outstanding at June 30, 2011, are comprised of the following:

Series	Date of Issue	Original Amount	Interest Rate	Balance
Series 2001	1/1/2001	\$ 310,000	5%	\$ 40,000
Series 2001	10/15/2001	\$ 435,000	4%	\$ 120,000
Series 2002	10/1/2002	\$ 345,000	4%	\$ 245,000
Series 2003	9/15/2003	\$ 400,000	3%	\$ 145,000
Series 2004	9/1/2004	\$ 345,000	3%	\$ 220,000
Series 2005b	9/1/2005	\$ 255,000	4%	\$ 165,000
Series 2005b	3/15/2006	\$ 310,000	4%	\$ 245,000
Series 2006	10/15/2006	\$ 340,000	4%	\$ 340,000
Series 2007	7/1/2007	\$ 365,000	4.125%	\$ 365,000
Series 2008	11/1/3008	\$ 500,000	2.75-4.1%	\$ 470,000
Series 2009	1/13/09	\$ 485,000	5%	\$ 485,000
Series 9/2009	9/15/2009	\$ 770,000	3.65-5.65%	\$ 770,000
Series 5/1/10	5/10/2010	\$ 525,000	2.85-3.55%	\$ 525,000
Series 1/15/11	1/15/2011	\$ 600,000	2.5 to 2.875%	\$ 600,000
Total				\$4,735,000

The following is a summary of the long-term debt and the activity for the year ended June 30, 2011:

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 8. Long-term Debt (continued)

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011	Due Within One Year
General obligation bonds					
Series 1998	\$ -	\$ -	\$ -	\$ -	\$ -
Series 2000	-	-	-	-	-
Series 2001	75,000	-	35,000	40,000	40,000
Series 2001	235,000	-	115,000	120,000	120,000
Series 2002	345,000	-	100,000	245,000	100,000
Series 2003	190,000	-	45,000	145,000	45,000
Series 2004	295,000	-	75,000	220,000	100,000
Series 2005b	190,000	-	25,000	165,000	25,000
Series 2005b	270,000	-	25,000	245,000	150,000
Series 2006	340,000	-	-	340,000	-
Series 2007	365,000	-	-	365,000	-
Series 2008	480,000	-	10,000	470,000	10,000
Series 2009	485,000	-	-	485,000	-
Series 9/2009	770,000	-	-	770,000	-
Series 5/2010	525,000	-	-	525,000	-
Series 1/15/2011 Compensated Absences	-	600,000	-	600,000	-
	23,537	21,047	23,537	21,047	21,047
	<u>\$ 4,588,537</u>	<u>\$ 621,047</u>	<u>\$ 453,537</u>	<u>\$ 4,756,047</u>	<u>\$ 611,047</u>

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 8. 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 Ending June 30,	Principal	Interest	Total Debt Service
2012	590,000	175,187	765,187
2013	435,000	153,785	588,785
2014	560,000	117,909	677,909
2015	830,000	103,997	933,997
2016	485,000	106,463	591,463
2017-2021	1,835,000	90,182	1,925,182
	<u>\$ 4,735,000</u>	<u>\$ 747,523</u>	<u>\$ 5,482,523</u>

The general fund is typically used to liquidate long-term liabilities other than debt. The debt service fund liquidates general obligation bonds.

Reconciliation of Long-Term Debt to the Statement of Net Assets

Total Long term debt	\$ 4,735,000
Net Issue Costs/Premium/Discounts on Bond Issues	(345,900)
Accumulated Amortization	<u>126,210</u>
	<u>\$ 4,515,310</u>

NOTE 9. Risk Management

The District is a member of the New Mexico Public School 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 Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2011, there have been no claims that have exceeded insurance coverage.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 10. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds.

Special Capital Outlay-State	\$ (1,983)
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Deficit Fund Balances will be funded by general fund transfers or additional grant funds.

- B. Excess of expenditures over appropriations by fund and function.

None

NOTE 11. ERA Pension Plan

Plan Description. Substantially all of the Tularosa Municipal Schools 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.

Funding Policy. Effective July 1, 2009 through June 30, 2011, 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. The Tularosa Municipal 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. Effective July 1, 2011 plan members are 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 are required to contribute 11.15% of their gross salary. The Tularosa Municipal Schools is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2011, 2010, and 2009, were \$1,147,984, \$1,211,488, and \$ 1,132,412, respectively.

NOTE 12. Post-Employment Benefits

Plan Description. Tularosa Municipal 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

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 12. Post-Employment Benefits (continued)

even 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 .8333% 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:

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

Fiscal Year	Employer Contribution Rate	Employee Contribution Rate
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 \$94,308, \$77,659 and \$75,861 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 School 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. Surety Bond

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

NOTE 15. 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 \$31,437.

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 16. Memorandum of Understanding/Joint Powers Agreement

REC

Purpose: To allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the USDE under the Education of the Handicapped Act, Part B, PL 94-142 among others.

Participants: Regional Education Cooperative and Tularosa Municipal Schools

Responsible Party for Operation and Audit: Regional Education Cooperative

Beginning and Ending Date of Agreement: July 1, 1995 until the end of any fiscal year during which the school gives notice of intent to terminate.

Total Estimated Amount of Project and Actual Amount Contributed: The REC paid expenditures on behalf of the District.

Public School Facilities Authority

Purpose: To complete the public school capital outlay projects pursuant to the provisions of the PSCOA and in accordance with rules adopted by the PSCOC. The parties will cooperate to provide for an on-going inventory of school facilities and equipment, their condition, and maintenance activities related to them.

Participants: Public School Facilities Authority and Tularosa Municipal Schools

Responsible Party for Operation and Audit: Tularosa Municipal Schools

Beginning and Ending Date of Agreement: October 4, 2010 and shall remain in effect indefinitely

Total Estimated Amount of Project and Actual Amount Contributed: Undetermined

Mescalero Apache Head Start Program

Purpose: to establish cooperative working procedures and relationships between TMSD, MAECP, MAHS, MAS and REC IX in the provision of child find, special education and related services to eligible children with disabilities ages 3-5 in compliance with applicable federal regulations under the Individuals with Disabilities Education Act, federal laws governing the Mescalero Apache Tribe, and the State of New Mexico laws and regulations.

Participants: Tularosa Municipal School District, Mescalero Apache Early Childhood Programs, Mescalero Apache Head Start, Mescalero Apache Schools, and Region IX Education Cooperative

Responsible Party for Operation and Audit: Each agency will maintain their own records

Beginning and Ending Date of Agreement: July 1, 2011 to June 30, 2012

Total Estimated Amount of Project and Actual Amount Contributed: Undetermined

STATE OF NEW MEXICO
Tularosa Municipal Schools
Notes to the Financial Statements
June 30, 2011

NOTE 17. Construction Commitments

Wooten Construction for the High School Construction Project. The contract amount is \$12,352,038 of which Public Schools Finance Authority is responsible for \$9,716,289. The District's portion of the contract is \$ 2,635,749. At June 30, 2011 which had an outstanding balance due of \$52,123.

ASA Architects for the High School Construction Project. The contract amount is \$ 143,500. At June 30, 2011, Tularosa Municipal Schools had an outstanding balance due of \$ 11,359.

NOTE 18. Subsequent Accounting Standard Pronouncements

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. That Statement supersedes Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. Statement 62 is effective for financial statements for periods beginning after December 15, 2011, with early application encouraged. The objective of this statement is to provide non-conflicting pronouncements between FASB and GASB. The District is reviewing the effects of the implementation of this statement.

In June 2011, the GASB issued Statement No. 63, *Financial reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and net Position* which is effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The objective of this statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Concepts Statement No. 4, *Elements of Financial Statements*, introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Concepts Statement 4 also identifies net position as the residual of all other elements presented in a statement of financial position. This Statement amends the net asset reporting requirements in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. The District is reviewing the effects of the implementation of this statement.

NOTE 19. Subsequent Events Review

Tularosa Municipal Schools has evaluated subsequent events through September 9, 2011, which is the date the financial statements were dated.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOL
NONMAJOR GOVENMENTAL 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 – This fund is utilized to account for Federal and Local sources of income relating to the food service programs. The Food Services Fund is segregated into two categories, one being the Federal funds and the other being Non-Federal funds. Federal funds consist of the National School Lunch Program, which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. The Non-Federal funds consist of income derived from Snack-Bar facilities located in the District. Authority for the creation of this fund is NMSA 22-13-13.

Athletics - 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.

Non-Instructional Support - 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.

Title I – This fund’s major objectives are to provide supplemental educational opportunities for academically disadvantaged children in the area where they reside. 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 identify a campus; education need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for the 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.

IDEA B Entitlement – The purpose of this program is to account for revenue used to help maximize the resources in meeting the objective of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Department of Education. Authority for the creation of this fund is Part B of the Handicapped Act, Public Law 105-17.

IDEA-B Preschool - 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.

Fresh Fruits and Vegetables – The objective of this program is to combat childhood obesity by helping children learn healthier eating habits. The program is used primarily to purchase unique fresh fruit and vegetables and must be made available to all students. Authority for creation of this fund is Public Law 110-234.

IDEA-B Risk Pool - 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.

Title V Part A Innovative Ed Pro Strategies – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. Authority for creation of this fund is Chapter II of Title I of Elementary and Secondary Education Act (ESEA) of 1965 as amended, Public Law 103-382.

English Language Acquisition – The purpose of this fund is to give financial support to local school districts with high concentrations of immigrant children. Authority for the creation of this fund is Title III, Part A of ESEA, as amended by NO Child Left Behind Act, P.L. 107-110.

Teacher/Principal Training – The purpose of this fund is 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. Authority for creation of this fund is Title II of the Elementary and Secondary Education Act (ESEA) of 1965 as amended, Public Law 103-382.

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOL
NONMAJOR GOVENMENTAL FUNDS
SPECIAL REVENUE FUNDS

Safe and Drug Free Schools and Community – The purpose of this fund is to account for a federal grant restricted to the establishment and implementation of substance abuse education and prevention programs in the elementary and secondary schools. The Authority for the creation of this fund is ESEA 1965, Title IV, Part A, as amended, 20 USC 71112-7143.

Rural and Low Income Schools – The purpose of this fund is to account for monies to rural schools to enhance the education program in technology, career readiness, and summer school and after school tutoring programs. The authority for this program is under CFDA 84.3580, Title II.

Title I Stimulus – The purpose of this fund is to provide supplemental funding for the Title I funding. The authority for this program is under CFDA 84.101 and the American Recovery and Reinvestment Act of 2009.

IDEA B Entitlement Federal Stimulus – The purpose of this program is to account for revenue used to help maximize the resources in meeting the objective of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Department of Education. The Authority for this program is the American Recovery and Reinvestment Act of 2009.

IDEA B Preschool Federal 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. The Authority for this program is the American Recovery and Reinvestment Act of 2009.

Elementary School Breakfast - The objective of these funds is to assist in state breakfast program assistance for select school districts within New Mexico. Authority for creation of this fund is the American Recovery and reinvestment Act of 2009.

Impact Aid Special Education – The purpose of these grants are to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), where there is a significant number of children who reside on Federal lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3 (2a) and 3 (b)). The authorization for this fund is PL 81-874.

Impact Aid Education Fund – The purpose of these grants are to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), where there is a significant number of children who reside on Federal lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3 (2a) and 3 (b)). The authorization for this fund is PL 81-874.

Title XIX Medicaid – The objective of this program is to provide federal funds for the implementation of the Medical Assistance Program Medicaid providing payments for medical assistance to low-income persons who are age 65 or over, blind, disabled, or members of families with dependent children or qualified pregnant women or children. Authority for creation of the Title XIX Medical Assistance Program is the Medicaid Title XIX of the Social Security Act, as amended, (42 USC 1396, et seq.)

Indian Ed Formula Grant – The purpose of these grants are to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), where there is a significant number of children who reside on Federal lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3 (2a) and 3 (b)). The authorization for this fund is PL 81-874.

R.E.A.D. (Literacy through Libraries) – The purpose of this fund is to account for monies to rural schools to enhance the education program in technology, career readiness, and summer school and after school tutoring programs. The authority for this program is under CFDA 84.3580, Title II.

(SEG) State Stimulus – The purpose of this fund is to provide supplemental funding for the Operation of Schools. The authority for this program is under CFDA 84.394 and the American Recovery and Reinvestment Act of 2009.

Education Job Fund- The objective is to provide funding for educational jobs and related services for early childhood, elementary, and secondary education at the school level. Authority is the federal Education Jobs Fund Program.

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOL
NONMAJOR GOVENMENTAL FUNDS

Dual Credit(PED)– The purpose of this fund is to provide college credit for courses provided by high schools that meet the requirements.

GO Bond Libraries– The objective of this act is to acquire library books, equipment and library resources for public school libraries and juvenile detention libraries. Funds are acquired from General Obligation Bonds through the Public Education Department. Authority for creation of this fund is the Legislation in Chapter 117, Laws of 2004, Section 10C(3).

Technology for Education PED – 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 PED– The purpose of this state grant is to provide funds for use in providing student educational trips, automation of the District’s libraries, and other educational materials. Authority for creation of this fund is Laws of 1997, Chapter 32.

Beginning Teacher Mentoring – 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 Public Education Department. Authority for creation of this fund is NMSA 22-2-8-10.

Breakfast for Elementary Students - The purpose of this program is to account for revenues and expenditures used to administer the breakfast program to elementary students. The fund was created by grant provisions.

Library Book Allocation- The objective of this act is to acquire library books, equipment and library resources for public school libraries and juvenile detention libraries. Funds are acquired from General Obligation Bonds through the Public Education Department. Authority for creation of this fund is the Legislation in Chapter 117, Laws of 2004, Section 10C(3).

Gear Up-CHE – The objective of this program to help low income, first generation students prepare for and succeed in post secondary education. This fund was created by the Higher Education Department and NM Gear up.

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOL
NONMAJOR GOVENMENTAL FUNDS

CAPITAL PROJECTS FUNDS

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

The District has four separate funds classified as non-major Capital Projects Funds as follows:

Special Capital Outlay State – The District was selected to receive special capital outlay appropriations. The appropriations are funded by State Severance Tax Bonds, the State General Fund, or the State Highway Division.

Capital Improvements SB-9 – This fund is used to account for expenditures of property taxes levied and stat matching funds restricted to maintenance and capital improvement projects as adopted by school board resolution. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10.

Public Schools Capital Outlay 20% – The purpose of this fund is to account for resources received from the local ad valorem tax levy for use in remodeling and equipping classroom facilities.

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

ASSETS	Special Revenue Funds		
	Food Service	Athletics	Non-Instructional Support
<i>Current Assets</i>			
Cash and cash equivalents	\$ 110,173	\$ 9,176	\$ 29,487
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	138	710
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	15,319	-	-
<i>Total assets</i>	\$ 125,492	\$ 9,314	\$ 30,197
 LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ 206	\$ 59	\$ 2,770
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	-
Deferred revenue	-	-	-
<i>Total liabilities</i>	206	59	2,770
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	15,319	-	-
Restricted for:			
General Fund	109,967	9,255	27,427
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
<i>Total fund balances</i>	125,286	9,255	27,427
<i>Total liabilities and fund balances</i>	\$ 125,492	\$ 9,314	\$ 30,197

Title I	IDEA-B Entitlement	IDEA-B Preschool
\$ -	\$ -	\$ -
-	-	-
-	-	-
136,565	49,046	-
-	-	-
-	-	-
-	-	-
<u>136,565</u>	<u>49,046</u>	<u>-</u>
\$ <u>136,565</u>	\$ <u>49,046</u>	\$ <u>-</u>
\$ 1,323	\$ 123	\$ -
-	-	-
135,242	48,923	-
-	-	-
<u>136,565</u>	<u>49,046</u>	<u>-</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>136,565</u>	\$ <u>49,046</u>	\$ <u>-</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

ASSETS	Special Revenue Funds		
	Fresh Fruits & Vegetables	IDEA-B Risk Pool	Title V Part A Innovative Ed Pro Strategies
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	-
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ -
 LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	-
Deferred revenue	-	-	-
<i>Total liabilities</i>	-	-	-
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balances</i>	\$ -	\$ -	\$ -

English Language Acquisition	Teacher/Principal Training	Safe & Drug Free Schools & Community	Rural & Low Income Schools
-	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	69,613	995	6,080
-	-	-	-
-	-	-	-
-	-	-	-
-	<u>69,613</u>	<u>995</u>	<u>6,080</u>
-	\$ <u>69,613</u>	\$ <u>995</u>	\$ <u>6,080</u>
-	247	\$ -	\$ -
-	-	-	-
-	69,366	527	6,080
-	-	468	-
-	<u>69,613</u>	<u>995</u>	<u>6,080</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	<u>69,613</u>	<u>995</u>	<u>6,080</u>
-	\$ <u>69,613</u>	\$ <u>995</u>	\$ <u>6,080</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

ASSETS	Special Revenue Funds		
	Title I Stimulus	IDEA-B Entitlement Federal Stimulus	IDEA-B Preschool Federal Stimulus
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	10,053	-	2,498
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ 10,053	\$ -	\$ 2,498
 LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	10,053	-	2,498
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	10,053	-	2,498
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities and fund balances</i>	\$ 10,053	\$ -	\$ 2,498

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

	Special Revenue Funds		
	Indian Ed Formula Grant	R.E.A.D. Literacy through Libraries	SEG Federal Stimulus
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	10,112	-	-
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ 10,112	\$ -	\$ -
 LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	10,063	-	-
Deferred revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	10,063	-	-
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	49	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	49	-	-
 <i>Total liabilities and fund balances</i>	\$ 10,112	\$ -	\$ -

	Special Revenue Funds		
	Incentive for School Improvement PED	Beginning Teacher Mentoring	Breakfast for Elementary Students
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ 10,991	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	-
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 10,991</u>	<u>-</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	-
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	-
Deferred revenue	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	10,991	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>10,991</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 10,991</u>	<u>-</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

Statement A-1
(Page 6 of 6)

ASSETS	Capital Project Funds		Total Nonmajor Governmental Funds
	Capital Improvements SB-9	Public School Capital Outlay 20%	
<i>Current Assets</i>			
Cash and cash equivalents	\$ 6,963	\$ 71,741	\$ 484,854
Investments	-	49,661	49,661
Accounts receivable			
Taxes	18,481	-	18,481
Due from other governments	163,531	-	515,758
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Inventory	-	-	15,319
<i>Total assets</i>	\$ 188,975	\$ 121,402	\$ 1,084,073
 LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ 27	\$ -	\$ 5,102
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	351,152
Deferred revenue	12,395	-	12,863
<i>Total liabilities</i>	12,422	-	369,117
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	15,319
Restricted for:			
General Fund	176,553	121,402	699,637
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
<i>Total fund balances</i>	176,553	121,402	714,956
<i>Total liabilities and fund balances</i>	\$ 188,975	\$ 121,402	\$ 1,084,073

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	Special Revenue Funds		
	Food Services	Athletics	Non-Instructional Support
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	46	27	-
Food services	25,716	-	-
District activities	-	39,636	64,278
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	388,314	-	-
Department of Interior	-	-	-
Other items	31,437	-	-
<i>Total revenues</i>	<u>445,513</u>	<u>39,663</u>	<u>64,278</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	39,338	66,604
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	435,150	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>435,150</u>	<u>39,338</u>	<u>66,604</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>10,363</u>	<u>325</u>	<u>(2,326)</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	10,363	325	(2,326)
<i>Fund balances - beginning of year</i>	<u>114,923</u>	<u>8,930</u>	<u>29,753</u>
<i>Fund balances - end of year</i>	<u>\$ 125,286</u>	<u>\$ 9,255</u>	<u>\$ 27,427</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	Special Revenue Funds			
	Fresh Fruits & Vegetables	IDEA-B Risk Pool	Title V Part A Innovative Ed Pro Strategies	
<i>Revenues:</i>				
Taxes	\$	\$	\$	\$
Taxes levied/assessed	-	-	-	-
Local sources				
Tuition	-	-	-	-
Investment income	-	-	-	-
Food services	-	-	-	-
District activities	-	-	-	-
Other revenue	-	-	-	-
State sources				
Unrestricted Grants	-	-	-	-
Restricted Grants	-	-	-	-
Federal sources				
Unrestricted Grants	-	-	-	-
Unrestricted -state passthrough	-	-	-	-
Restricted Grants	-	-	-	-
Restricted -state passthrough	5,624	2,590	-	-
Department of Interior	-	-	-	-
Other items	-	-	-	-
<i>Total revenues</i>	<u>5,624</u>	<u>2,590</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	5,452	1,034	-	-
Support Services				
Students	-	1,556	-	-
Instruction	-	-	-	-
General Administration	172	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,624</u>	<u>2,590</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers	-	-	-	-
Bond Premium	-	-	-	-
Bond Proceeds	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

English Language Acquisition	Teacher/Principal Training	Safe & Drug Free Schools & Community	Rural & Low Income Schools
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
(1,601)	143,410	6,451	28,082
-	-	-	-
-	-	-	-
<u>(1,601)</u>	<u>143,410</u>	<u>6,451</u>	<u>28,082</u>
-	131,955	4,342	19,143
-	-	1,893	-
-	340	-	8,000
-	7,948	216	939
-	3,167	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	143,410	6,451	28,082
<u>(1,601)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
(1,601)	-	-	-
1,601	-	-	-
<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	Special Revenue Funds		
	Title I Stimulus	IDEA-B Entitlement Stimulus	IDEA-B Preschool Stimulus
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	290,916	153,647	8,226
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>290,916</u>	<u>153,647</u>	<u>8,226</u>
<i>Expenditures:</i>			
Current:			
Instruction	269,351	-	3,533
Support Services			
Students	1,365	153,647	4,693
Instruction	1,582	-	-
General Administration	10,977	-	-
School Administration	7,641	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>290,916</u>	<u>153,647</u>	<u>8,226</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Elementary School Breakfast Stimulus	Impact Aid Special Education	Impact Aid Education	Title XIX Medicaid
\$ -	\$ \$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	12,460	72,457	42,500
32,500	-	-	-
-	-	-	-
-	-	-	-
<u>32,500</u>	<u>12,460</u>	<u>72,457</u>	<u>42,500</u>
-	-	36,317	-
-	189	26,685	-
-	-	-	-
-	-	-	-
-	-	11,324	-
-	-	-	-
-	-	-	-
32,500	-	-	-
-	-	-	-
-	-	-	-
<u>32,500</u>	<u>189</u>	<u>74,326</u>	<u>-</u>
-	12,271	(1,869)	42,500
-	-	-	-
-	-	-	-
-	-	-	-
-	12,271	(1,869)	42,500
-	2,842	79,232	111,000
\$ -	\$ \$ 15,113	\$ 77,363	\$ 153,500

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	Special Revenue Funds		
	Indian Ed Formula Grant	R.E.A.D. Literacy through Libraries	SEG Federal Stimulus
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrou	-	-	-
Restricted Grants	27,387	-	76,021
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>27,387</u>	<u>-</u>	<u>76,021</u>
<i>Expenditures:</i>			
Current:			
Instruction	23,254	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	805	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance (-	-	68,160
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>24,059</u>	<u>-</u>	<u>68,160</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,328</u>	<u>-</u>	<u>7,861</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	3,328	-	7,861
<i>Fund balances - beginning of yea</i>	<u>(3,279)</u>	<u>-</u>	<u>(7,861)</u>
<i>Fund balances - end of year</i>	<u>\$ 49</u>	<u>\$ -</u>	<u>\$ -</u>

Education Jobs Fund	Dual Credit PED	GO Bond Libraries	Technology for Education PED
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	1,511	-	-
-	-	-	-
204,826	-	-	-
-	-	-	-
-	-	-	-
<u>204,826</u>	<u>1,511</u>	<u>-</u>	<u>-</u>
204,826	1,511	-	-
-	-	-	626
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>204,826</u>	<u>1,511</u>	<u>-</u>	<u>626</u>
-	-	-	(626)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	(626)
-	-	-	626
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	Special Revenue Funds		
	Incentive for School Improvement PED	Beginning Teacher Mentoring	Breakfast for Elementary Students
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrc	-	-	-
Restricted Grants	-	-	-
Restricted -state passthroug	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>			
Current:			
Instruction	1,945	77	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenanc	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>1,945</u>	<u>77</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,945)</u>	<u>(77)</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(1,945)	(77)	-
<i>Fund balances - beginning of y</i>	1,945	11,068	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 10,991</u>	<u>\$ -</u>

Library Book Allocation	Gear-up CHE	Special Capital Outlay-State
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	83,914	276,340
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>83,914</u>	<u>276,340</u>
-	70,057	-
-	3,893	-
-	248	-
-	-	-
-	9,716	-
-	-	-
-	-	118,616
-	-	-
-	-	-
-	-	56,591
-	-	-
-	-	-
<u>-</u>	<u>83,914</u>	<u>175,207</u>
<u>-</u>	<u>-</u>	<u>101,133</u>
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>101,133</u>
<u>-</u>	<u>-</u>	<u>(103,116)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,983)</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

Statement A-2
(Page 6 of 6)

	Capital Project Funds		Total Nonmajor Governmental Funds
	Capital Improvements SB-9	Public School Capital Outlay 20%	
<i>Revenues:</i>			
Taxes	\$	\$	\$
Taxes levied/assessed	154,715	-	154,715
Local sources			
Tuition	-	-	-
Investment income	32	176	281
Food services	-	-	25,716
District activities	-	-	103,914
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	340,730	-	702,495
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthroug	-	-	-
Restricted Grants	-	-	435,651
Restricted -state passthrough	-	-	1,980,223
Department of Interior	-	-	-
Other items	-	-	31,437
<i>Total revenues</i>	<u>495,477</u>	<u>176</u>	<u>3,434,432</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	-	1,622,867
Support Services			
Students	-	-	265,439
Instruction	-	-	94,271
General Administration	1,520	-	43,341
School Administration	-	-	22,703
Central Services	-	-	11,324
Operation & maintenance c	232,000	15,639	434,415
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	467,650
Capital outlay	230,403	5,508	292,502
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>463,923</u>	<u>21,147</u>	<u>3,254,512</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>31,554</u>	<u>(20,971)</u>	<u>179,920</u>
<i>Other financing sources (uses)</i>			
Transfers	-	-	-
Bond Premium	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	31,554	(20,971)	179,920
<i>Fund balances - beginning of year</i>	144,999	142,373	535,036
<i>Fund balances - end of year</i>	<u>\$ 176,553</u>	<u>\$ 121,402</u>	<u>\$ 714,956</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
FOOD SERVICE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 28,050	\$ 28,050	25,716	\$ (2,334)
State sources	-	-	-	-
Federal sources	370,000	370,000	430,884	60,884
Interest	-	-	46	46
<i>Total revenues</i>	<u>398,050</u>	<u>398,050</u>	<u>456,646</u>	<u>58,596</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	479,927	479,927	408,197	71,730
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>479,927</u>	<u>479,927</u>	<u>408,197</u>	<u>71,730</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(81,877)</u>	<u>(81,877)</u>	<u>48,449</u>	<u>130,326</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	81,877	81,877	-	(81,877)
<i>Total other financing sources (uses)</i>	<u>81,877</u>	<u>81,877</u>	<u>-</u>	<u>(81,877)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>48,449</u>	<u>48,449</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>61,724</u>	<u>61,724</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 110,173</u>	<u>\$ 110,173</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 48,449	
Adjustment to revenue for accruals and other deferrals			(37,971)	
Adjustment to expenditures for payables, prepaids and other accruals			(115)	
Net change in fund balance (GAAP basis)			<u>\$ 10,363</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
ATHLETICS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 25,020	\$ 36,681	39,498	\$ 2,817
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	27	27
<i>Total revenues</i>	<u>25,020</u>	<u>36,681</u>	<u>39,525</u>	<u>2,844</u>
<i>Expenditures:</i>				
Current:				
Instruction	34,306	45,967	39,285	6,682
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>34,306</u>	<u>45,967</u>	<u>39,285</u>	<u>6,682</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(9,286)</u>	<u>(9,286)</u>	<u>240</u>	<u>9,526</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	9,286	9,286	-	(9,286)
<i>Total other financing sources (uses)</i>	<u>9,286</u>	<u>9,286</u>	<u>-</u>	<u>(9,286)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>240</u>	<u>240</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,936</u>	<u>8,936</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,176</u>	<u>\$ 9,176</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 240	
Adjustment to revenue for accruals and other deferrals			138	
Adjustment to expenditures for payables, prepaids and other accruals			(53)	
Net change in fund balance (GAAP basis)			<u>\$ 325</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
NON-INSTRUCTIONAL SUPPORT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 60,000	\$ 60,000	63,568	\$ 3,568
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>60,000</u>	<u>60,000</u>	<u>63,568</u>	<u>3,568</u>
<i>Expenditures:</i>				
Current:				
Instruction	88,030	88,030	65,314	22,716
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>88,030</u>	<u>88,030</u>	<u>65,314</u>	<u>22,716</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(28,030)</u>	<u>(28,030)</u>	<u>(1,746)</u>	<u>26,284</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	28,030	28,030	-	(28,030)
<i>Total other financing sources (uses)</i>	<u>28,030</u>	<u>28,030</u>	<u>-</u>	<u>(28,030)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,746)</u>	<u>(1,746)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>31,233</u>	<u>31,233</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,487</u>	<u>\$ 29,487</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (1,746)	
Adjustment to revenue for accruals and other deferrals			710	
Adjustment to expenditures for payables, prepaids and other accruals			(1,290)	
Net change in fund balance (GAAP basis)			<u>\$ (2,326)</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
TITLE I SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	773,283	1,290,984	564,600	(726,384)
Interest	-	-	-	-
<i>Total revenues</i>	<u>773,283</u>	<u>1,290,984</u>	<u>564,600</u>	<u>(726,384)</u>
<i>Expenditures:</i>				
Current:				
Instruction	612,137	1,087,788	515,387	572,401
Support Services				
Students	12,000	20,000	404	19,596
Instruction	106,285	119,508	82,152	37,356
General Administration	30,861	50,080	20,764	29,316
School Administration	12,000	13,608	2,179	11,429
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>773,283</u>	<u>1,290,984</u>	<u>620,886</u>	<u>670,098</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(56,286)</u>	<u>(56,286)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(56,286)</u>	<u>(56,286)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(78,956)</u>	<u>(78,956)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (135,242)</u>	<u>\$ (135,242)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (56,286)	
Adjustment to revenue for accruals and other deferrals			57,609	
Adjustment to expenditures for payables, prepaids and other accruals			(1,323)	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
IDEA B ENTITLEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	309,204	360,282	298,029	(62,253)
Interest	-	-	-	-
<i>Total revenues</i>	<u>309,204</u>	<u>360,282</u>	<u>298,029</u>	<u>(62,253)</u>
<i>Expenditures:</i>				
Current:				
Instruction	219,077	255,661	218,648	37,013
Support Services				
Students	90,127	104,621	71,272	33,349
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>309,204</u>	<u>360,282</u>	<u>289,920</u>	<u>70,362</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,109</u>	<u>8,109</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>8,109</u>	<u>8,109</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(57,032)</u>	<u>(57,032)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (48,923)</u>	<u>\$ (48,923)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 8,109	
Adjustment to revenue for accruals and other deferrals			(8,169)	
Adjustment to expenditures for payables, prepaids and other accruals			60	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
IDEA B PRESCHOOL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	9,968	9,995	9,995	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,968</u>	<u>9,995</u>	<u>9,995</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	9,968	9,995	9,995	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>9,968</u>	<u>9,995</u>	<u>9,995</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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
FRESH FRUITS & VEGETABLES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	11,250	5,624	(5,626)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>11,250</u>	<u>5,624</u>	<u>(5,626)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	10,125	5,452	4,673
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,125	172	953
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>11,250</u>	<u>5,624</u>	<u>5,626</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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-10

TULAROSA MUNICIPAL 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,591	5,599	3,008
Interest	-	-	-	-
<i>Total revenues</i>	-	2,591	5,599	3,008
<i>Expenditures:</i>				
Current:				
Instruction	-	1,034	1,034	-
Support Services				
Students	-	1,557	1,556	1
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	2,591	2,590	1
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	3,009	3,009
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	3,009	3,009
<i>Cash balances - beginning of year</i>	-	-	(3,009)	(3,009)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 3,009	
Adjustment to revenue for accruals and other deferrals			(3,009)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-11

TULAROSA MUNICIPAL SCHOOLS
 TITLE V PART A INNOVATIVE ED PRO STRATEGIES SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-12

TULAROSA MUNICIPAL SCHOOLS
 ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	1,601	1,601
Interest	-	-	-	-
<i>Total revenues</i>	-	-	1,601	1,601
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,601	1,601
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	1,601	1,601
<i>Cash balances - beginning of year</i>	-	-	(1,601)	(1,601)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,601	
Adjustment to revenue for accruals and other deferrals			(3,202)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ (1,601)	

STATE OF NEW MEXICO

Statement A-13

TULAROSA MUNICIPAL 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	168,100	187,373	109,989	(77,384)
Interest	-	-	-	-
<i>Total revenues</i>	<u>168,100</u>	<u>187,373</u>	<u>109,989</u>	<u>(77,384)</u>
<i>Expenditures:</i>				
Current:				
Instruction	154,430	169,430	131,955	37,475
Support Services				
Students	-	-	-	-
Instruction	-	-	340	(340)
General Administration	7,622	11,267	7,701	3,566
School Administration	6,048	6,676	3,167	3,509
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>168,100</u>	<u>187,373</u>	<u>143,163</u>	<u>44,210</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(33,174)</u>	<u>(33,174)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(33,174)</u>	<u>(33,174)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(36,192)</u>	<u>(36,192)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (69,366)</u>	<u>\$ (69,366)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (33,174)	
Adjustment to revenue for accruals and other deferrals			33,421	
Adjustment to expenditures for payables, prepaids and other accruals			(247)	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-14

TULAROSA MUNICIPAL SCHOOLS
SAFE AND 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	7,998	5,576	(2,422)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,998</u>	<u>5,576</u>	<u>(2,422)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	5,838	4,342	1,496
Support Services				
Students	-	1,893	1,893	-
Instruction	-	-	-	-
General Administration	-	267	216	51
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,998</u>	<u>6,451</u>	<u>1,547</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(875)</u>	<u>(875)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(875)</u>	<u>(875)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>348</u>	<u>348</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (527)</u>	<u>\$ (527)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (875)	
Adjustment to revenue for accruals and other deferrals			995	
Adjustment to expenditures for payables, prepaids and other accruals			(120)	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	28,083	35,154	7,071
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>28,083</u>	<u>35,154</u>	<u>7,071</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	19,143	19,143	-
Support Services				
Students	-	-	-	-
Instruction	-	6,000	8,000	(2,000)
General Administration	-	940	939	1
School Administration	-	2,000	-	2,000
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>28,083</u>	<u>28,082</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,072</u>	<u>7,072</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,072</u>	<u>7,072</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(13,152)</u>	<u>(13,152)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,080)</u>	<u>\$ (6,080)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 7,072	
Adjustment to revenue for accruals and other deferrals			(7,072)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
TITLE I STIMULUS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	315,093	290,916	330,372	39,456
Interest	-	-	-	-
<i>Total revenues</i>	<u>315,093</u>	<u>290,916</u>	<u>330,372</u>	<u>39,456</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	225,055	269,350	269,350	-
Support Services				
Students	-	-	1,365	(1,365)
Instruction	72,000	4,337	1,583	2,754
General Administration	12,038	11,229	10,977	252
School Administration	6,000	6,000	7,641	(1,641)
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>315,093</u>	<u>290,916</u>	<u>290,916</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>39,456</u>	<u>39,456</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>39,456</u>	<u>39,456</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(49,509)</u>	<u>(49,509)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,053)</u>	<u>\$ (10,053)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 39,456	
Adjustment to revenue for accruals and other deferrals			(39,456)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-17

TULAROSA MUNICIPAL SCHOOLS
 IDEA-B ENTITLEMENT STIMULUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	153,647	300,725	147,078
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>153,647</u>	<u>300,725</u>	<u>147,078</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	153,647	153,647	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>153,647</u>	<u>153,647</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>147,078</u>	<u>147,078</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>147,078</u>	<u>147,078</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(147,078)</u>	<u>(147,078)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 147,078	
Adjustment to revenue for accruals and other deferrals			(147,078)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
IDEA-B PRESCHOOL STIMULUS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	8,226	8,185	(41)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,226</u>	<u>8,185</u>	<u>(41)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	3,533	3,533	-
Support Services				
Students	-	4,693	4,693	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,226</u>	<u>8,226</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(41)</u>	<u>(41)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(41)</u>	<u>(41)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,457)</u>	<u>(2,457)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,498)</u>	<u>\$ (2,498)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (41)	
Adjustment to revenue for accruals and other deferrals			41	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-19

TULAROSA MUNICIPAL SCHOOLS
 ELEMENTARY SCHOOL BREAKFAST STIMULUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	32,500	17,101	(15,399)
Interest	-	-	-	-
<i>Total revenues</i>	-	32,500	17,101	(15,399)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	32,500	32,500	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	32,500	32,500	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(15,399)	(15,399)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(15,399)	(15,399)
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (15,399)	\$ (15,399)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (15,399)	
Adjustment to revenue for accruals and other deferrals			15,399	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-20

TULAROSA MUNICIPAL SCHOOLS
IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	10,800	10,800	12,460	1,660
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,800</u>	<u>10,800</u>	<u>12,460</u>	<u>1,660</u>
<i>Expenditures:</i>				
Current:				
Instruction	8,025	8,025	-	8,025
Support Services				
Students	1,500	1,500	-	1,500
Instruction	1,275	1,275	-	1,275
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,800</u>	<u>10,800</u>	<u>-</u>	<u>10,800</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>12,460</u>	<u>12,460</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>12,460</u>	<u>12,460</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,000</u>	<u>3,000</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,460</u>	<u>\$ 15,460</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 12,460	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			(189)	
Net change in fund balance (GAAP basis)			<u>\$ 12,271</u>	

STATE OF NEW MEXICO

Statement A-21

TULAROSA MUNICIPAL SCHOOLS
IMPACT AID SPECIAL REVENUE FUNDSTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	55,320	55,320	72,457	17,137
Interest	-	-	-	-
<i>Total revenues</i>	<u>55,320</u>	<u>55,320</u>	<u>72,457</u>	<u>17,137</u>
<i>Expenditures:</i>				
Current:				
Instruction	75,505	75,505	36,317	39,188
Support Services				
Students	40,674	40,674	26,685	13,989
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	11,757	11,757	11,324	433
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>127,936</u>	<u>127,936</u>	<u>74,326</u>	<u>53,610</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(72,616)</u>	<u>(72,616)</u>	<u>(1,869)</u>	<u>70,747</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	72,616	72,616	-	(72,616)
<i>Total other financing sources (uses)</i>	<u>72,616</u>	<u>72,616</u>	<u>-</u>	<u>(72,616)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,869)</u>	<u>(1,869)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>79,232</u>	<u>79,232</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,363</u>	<u>\$ 77,363</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (1,869)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (1,869)</u>	

STATE OF NEW MEXICO

TULAROSA MUNICIPAL SCHOOLS
 TITLE XIX MEDICAID SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	42,500	42,500
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>42,500</u>	<u>42,500</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
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>42,500</u>	<u>42,500</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>42,500</u>	<u>42,500</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>111,000</u>	<u>111,000</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 153,500</u>	<u>\$ 153,500</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 42,500	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 42,500</u>	

STATE OF NEW MEXICO

Statement A-23

TULAROSA MUNICIPAL SCHOOLS
INDIAN ED FORMULA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	24,059	17,275	(6,784)
Interest	-	-	-	-
<i>Total revenues</i>	-	24,059	17,275	(6,784)
<i>Expenditures:</i>				
Current:				
Instruction	-	23,254	23,254	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	805	805	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	24,059	24,059	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(6,784)	(6,784)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(6,784)	(6,784)
<i>Cash balances - beginning of year</i>	-	-	(3,279)	(3,279)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (10,063)	\$ (10,063)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (6,784)	
Adjustment to revenue for accruals and other deferrals			10,112	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ 3,328	

STATE OF NEW MEXICO

TULAROSA MUNICIPAL SCHOOLS
 R.E.A.D. LITERACY THROUGH LIBRARIES SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-25

TULAROSA MUNICIPAL SCHOOLS
 SEG FEDERAL STIMULUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	75,720	76,021	108,087	32,066
Interest	-	-	-	-
<i>Total revenues</i>	<u>75,720</u>	<u>76,021</u>	<u>108,087</u>	<u>32,066</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	75,720	76,021	76,021	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>75,720</u>	<u>76,021</u>	<u>76,021</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>32,066</u>	<u>32,066</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>32,066</u>	<u>32,066</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(32,066)</u>	<u>(32,066)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 32,066	
Adjustment to revenue for accruals and other deferrals			(32,066)	
Adjustment to expenditures for payables, prepaids and other accruals			7,861	
Net change in fund balance (GAAP basis)			<u>\$ 7,861</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
EDUCATION JOBS FUND SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	204,826	204,826	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>204,826</u>	<u>204,826</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	204,826	204,826	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>204,826</u>	<u>204,826</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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
DUAL CREDIT PED SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,500	1,511	(989)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,500	1,511	(989)
<i>Expenditures:</i>				
Current:				
Instruction	-	2,500	1,511	989
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	2,500	1,511	989
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-28

TULAROSA MUNICIPAL SCHOOLS
GO BOND LIBRARIES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	8,720	8,720
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	8,720	8,720
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	8,720	8,720
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	8,720	8,720
<i>Cash balances - beginning of year</i>	-	-	(8,720)	(8,720)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 8,720	
Adjustment to revenue for accruals and other deferrals			(8,720)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-29

TULAROSA MUNICIPAL 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 ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<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	-	626	626	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>626</u>	<u>626</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(626)</u>	<u>(626)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	626	-	(626)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>626</u>	<u>-</u>	<u>(626)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(626)</u>	<u>(626)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>626</u>	<u>626</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (626)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (626)</u>	

STATE OF NEW MEXICO

Statement A-30

TULAROSA MUNICIPAL SCHOOLS
 INCENTIVE FOR SCHOOL IMPROVEMENT PED SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<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	-	1,945	1,945	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,945</u>	<u>1,945</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,945)</u>	<u>(1,945)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	1,945	-	(1,945)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,945</u>	<u>-</u>	<u>(1,945)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,945)</u>	<u>(1,945)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,945</u>	<u>1,945</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (1,945)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (1,945)</u>	

STATE OF NEW MEXICO

Statement A-31

TULAROSA MUNICIPAL SCHOOLS
 BEGINNING TEACHER MENTORING SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	11,068	77	10,991
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	11,068	77	10,991
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(11,068)	(77)	10,991
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	11,068	-	(11,068)
<i>Total other financing sources (uses)</i>	-	11,068	-	(11,068)
<i>Net change in fund balances</i>	-	-	(77)	(77)
<i>Cash balances - beginning of year</i>	-	-	11,068	11,068
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ 10,991	\$ 10,991
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (77)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ (77)	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
LIBRARY BOOK ALLOCATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
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 bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO

Statement A-34

TULAROSA MUNICIPAL SCHOOLS
 GEAR-UP CHE SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	89,687	80,719	(8,968)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	89,687	80,719	(8,968)
<i>Expenditures:</i>				
Current:				
Instruction	-	75,079	70,035	5,044
Support Services				
Students	-	3,893	3,893	-
Instruction	-	1,000	248	752
General Administration	-	-	-	-
School Administration	-	9,715	9,715	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	89,687	83,891	5,796
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,172)	(3,172)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(3,172)	(3,172)
<i>Cash balances - beginning of year</i>	-	-	(12,374)	(12,374)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (15,546)	\$ (15,546)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (3,172)	
Adjustment to revenue for accruals and other deferrals			3,172	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO

Statement A-35

TULAROSA MUNICIPAL SCHOOLS
 BOND BUILDING CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 2,250	\$ 2,250	-	\$ (2,250)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	3,348	3,348
<i>Total revenues</i>	<u>2,250</u>	<u>2,250</u>	<u>3,348</u>	<u>1,098</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	3,478,951	3,478,951	694,805	2,784,146
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,478,951</u>	<u>3,478,951</u>	<u>694,805</u>	<u>2,784,146</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,476,701)</u>	<u>(3,476,701)</u>	<u>(691,457)</u>	<u>2,785,244</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	600,000	600,000
Designated Cash	3,476,701	3,476,701	-	(3,476,701)
<i>Total other financing sources (uses)</i>	<u>3,476,701</u>	<u>3,476,701</u>	<u>600,000</u>	<u>(2,876,701)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(91,457)</u>	<u>(91,457)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,552,376</u>	<u>3,552,376</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,460,919</u>	<u>\$ 3,460,919</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (91,457)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			(38,585)	
Net change in fund balance (GAAP basis)			<u>\$ (130,042)</u>	

STATE OF NEW MEXICO

Statement A-36

TULAROSA MUNICIPAL SCHOOLS
SPECIAL CAPITAL OUTLAY STATE CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	184,500	184,500	149,028	(35,472)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>184,500</u>	<u>184,500</u>	<u>149,028</u>	<u>(35,472)</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	184,500	184,500	176,458	8,042
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>184,500</u>	<u>184,500</u>	<u>176,458</u>	<u>8,042</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(27,430)</u>	<u>(27,430)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(27,430)</u>	<u>(27,430)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(10,025)</u>	<u>(10,025)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,455)</u>	<u>\$ (37,455)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (27,430)	
Adjustment to revenue for accruals and other deferrals			35,472	
Adjustment to expenditures for payables, prepaids and other accruals			93,091	
Net change in fund balance (GAAP basis)			<u>\$ 101,133</u>	

STATE OF NEW MEXICO

Statement A-37

TULAROSA MUNICIPAL SCHOOLS
 CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 153,109	\$ 153,109	151,986	\$ (1,123)
State sources	639,416	639,416	177,199	(462,217)
Federal sources	-	-	-	-
Interest	-	-	32	32
<i>Total revenues</i>	<u>792,525</u>	<u>792,525</u>	<u>329,217</u>	<u>(463,308)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	2,529	2,529	1,520	1,009
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	904,515	904,515	557,586	346,929
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>907,044</u>	<u>907,044</u>	<u>559,106</u>	<u>347,938</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(114,519)</u>	<u>(114,519)</u>	<u>(229,889)</u>	<u>(115,370)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	114,519	114,519	-	(114,519)
<i>Total other financing sources (uses)</i>	<u>114,519</u>	<u>114,519</u>	<u>-</u>	<u>(114,519)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(229,889)</u>	<u>(229,889)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>236,852</u>	<u>236,852</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,963</u>	<u>\$ 6,963</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (229,889)	
Adjustment to revenue for accruals and other deferrals			172,817	
Adjustment to expenditures for payables, prepaids and other accruals			88,626	
Net change in fund balance (GAAP basis)			<u>\$ 31,554</u>	

STATE OF NEW MEXICO

Statement A-38

TULAROSA MUNICIPAL SCHOOLS
PUBLIC SCHOOL CAPITAL OUTLAY-20% CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 150	\$ 150	-	\$ (150)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	176	176
<i>Total revenues</i>	<u>150</u>	<u>150</u>	<u>176</u>	<u>26</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	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	141,275	141,275	21,656	119,619
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>141,275</u>	<u>141,275</u>	<u>21,656</u>	<u>119,619</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(141,125)</u>	<u>(141,125)</u>	<u>(21,480)</u>	<u>119,645</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	141,125	141,125	-	(141,125)
<i>Total other financing sources (uses)</i>	<u>141,125</u>	<u>141,125</u>	<u>-</u>	<u>(141,125)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(21,480)</u>	<u>(21,480)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>142,882</u>	<u>142,882</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,402</u>	<u>\$ 121,402</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (21,480)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			509	
Net change in fund balance (GAAP basis)			<u>\$ (20,971)</u>	

STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
DEBT SERVICE FUND

Statement A-39

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

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 603,827	\$ 603,827	\$ 629,822	\$ 25,995
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	165	165
<i>Total revenues</i>	<u>603,827</u>	<u>603,827</u>	<u>629,987</u>	<u>26,160</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	7,405	7,405	6,433	972
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	430,000	430,000	430,000	-
Interest	652,645	652,645	191,669	460,976
<i>Total expenditures</i>	<u>1,090,050</u>	<u>1,090,050</u>	<u>628,102</u>	<u>461,948</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(486,223)</u>	<u>(486,223)</u>	<u>1,885</u>	<u>488,108</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	486,223	486,223	-	(486,223)
<i>Total other financing sources (uses)</i>	<u>486,223</u>	<u>486,223</u>	<u>-</u>	<u>(486,223)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,885</u>	<u>1,885</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>539,903</u>	<u>539,903</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 541,788</u>	<u>\$ 541,788</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,885	
Adjustment to revenue for accruals and other deferrals			37,916	
Adjustment to expenditures for payables, prepaids and other accruals			(26,788)	
Net change in fund balance (GAAP basis)			<u>\$ 13,013</u>	

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FIDUCIARY FUNDS

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS

FIDUCIARY FUNDS

Agency Funds

Agency Funds – To account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Tularosa Municipal Schools has the following funds classified as Agency Funds:

Activity – To account for assets held by the District until distributed to various organizations at the schools.

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
AGENCY FUNDS

Schedule B

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
For the Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
ASSETS				
Elementary School Funds	\$ 139,053	\$ 36,932	\$ 27,950	\$ 148,035
Middle School Funds	5,142	3,597	3,628	5,111
High School Funds	16,837	79,542	75,038	21,341
Intermediate School Funds	11,670	15,857	16,032	11,495
Total Assets	<u>\$ 172,702</u>	<u>\$ 135,928</u>	<u>\$ 122,648</u>	<u>\$ 185,982</u>
LIABILITIES				
Deposits held for others	172,702	135,928	122,648	185,982
Total Liabilities	<u>\$ 172,702</u>	<u>\$ 135,928</u>	<u>\$ 122,648</u>	<u>\$ 185,982</u>

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SUPPORTING SCHEDULES

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
June 30, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	PAR/ Market Value June 30, 2011	Name and Location of Safekeeper
First National Bank	FNMA Pool 256809 31371NGS8 6.00% 7/1/2037	\$ 680,313	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FNMA 745004 31403CU58 5.50% 2/1/2025	342,143	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FNMA Pool AD7152 31418U5N0 415% 7/1/2025	1,494,606	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FNMA Pool 256530 31371M4P9 5.50% 12/1/2036	302,071	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FHR 1382 KA 312912WF1 6.25% 10/15/2022	40,598	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FHLMC Pool H00532 3128MSSV 5.0% 5/1/2035	177,857	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FNMA 664033 31391DV26 5.0% 1/1/2018	339,157	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FHLMC Pool G18053 3128MMBX0 5.0% 5/1/2020	173,288	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	FHLMC Callable 3133F4YE5 3.125% 8/15/2025	1,839,171	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	Lovington NM Municipal Sch Dist 547473BD9 4.3% 10/1/12	* 435,000	Federal Home Loan Bank of Dallas Irving, TX
First National Bank	Questa NM Indpt Sch Dist No 748352CY5 4.0% 9/1/2025	* 300,000	Federal Home Loan Bank of Dallas Irving, TX
Western Bank	FNMA 313618S92 8/1/2017	15,325	Western Bank Alamogordo, NM
Western Bank	GNMA 36225CJ49 5/20/2029	26,772	Western Bank Alamogordo, NM
Western Bank	GNMA 36202KA47 5/20/2016	18,301	Western Bank Alamogordo, NM
	Total Collateral Pledged	<u>\$ 6,184,601</u>	

* Stated at Par Value

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

Deposit or Investment Account Type	First National Bank of NM	Western Bank	State Treasurer's LGIP	Total
Operational Checking	\$ 702,331	\$ -	\$ -	\$ 702,331
Cafeteria Checking	120,992	-	-	120,992
Debt Service Checking	526,900	-	-	526,900
Federal Projects Checking	-	-	-	-
General Building Checking	3,211,986	-	-	3,211,986
Transportation Checking	1,176	-	-	1,176
Payroll Clearing Checking	821,191	-	-	821,191
Non Instructional Support Checking	-	38,665	-	38,665
Elementary School Checking	-	148,101	-	148,101
Intermediate School Checking	-	11,495	-	11,495
Middle School Checking	-	5,206	-	5,206
High School Checking	-	22,086	-	22,086
State Treasurer's LGIP	-	-	477,007	477,007
Total On Deposit	5,384,576	225,553	477,007	6,087,136
Reconciling Items	<u>(409,263)</u>	<u>(906)</u>	<u>-</u>	<u>(410,169)</u>
Reconciled Balance June 30, 2011	<u>\$ 4,975,313</u>	<u>\$ 224,647</u>	<u>\$ 477,007</u>	<u>\$ 5,676,967</u>

Reconciliation to financial statements:

Cash and cash equivalents:	
Total cash and cash equivalents per Statement of Net Assets	\$ 5,013,978
Total cash and cash equivalents per Fiduciary Statement of Assets and Liabilities	<u>185,982</u>
Total Cash (not including investments)	\$ 5,199,960
Total Investments per Statement of Net Assets	<u>477,007</u>
Total cash and Investments	<u>\$ 5,676,967</u>

STATE OF NEW MEXICO

Tularosa Municipal Schools

Cash Reconciliation

June 30, 2011

	Operational Account	Transportation Account	Instructional Materials Account	Food Services Account	Athletics Account
Cash per June 30, 2010 audit report	\$ 1,271,181	\$ 1,527	\$ 9,911	\$ 61,724	\$ 8,936
Add:					
2010-11 revenues	7,320,437	434,508	35,819	488,083	39,525
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	8,591,618	436,035	45,730	549,807	48,461
Less:					
2010-11 expenditures	(7,289,839)	(435,246)	(43,383)	(435,035)	(39,285)
Receivables/Payables	-	-	-	(4,599)	-
Permanent Cash Transfers	-	-	-	-	-
Voided Checks	-	-	-	-	-
Loans (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2011	<u>\$ 1,301,779</u>	<u>\$ 789</u>	<u>\$ 2,347</u>	<u>\$ 110,173</u>	<u>\$ 9,176</u>
Bank balance end of year	\$ 1,197,964	\$ 1,175	\$ 2,347	\$ 120,992	\$ 9,176
Deposits in transit	-	-	-	-	-
Outstanding checks	(453,507)	(386)	-	(10,819)	-
Reinstatement of Held Checks	435,446	-	-	-	-
Investments	<u>121,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2011	<u>\$ 1,301,779</u>	<u>\$ 789</u>	<u>\$ 2,347</u>	<u>\$ 110,173</u>	<u>\$ 9,176</u>

Activities Account	Non-Instructional Fund	Federal Flowthrough Fund	Federal Direct Fund	State Flowthrough Fund	State Direct Fund	Bond Building	Public Schools Capital Outlay
\$ 172,702	\$ 31,233	\$ (388,638)	\$ 157,886	\$ 4,919	\$ (12,373)	\$ 3,551,885	\$ -
135,928	63,568	1,692,548	457,605	10,231	80,719	603,837	-
-	-	-	-	-	-	-	-
308,630	94,801	1,303,910	615,491	15,150	68,346	4,155,722	-
(122,648)	(65,314)	(1,591,998)	(379,231)	(4,158)	(83,891)	(694,805)	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 185,982</u>	<u>\$ 29,487</u>	<u>\$ (288,088)</u>	<u>\$ 236,260</u>	<u>\$ 10,992</u>	<u>\$ (15,545)</u>	<u>\$ 3,460,917</u>	<u>\$ -</u>
\$ 186,888	\$ 38,665	\$ (288,088)	\$ 236,260	\$ 10,992	\$ (15,545)	\$ 3,171,016	\$ -
-	-	-	-	-	-	-	-
(906)	(9,178)	-	-	-	-	(715)	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	290,616	-
<u>\$ 185,982</u>	<u>\$ 29,487</u>	<u>\$ (288,088)</u>	<u>\$ 236,260</u>	<u>\$ 10,992</u>	<u>\$ (15,545)</u>	<u>\$ 3,460,917</u>	<u>\$ -</u>

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STATE OF NEW MEXICO
Tularosa Municipal Schools
Cash Reconciliation
6/30/2011

Schedule III
(Page 2 of 2)

	Special Capital Outlay State	Capital Improvements SB 9	Public Schools Cap Out 20%	Debt Service Fund	Total
Cash per June 30, 2010 audit report	\$ (10,025)	\$ 236,852	\$ 142,795	\$ 539,878	\$ 5,780,393
Add:					
2010-11 revenues	149,028	329,217	263	629,875	12,471,191
Loans from other funds	-	-	-	-	-
Total cash available	139,003	566,069	143,058	1,169,753	18,251,584
Less:					
2010-11 expenditures	(176,458)	(559,106)	(21,656)	(627,965)	(12,570,018)
Receivables/Payables	-	-	-	-	(4,599)
Permanent Cash Transfers	-	-	-	-	-
Voided Checks	-	-	-	-	-
Loans (to) from other funds	-	-	-	-	-
Cash June 30, 2011	<u>\$ (37,455)</u>	<u>\$ 6,963</u>	<u>\$ 121,402</u>	<u>\$ 541,788</u>	<u>\$ 5,676,967</u>
Bank balance end of year	\$ (37,455)	\$ 6,963	\$ 71,741	\$ 526,934	\$ 5,240,025
Deposits in transit	-	-	-	-	-
Outstanding checks	-	-	-	-	(475,511)
Reinstatement of Held Checks	-	-	-	-	435,446
Investments	-	-	49,661	14,854	477,007
Cash June 30, 2011	<u>\$ (37,455)</u>	<u>\$ 6,963</u>	<u>\$ 121,402</u>	<u>\$ 541,788</u>	<u>\$ 5,676,967</u>

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

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget and
The Governing Board
Tularosa Municipal Schools'
Albuquerque, New Mexico

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparison statement of the General fund activities of Tularosa Municipal School as of and for the year ended June 30, 2011, and have issued our report thereon dated September 9, 2011. We also have audited the financial statements of each of the Tularosa Municipal Schools' nonmajor governmental funds and the budgetary comparison schedules of each of the Tularosa Municipal Schools' nonmajor governmental funds and Bond Building and Debt Service funds presented as supplementary information in the accompanying combining and individual fund financial statements and the budgetary comparison statements as of and for the year ended June 30, 2011 as listed in the table of contents. 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 Tularosa Municipal Schools' 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 Tularosa Municipal Schools' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Tularosa Municipal Schools' 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 function, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or 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 the 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. However as described in the accompanying Schedule of Findings and questioned costs, we did not identify any deficiencies in internal control over financial reporting that we considered to be a material weakness as described above. A significant deficiency is a deficiency or 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.

Where Quality & Accuracy Count

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Compliance and Other Matters

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

This report is intended solely for the information and use of the audit committee, management, others within the organization, the Office of the State Auditor, NM 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.

Precision Accounting LLC
Albuquerque, New Mexico
September 9, 2011

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FEDERAL FINANCIAL ASSISTANCE

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

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget and
The Governing Board
Tularosa Municipal Schools
Albuquerque, New Mexico

Compliance

We have audited the compliance of Tularosa Municipal Schools' with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2011. Tularosa Municipal Schools' 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 Tularosa Municipal Schools' management. Our responsibility is to express an opinion on Tularosa Municipal Schools' 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 Tularosa Municipal Schools' 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 of Tularosa Municipal Schools' compliance with those requirements.

In our opinion, Tularosa Municipal Schools' complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

The management of Tularosa Municipal Schools' 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 Tularosa Municipal Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our 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 Tularosa Municipal Schools' internal control over compliance.

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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 non-compliance 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 the 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 the 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.

This report is intended solely for the information and use of the audit committee, management, others within the organization, the Office of the State Auditor, the New Mexico Legislature, 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.

Precision Accounting LLC
Albuquerque, New Mexico
September 9, 2011

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2011

Schedule IV

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Disbursements/ Expenditures
<i>Direct Programs:</i>				
U.S. Department of Education				
Impact Aid Special Education	84.041	25147	\$ 72,457	\$ 74,326
Impact Aid Education	84.041	25145	12,460	189
Indian Ed Formula Grant	84.060	25184	27,387	24,059
Total Direct Programs			<u>112,304</u>	<u>98,574</u>
<i>Pass Through Programs:</i>				
U.S. Department of Agriculture				
Passed through NM Public Education Department:				
Commodities Program	10.565	21000	31,437	31,437
National School Lunch Program	10.555	21000	388,314	435,150
National School Breakfast Program	10.553	21000/24290	32,500	32,500
Fresh Fruits & Vegetables	10.582	24118	5,624	5,624
Total U.S. Department of Agriculture			<u>457,875</u>	<u>504,711</u>
U.S. Department of Education				
Passed through NM Public Education Department:				
Title I	84.010	24101	622,209	622,209
Title I Stimulus	84.389	24201	290,916	290,916
IDEA B Entitlement	84.027	24106	289,860	289,860
IDEA B Entitlement Stimulus	84.391	24206	153,647	153,647
IDEA B Preschool	84.173	24109	9,995	9,995
IDEA B Preschool Stimulus	84.392	24209	8,226	8,226
IDEA B Risk Pool	84.027	24120	2,590	2,590
Teacher/Principal Training and Recruiting	84.367A	24154	143,410	143,410
Safe and Drug Free Schools and Communities	84.186A	24157	6,451	6,451
Rural & Low Income Schools	84.358	24160	28,082	28,082
ARRA State Stimulus	84.394	25250	76,021	68,160
Education Jobs Fund	84.410	25255	204,826	204,826
Total U.S. Department of Education			<u>1,836,233</u>	<u>1,828,372</u>
Total Federal Financial Assistance			<u>\$ 2,406,412</u>	<u>\$ 2,431,657</u>

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 Tularosa Municipal Schools (District) 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

The District did not provide any federal awards to subrecipients during the year.

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 \$31,437.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 2,431,657
Total expenditures funded by other sources	<u>9,930,947</u>
Total expenditures	<u>\$ 12,362,604</u>

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the basic financial statements of Tularosa Municipal Schools.
2. No significant deficiencies were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Tularosa Municipal Schools were disclosed during the audit.
4. There were no audit finding required to be reported under A-133.510(a).
5. The auditor's report on compliance for major federal award programs for Tularosa Municipal Schools expresses an unqualified opinion.
6. The programs tested as major were the Title I CFDA No. 84.010, Title I Federal Stimulus CFDA No. 84.389, IDEA B Entitlement CFDA No. 84.027, IDEA B Preschool CFDA No. 84.173, IDEA B Risk Pool CFDA No. 84.000, IDEA B Entitlement Federal Stimulus CFDA No. 84.391, IDEA B Preschool Federal Stimulus CFDA No. 84.392, Student Nutrition Program CFDA No. 10.555.
7. The threshold for distinguishing Types A and B programs was \$300,000.
8. Tularosa Municipal Schools qualified as a **high** risk auditee.

B. FINDINGS-FINANCIAL STATEMENT AUDIT

None

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

C. FINDINGS-FEDERAL AWARDS

None

D. PRIOR YEAR AUDIT FINDINGS

FS 2010-01 Untimely Deposits-**Cleared**

FS 2010-02 Purchasing Procedures-**Cleared**

FA 2010-01 Untimely Reporting (Student Nutrition Program, CFDA # 10.555, U.S. Department of Agriculture passed through NM Public Education Department)-**Cleared**

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STATE OF NEW MEXICO
TULAROSA MUNICIPAL SCHOOLS
OTHER DISCLOSURES
Year Ended June 30, 2011

A. AUDITOR PREPARED FINANCIAL STATEMENTS

Kathleen Richardson, the Business Manager, is capable of preparing, understanding and accepting responsibility for the GAAP basic financial statements. Although the District is responsible for the content of the financial statements they have contracted with the auditor to prepare the GAAP-basis financial statements and footnotes for inclusion in the annual audit report.

B. EXIT CONFERENCE

The contents of this report were discussed on September 7, 2011. The following individuals were in attendance.

Tularosa Municipal Schools
Mike Mackechnie, Member
Brenda Vigil, Superintendent
Kathleen Richardson, Business Manager
Brenda Rollerson, Receptionist
Sandy Montoya, Payroll Clerk
Theresa Silvas, AP Clerk
Tom Bregler, AR Clerk

Precision Accounting LLC
Melissa R. Santistevan, CPA
C. Jack Emmons, CPA, CFE