

EDUCATION TRUST BOARD OF NEW MEXICO

Financial Statements and Supplementary Information

June 30, 2019



**EDUCATION TRUST BOARD OF NEW MEXICO
TABLE OF CONTENTS**

Official Roster	1
Independent Auditors' Report	2
Management's Discussion & Analysis	5
Financial Statements:	
Statement of Net Position.....	13
Statement of Revenues, Expenses and Changes in Net Position.....	14
Statement of Cash Flows.....	15
Statement of Fiduciary Net Position.....	16
Statement of Changes in Fiduciary Net Position.....	17
Notes to Financial Statements.....	18
Supplementary Information:	
Combining Schedule of Fiduciary Net Position - Scholar's Edge.....	37
Combining Schedule of Fiduciary Net Position - The Education Plan.....	51
Combining Schedule of Changes in Fiduciary Net Position - Scholar's Edge.....	65
Combining Schedule of Changes in Fiduciary Net Position - The Education Plan.....	79
Schedule of Revenues, Expenses and Changes In Net Position - Budget and Actual - Administrative Fund.....	93
Schedule of Individual Deposit Accounts.....	94
Other Supplementary Information:	
Fund Performance Summary - By Portfolio - Scholar's Edge (Advisor Sold).....	95
Portfolio Investment Allocations - Scholar's Edge (Advisor Sold).....	99
Fund Performance Summary - By Portfolio - The Education Plan (Direct Sold).....	104

Portfolio Investment Allocations - The Education Plan (Direct Sold).....	106
--	-----

Government Auditing Standards Section:

Independent Auditors' Report On Internal Control Over Financial Reporting And On Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards.....	111
Schedule of Findings and Responses.....	113
Summary Schedule of Prior Audit Findings.....	114
Exit Conference.....	115

**EDUCATION TRUST BOARD OF NEW MEXICO
OFFICIAL ROSTER
JUNE 30, 2019**

BOARD OF DIRECTORS

Sandra Liggett, JD	Chair*/General Counsel, New Mexico Higher Education Department
Robert J. Desiderio, J.D.	Vice Chair
Dr. Jose Z. Garcia, Ph.D.	Member
David Jansen	Member
Mark Jarmie	Member

Theodore Miller	Executive Director
-----------------	--------------------

* According to state statute, the Chair of the Education Trust Board is the Cabinet Secretary of the Department of Higher Education or the Secretary's designee.



INDEPENDENT AUDITORS' REPORT

Board of Directors
Education Trust Board of New Mexico
and Mr. Brian Colón
New Mexico State Auditor
Santa Fe, New Mexico

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the aggregate remaining fund information of the Education Trust Board of New Mexico (the Board), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Board of Directors
Education Trust Board of New Mexico
and Mr. Brian Colón
New Mexico State Auditor

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, and the aggregate remaining fund information of the Board as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note 1, the financial statements of the Board are intended to present the financial position and changes in financial position of the Board. They do not purport to, and do not present fairly, the financial position of the entire State of New Mexico as of June 30, 2019, and the changes in its financial position, or where applicable, its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5-12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board's basic financial statements. The schedules listed as Supplementary Information and information listed as Other Supplementary Information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules listed as Supplementary Information in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules listed as Supplementary Information in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Directors
Education Trust Board of New Mexico
and Mr. Brian Colón
New Mexico State Auditor

The information listed in the table of contents as Other Supplementary Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2019, on our consideration of the Education Trust Board of New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the Education Trust Board of New Mexico's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Albuquerque, New Mexico
October 24, 2019

EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019

The following discussion and analysis provides an overview of the financial position and activities of the Education Trust Board of New Mexico (NMETB) as of and for the year ended June 30, 2019. This discussion should be read in conjunction with the accompanying financial statements and notes.

EDUCATION TRUST BOARD OF NEW MEXICO

NMETB operates as a self-sustaining state entity which is administratively connected to the New Mexico Department of Higher Education (NMHED). NMHED was created as a state agency in 2005 and NMSA 1978 §21-21K-4 (A) (1997) administratively attaches NMETB to NMHED. Case law holds that an administratively attached entity is a "constituent agency." Constituent agencies have the same legal status as their "parent" agency.

NMETB was established by New Mexico statute 21-21K-4 NMSA 1978 (Education Trust Act), which gives NMETB the authority to promulgate rules to carry out the Act, protect the financial integrity of the IRS 529 college savings plans, and to establish and maintain the program in compliance with Section 529 of the Internal Revenue Code. NMSA 1978 sections 21-21K-3 and 21-21K-5 give authority to enter into contracts with investors, review fund investments, pay institutions of higher education on behalf of beneficiaries, be a party to college investment agreements and approve circumstances for pre-designation of the beneficiary, and establish a refund policy.

FINANCIAL

The assets of NMETB exceeded its liabilities at June 30, 2019 by \$10.1 million (net position). The entire amount is considered restricted net position and may be used to meet NMETB's ongoing obligations.

The fiduciary funds had an increase in net position of approximately \$9 million, less than 1% from prior year.

OVERVIEW OF FINANCIAL STATEMENTS

This financial report is comprised of four components: 1) management's discussion and analysis (this section), 2) the basic financial statements, 3) notes to the financial statements, and 4) supplementary information.

The basic financial statements consist of the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, the Statement of Cash Flows and the notes thereto. The NMETB follows enterprise fund accounting. The financial statements offer information about the NMETB's activities and operations.

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

OVERVIEW OF FINANCIAL STATEMENTS, continued

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

The Statement of Revenues, Expenses and Changes in Net Position reports how NMETB's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The focus of the statement of activities is on both the gross and net cost of activities.

The final required financial statement is the Statement of Cash Flows. The primary purpose of this statement is to provide information about the NMETB's cash receipts and cash payments during the reporting period. The statement reports cash receipts, cash payments and net changes in cash resulting from operating, noncapital financing, capital and related financing and investing activities. The statement also provides information regarding the sources and uses of cash and the change in the cash balance during the reporting period.

The enterprise activities reflect NMETB's basic services, which include the administration of the Scholar's Edge and The Education Plan. These services are financed primarily through program fees and other general revenues (Investment Income).

Fiduciary fund financial statements present information about the status of the Scholar's Edge and The Education Plan fiduciary activities of NMETB. The financial statements are accompanied by notes that are essential to a full understanding of the financial information in this report.

FINANCIAL ANALYSIS - ENTERPRISE ACTIVITIES

Net Position. Assets of enterprise activities exceeded enterprise activities liabilities by \$10.1 million at June 30, 2019. The following table summarizes NMETB's summarized assets, liabilities, and net position as of June 30:

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

FINANCIAL ANALYSIS - ENTERPRISE ACTIVITIES, continued

Summarized Assets, Liabilities and Net Position

(in thousands)	2019	2018
ASSETS		
Current and Other Assets	\$ 10,194	\$ 9,475
Total Assets	10,194	9,475
LIABILITIES		
Other Liabilities	65	65
Total Liabilities	65	65
NET POSITION		
Restricted	10,129	9,410
Total Net Position	\$ 10,129	\$ 9,410

Changes in Net Position: Total revenues for the year ended June 30, 2019 were \$2.6 million compared with expenses of \$1.9 million. The following table summarizes NMETB's changes in net position for the years ended June 30:

Changes in Net Position - For the Year Ended

(in thousands)	2019	2018
REVENUES		
Program Revenues		
Charges for Goods and Services	\$ 2,402	\$ 2,623
Total Program Revenues	2,402	2,623
GENERAL REVENUES		
Investment Income	207	104
Total General Revenues	207	104
Total Revenues	2,609	2,727
EXPENSES		
Administration of Educational Savings Plan	1,890	1,961
Total Expenses	1,890	1,961
CHANGE IN NET POSITION	719	766
Net Position - Beginning of Year	9,410	8,644
NET POSITION - END OF YEAR	\$ 10,129	\$ 9,410

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

FIDUCIARY FUNDS BACKGROUND INFORMATION

Scholar's Edge (Advisor Sold) and The Education Plan (Direct Sold). Scholar's Edge and The Education Plan (Plans) were established by NMETB. The Plans are maintained by the State of New Mexico and are administered by NMETB, which serves as trustee of the Education Trust of New Mexico (Trust). NMETB has the authority to appoint a Program Manager, adopt rules and regulations to implement and administer the Plans and Trust, and establish investment policies for the Trust. OFI Private Investments Inc. (OFIPI) is the Program Manager of the Plans. Oppenheimer Funds Distributor, Inc. (OFDI) is the sole distributor of the Plans. Brown Brothers Harriman (BBH) accounts for the Plans. Both the Plans are accounted for as fiduciary private trust funds.

The Plans are a savings vehicle for higher education expenses under Section 529 of the U.S. Internal Revenue Code of 1986, as amended (Section 529). The Plans are comprised of a variety of different investment portfolios. These portfolios offer different asset allocation mixes to investors based on their needs, time frames, and risk tolerances. In previous years, each portfolio was presented separately in the basic financial statements. Management has elected to present each portfolio as supplementary information following the basic financial statements and related notes.

FINANCIAL ANALYSIS - SCHOLAR'S EDGE

Scholar's Edge condensed statements of fiduciary net position as of June 30 are as follows:

(in thousands)	2019	2018
ASSETS		
Investments, at Fair Value	\$ 1,895,503	\$ 1,903,552
Cash	2,892	2,217
Receivables and Other Assets	4,663	4,283
Total Assets	1,903,058	1,910,052
LIABILITIES		
Payables and other Liabilities	5,125	4,211
Total Liabilities	5,125	4,211
NET POSITION	\$ 1,897,933	\$ 1,905,841

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

FINANCIAL ANALYSIS - SCHOLAR'S EDGE, continued

The investments of the Portfolios decreased \$8 million from 2018 to 2019 mainly due to net shareholder redemptions. 2018 had net shareholder redemptions of \$75 million; and 2019 had net shareholder redemptions of \$96 million.

The majority of the receivables consist of shareholder contributions purchased but not received as of June 30. The majority of the liabilities consisted of shareholder redemptions processed but not yet delivered as of June 30 and payment for securities purchased June 30, but not yet cleared.

Scholar's Edge condensed statements of changes in fiduciary net position for the years ended June 30 are as follows:

(in thousands)	2019	2018
ADDITIONS		
Subscriptions	\$ 721,616	\$ 1,490,315
Investment Income:		
Dividend Income and Interest	87,622	61,114
Less: Expenses	9,064	10,663
Net Investment Income	78,558	50,451
Realized Investment Gains		
Capital Gains from Underlying Investments	(2,031)	193,699
Net (Decrease) Increase in Fair Value of Investments	11,570	(164,131)
Total Additions	809,713	1,570,334
DEDUCTIONS		
Redemptions	(817,621)	(1,565,798)
CHANGE IN NET POSITION	(7,908)	4,536
Net Position - Beginning of Year	1,905,841	1,901,305
NET POSITION - END OF YEAR	\$ 1,897,933	\$ 1,905,841

Investment income is comprised of dividend and interest income; expenses are primarily management, distribution, and administrative fees.

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

FINANCIAL ANALYSIS - THE EDUCATION PLAN

The Education Plan condensed statements of fiduciary net position as of June 30 are as follows:

(in thousands)	2019	2018
ASSETS		
Investments, at Fair Value	\$ 576,029	\$ 559,708
Cash	539	265
Receivables and Other Assets	1,742	1,877
Total Assets	578,310	561,850
LIABILITIES		
Payables and other Liabilities	1,383	1,875
Total Liabilities	1,383	1,875
NET POSITION	\$ 576,927	\$ 559,975

The investments of the Portfolios increased \$16.3 million from 2018 to 2019 mainly due to market appreciation. 2018 had net shareholder redemptions of \$3.6 million; and 2019 had net shareholder redemptions of \$11.7 million.

The majority of the receivables consist of shareholder contributions purchased but not received as of June 30. The majority of the liabilities consisted of shareholder redemptions processed but not yet delivered as of June 30 and payment for securities purchased June 30, but not yet cleared.

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

FINANCIAL ANALYSIS - THE EDUCATION PLAN, continued

The Education Plan condensed statements of changes in fiduciary net position for the years ended June 30 are as follows:

(in thousands)	2019	2018
ADDITIONS		
Subscriptions	\$ 220,567	\$ 352,560
Investment Income:		
Dividend Income and Interest	19,898	13,242
Less: Expenses	558	733
Net Investment Income	19,340	12,509
Realized Investment Gains		
Capital Gains from Underlying Investments	(609)	88,480
Net Increase (Decrease) in Fair Value of Investments	9,908	(72,761)
Total Additions	249,206	380,788
DEDUCTIONS		
Redemptions	(232,254)	(356,140)
CHANGE IN NET POSITION	16,952	24,648
Net Position - Beginning of Year	559,975	535,327
NET POSITION - END OF YEAR	\$ 576,927	\$ 559,975

Investment income is comprised of dividend and interest income; expenses are primarily management and administrative fees.

**EDUCATION TRUST BOARD OF NEW MEXICO
MANAGEMENT'S DISCUSSION ANALYSIS
YEAR ENDED JUNE 30, 2019**

BUDGET

NMETB adopts an annual budget for the Administrative Fund based upon the recommendation of program staff. NMETB's budget is established through an annual budget adjustment request, subject to the review of the New Mexico Department of Finance and Administration (DFA) and the New Mexico Legislative Finance Committee (LFC). NMETB is not included in the General Appropriations Act (GAA) and does not receive state general fund appropriations, therefore, cash balances remaining at the end of the year do not revert to the New Mexico State General Fund.

Administrative Fund revenues of \$2.4 million were not included in the budget. Actual expenditures of \$1.9 million were less than budgeted expenditures of \$2.3 million.

PROGRAM MANAGEMENT

OppenheimerFunds, the current program manager for the Scholar's Edge and The Education Plan, was acquired by Invesco in May 2019. As a result of this acquisition, a selection process for a new program manager was initiated by NMETB. Ascensus was chosen to succeed OppenheimerFunds as the new program manager. Ascensus is the largest provider of 529 recordkeeping and administrative services in the country. A transition period is now underway. Ascensus will become the program manager once the transition period ends later this year.

ECONOMIC OUTLOOK

NMETB's economic outlook is closely related to the activities and status of the public investment markets. NMETB's Administrative Fund is dependent upon the automatic fee deposit that is made every month, as a percentage of the net position that resides in the two 529 savings plans: the Scholar's Edge and The Education Plan.

NMETB operates as a self-sustaining state entity and has two full-time equivalent employees. The State of New Mexico does not appropriate to NMETB any budgeted amounts.

CONTACTING MANAGEMENT

This financial report is designed to provide members of NMETB and others with a general overview of NMETB's Administrative and fiduciary funds. If you have questions about this report or need additional financial information, contact the Executive Director at the following address:

Education Trust Board of New Mexico
1516 Paseo de Peralta
Santa Fe, NM 87501

Financial Statements

EDUCATION TRUST BOARD OF NEW MEXICO
STATEMENT OF NET POSITION
JUNE 30, 2019

	11250 Administrative Fund
ASSETS	
Investment in State General Fund Investment Pool	\$ 630,291
Investment in Local Government Investment Pool	8,987,272
Accounts Receivable	576,745
TOTAL ASSETS	10,194,308
LIABILITIES	
Accounts Payable	35,576
Accrued Expenses and Compensated Absences	29,625
TOTAL LIABILITIES	65,201
NET POSITION	
Restricted for Administrative Purposes	10,129,107
TOTAL NET POSITION	\$ 10,129,107

See auditor's report and accompanying notes to financial statements

EDUCATION TRUST BOARD OF NEW MEXICO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2019

	11250 Administrative Fund
	<hr/>
OPERATING REVENUES	
Program Revenue	\$ 1,752,320
Marketing Grass Roots	650,000
	<hr/>
TOTAL REVENUE	2,402,320
 OPERATING EXPENSES	
Administrative and Other Expenses	1,890,772
	<hr/>
TOTAL OPERATING EXPENSES	1,890,772
 OPERATING INCOME	 511,548
 NON-OPERATING REVENUES (EXPENSES)	
Investment Income, Net of Expenses	207,110
	<hr/>
CHANGE IN NET POSITION	718,658
 Net Position, Beginning of Year	 9,410,449
	<hr/>
NET POSITION, END OF YEAR	\$ 10,129,107
	<hr/> <hr/>

See auditor's report and accompanying notes to financial statements

**EDUCATION TRUST BOARD OF NEW MEXICO
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2019**

	11250 Administrative Fund
	<hr/>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash from grants and contracts	\$ 2,208,905
Cash paid to employees and suppliers	(1,836,788)
	<hr/>
CASH PROVIDED BY OPERATING ACTIVITIES	<u>372,117</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	211,558
Investment expenses	(4,448)
	<hr/>
CASH PROVIDED BY INVESTING ACTIVITIES	<u>207,110</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	579,227
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>9,038,336</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 9,617,563</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 511,548
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
Prepays	53,594
Accounts receivable	(193,415)
Accounts payable	(9,765)
Accrued expenses	10,155
	<hr/>
Total adjustments	<u>(139,431)</u>
CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 372,117</u></u>

See auditor's report and accompanying notes to financial statements

Intentionally blank page.

EDUCATION TRUST BOARD OF NEW MEXICO
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2019

	<u>50580</u>	<u>50480</u>	<u>Total</u>
	Scholar's Edge	The Education Plan	(Memorandum Only)
ASSETS			
Investments, at Fair Value (Scholar's Edge Cost \$1,732,155,808; The Education Plan Cost \$521,995,614)	\$ 1,895,503,163	\$ 576,028,759	\$ 2,471,531,922
Cash	2,891,980	539,370	3,431,350
Receivables and Other Assets:			
Receivable for Capital Shares Issued	1,938,654	512,989	2,451,643
Receivable for Securities Purchased	768,460	642,205	1,410,665
Accrued Income	1,956,011	586,725	2,542,736
 TOTAL ASSETS	 <u>1,903,058,268</u>	 <u>578,310,048</u>	 <u>2,481,368,316</u>
 LIABILITIES			
Payable for Capital Shares Redeemed	2,218,919	384,717	2,603,636
Payable for Securities Purchased	2,430,476	993,078	3,423,554
Accrued Expenses	462,622	2,364	464,986
Other Liabilities	13,331	2,823	16,154
 TOTAL LIABILITIES	 <u>5,125,348</u>	 <u>1,382,982</u>	 <u>6,508,330</u>
 FIDUCIARY NET POSITION	 <u><u>\$ 1,897,932,920</u></u>	 <u><u>\$ 576,927,066</u></u>	 <u><u>\$ 2,474,859,986</u></u>

See auditor's report and accompanying notes to financial statements

EDUCATION TRUST BOARD OF NEW MEXICO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2019

	50580 Scholar's Edge	50480 The Education Plan	Total (Memorandum Only)
ADDITIONS			
Subscriptions	\$ 721,616,354	\$ 220,567,170	\$ 942,183,524
Investment Income			
Dividends	87,527,044	19,869,583	107,396,627
Interest	94,931	28,337	123,268
Less: Expenses:			
Distribution Fees	5,365,455	-	5,365,455
Management Fees	2,210,569	276,026	2,486,595
State Administrative Fees	1,473,698	276,018	1,749,716
Other Reimbursement	14,343	6,233	20,576
NET INVESTMENT INCOME	78,557,910	19,339,643	97,897,553
Capital Losses from Underlying Investments	(2,030,575)	(608,669)	(2,639,244)
Net Increase in Fair Value of Investments	11,569,909	9,907,896	21,477,805
TOTAL ADDITIONS	809,713,598	249,206,040	1,058,919,638
DEDUCTIONS			
Redemptions	(817,621,406)	(232,254,377)	(1,049,875,783)
CHANGE IN NET POSITION	(7,907,808)	16,951,663	9,043,855
Fiduciary Net Position, Beginning of Year	1,905,840,728	559,975,403	2,465,816,131
FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 1,897,932,920</u>	<u>\$ 576,927,066</u>	<u>\$ 2,474,859,986</u>

See auditor's report and accompanying notes to financial statements

Intentionally blank page.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE A - ORGANIZATION AND BACKGROUND

The Education Trust Board of New Mexico (NMETB) operates as a self-sustaining state entity which is administratively connected to the New Mexico Department of Higher Education (NMHED). NMHED was created as a state agency in 2005 and NMSA 1978 §2121K-4 (A) (1997) administratively attaches NMETB to NMHED. Case law holds that an administratively attached entity is a "constituent agency." Constituent agencies have the same legal status as their "parent" agency. NMETB does not have any component units.

NMETB was established by New Mexico statute 21-21K-4 NMSA 1978 (Education Trust Act) gives NMETB the authority to promulgate rules to carry out the Act; protect the financial integrity of the IRS 529 college savings plans; and preserve program benefits and ensure appropriate use of tax benefits. NMSA 1978 sections 21-21K-3 and 21-21K-5 gives authority to enter into contract with investors, review investments, and pay institutions of higher education on behalf of beneficiaries, be a party to college investment agreements and approve circumstances for predesignation of the beneficiary, and establish a refund policy.

NMETB is the governing body for New Mexico's IRS section 529 college savings plans and their administration. Members are appointed by the Governor, Senate Pro Tem, and Speaker of the House of Representatives. The NMETB is responsible for making rules and regulations for the development and implementation of the Education Trust Act.

NMETB's financial statements include the statement of net position, statement of revenues, expenses and changes in net position, and statement of cash flows of the Administrative Fund, and the fiduciary funds statements of financial position and change in financial position. They are not intended to present the financial position or changes in financial position of the State of New Mexico.

NMETB's Administrative Fund is an enterprise fund used to account for the administrative operations of the NMETB. Scholar's Edge and The Education Plan College Savings Program (Plans) are NMETB's fiduciary funds used to account for New Mexico's IRS section 529 college savings plans. The Plans are maintained and administered by the Board, which serves as trustee of the Education Trust of New Mexico (Trust). The Board has the authority to appoint a program manager, adopt rules and regulations to implement and administer the Plans, and establish investment policies. OFI Private Investments Inc. (OFIPI) is the program manager of the Plans. OppenheimerFunds Distributor, Inc. (OFDI) is the sole distributor of the Plans.

The Plans are a savings vehicle for higher education expenses under Section 529 of the U.S. Internal Revenue Code of 1986, as amended (Section 529). The Plans are comprised of 103 different investment portfolios (Portfolios).

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE A - ORGANIZATION AND BACKGROUND (continued)

The Portfolios offer different asset allocation mixes to provide for investors that have different needs, time frames, and risk tolerances. Each portfolio within Scholar's Edge is offered in retail Class A units and Class C units. All classes of units have identical rights to earnings and assets, except for class-specific expenses.

College Savings Plans' assets can be used for qualified educational expenses including tuition and fees, certain room and board expenses, books, and required supplies and equipment at any accredited post-secondary school that is eligible to participate in federal student financial aid programs. This includes most public or private universities, graduate schools, community colleges, and vocational schools. Assets in the plans are subject to investment risk and are not guaranteed by the state.

Investment Portfolios. Scholar's Edge and The Education Plan offer various investment portfolios to accommodate the needs of participants. Investment portfolios of each plan are as follows:

Scholar's Edge Portfolios: Age Based Portfolio 100, Age Based Portfolio 90, Age Based Portfolio 80, Age Based Portfolio 70, Age Based Portfolio 60, Age Based Portfolio 50, Age Based Portfolio 40, Age Based Portfolio 30, Age Based Portfolio 20, Age Based Portfolio 10, Portfolio 100, Portfolio 90, Portfolio 80, Portfolio 70, Portfolio 60, Portfolio 50, Portfolio 40, Portfolio 30, Portfolio 20, Portfolio 10, Dreyfus Research Growth Portfolio, Value Portfolio, Main Street Mid Cap Portfolio, International Growth Portfolio, American Century Diversified Bond Portfolio, Global Strategic Income Portfolio, Institutional Government Money Market Portfolio, Capital Preservation Portfolio, Global Portfolio, Discovery Portfolio, Dividend Opportunity Portfolio, Global Opportunities Portfolio, Gold & Special Minerals Portfolio, International Bond Portfolio, International Diversified Portfolio, Limited Term Government Portfolio, Main Street Portfolio, Real Estate Portfolio, Rising Dividends Portfolio, Senior Floating Rate Portfolio, Developing Markets Portfolio, Fixed Income Portfolio, Low Duration Fixed Income Portfolio, Capital Income Portfolio, Main Street Small Cap Portfolio, International Small-Mid Company Portfolio, Global Focus Portfolio, MainStay HighYield Corporate Bond Portfolio, Limited-Term Bond Portfolio, SteelPath Select 40 Portfolio, Total Return Bond Portfolio, American Century Short Duration Inflation Protected Portfolio, Global Allocation Portfolio, and T. Row Price Blue Chip Growth Portfolio.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE A - ORGANIZATION AND BACKGROUND (continued)

Investment Portfolios, continued:

Scholar's Edge Portfolios, continued. The Plan invests primarily in Underlying Investments managed by Invesco, Ltd. ("Invesco"), Mainstay, American Century, Dreyfus and T. Rowe Price. The equity, fixed income, and money market mutual funds are registered under the Investment Company Act of 1940, as amended. The registered mutual funds include: Invesco Oppenheimer Value Fund, Dreyfus Research Growth Fund, Monetta Young Investor Fund, Invesco Oppenheimer Main Street Fund, Invesco Oppenheimer Main Street Mid Cap Fund, Invesco Oppenheimer International Growth Fund, American Century Diversified Bond Fund, Invesco Oppenheimer International Bond Fund, Invesco Oppenheimer Limited-Term Government Fund, Invesco Oppenheimer Global Strategic Income Fund, Mainstay High Yield Corporate Bond Fund, Invesco Oppenheimer Senior Floating Rate Fund, Invesco Oppenheimer Institutional Government Money Market Fund, Invesco Oppenheimer Global Fund, Invesco Oppenheimer Global Opportunities Fund, Invesco Oppenheimer Developing Markets Fund, Invesco Oppenheimer International Diversified Fund, Invesco Oppenheimer Rising Dividends Fund, Invesco Oppenheimer Equity Income Fund, Invesco Oppenheimer Dividend Opportunity Fund, Invesco Oppenheimer Discovery Fund, Invesco Oppenheimer Gold & Special Minerals Fund, Invesco Oppenheimer Real Estate Fund, Invesco Oppenheimer Limited-Term Bond Fund, Invesco Oppenheimer Global Value Fund, Invesco Oppenheimer Main Street Small Cap Fund, Invesco Oppenheimer International Small-Mid Company Fund, Invesco Oppenheimer Capital Income Fund, Invesco Oppenheimer SteelPath Select 40 Fund, Invesco Oppenheimer Total Return Bond Fund, American Century Short Duration Inflation Protected, Invesco Oppenheimer Global Allocation Fund, and T. Rowe Price Blue Chip Growth Fund.

Additionally, Scholar's Edge invests in nonregistered investments, including various fixed income products and contracts with New York Life. Both the registered and nonregistered funds are individually or collectively referred to as the Underlying Investments.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE A - ORGANIZATION AND BACKGROUND (continued)

Investment Portfolios, continued:

The Education Plan Portfolios: Age Based Portfolio 100, Age Based Portfolio 90, Age Based Portfolio 80, Age Based Portfolio 70, Age Based Portfolio 60, Age Based Portfolio 50, Age Based Portfolio 40, Age Based Portfolio 30, Age Based Portfolio 20, Age Based Portfolio 10, Age Based Portfolio 5, Index Age Based Portfolio 100, Index Age Based Portfolio 90, Index Age Based Portfolio 80, Index Age Based Portfolio 70, Index Age Based Portfolio 60, Index Age Based Portfolio 50, Index Age Based Portfolio 40, Index Age Based Portfolio 30, Index Age Based Portfolio 20, Index Age Based Portfolio 10, Index Age Based Portfolio 5, Portfolio 100, Portfolio 90, Portfolio 80, Portfolio 70, Portfolio 60, Portfolio 50, Portfolio 40, Portfolio 30, Portfolio 20, Portfolio 10, Portfolio 5, Short Term Yield Portfolio, Index Portfolio 100, Index Portfolio 90, Index Portfolio 80, Index Portfolio 70, Index Portfolio 60, Index Portfolio 50, Index Portfolio 40, Index Portfolio 30, Index Portfolio 20, Index Portfolio 10, Index Portfolio 5, Age Based Low Duration Fixed Income Portfolio, Index Age Based Low Duration Fixed Income Portfolio, Fixed Income Portfolio, Low Duration Fixed Income Portfolio, Index Fixed Income Portfolio and Index Low Duration Fixed Income Portfolio.

The Plan invests its assets in partnerships and a combination of mutual funds managed by Invesco Ltd. ("Invesco"), Dreyfus Corporation, TIAA-CREF, and The Vanguard Group. The Underlying Investments include: Invesco Oppenheimer Value Fund, Invesco Oppenheimer International Growth Fund, Invesco Oppenheimer Main Street Fund, TIAA-CREF International Equity Fund, Dreyfus Bond Market Index Fund, Invesco Oppenheimer Institutional Government Money Market Fund, Invesco Oppenheimer Developing Markets Fund, Invesco Oppenheimer Real Estate Fund, Invesco Oppenheimer Limited-Term Government Fund, Invesco Oppenheimer Senior Floating Rate Fund, Invesco Oppenheimer Global Fund, Invesco Oppenheimer Main Street Mid Cap Fund, Vanguard Extended Market Index Fund, Vanguard Total Stock Market Index Fund, Vanguard Total International Stock Index Fund, Vanguard REIT Index Fund, Invesco Oppenheimer Limited-Term Bond Fund, Invesco Oppenheimer Main Street Small Cap Fund, Vanguard Developed Markets Index Fund, Vanguard Total Bond Market Index Fund, Vanguard Short-Term Inflation-Protected Securities Fund, Vanguard Short-Term Bond Index Fund. and Dreyfus Institutional S&P 500 Stock Index Fund. These mutual funds are diversified management investment companies registered under the Investment Company Act of 1940, as amended.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statements. The statement of net position, statement of revenue, expenses, and changes in net position, and statement of cash flows, provide operational accountability information for NMETB as an economic unit. They report the entity's ability to maintain service levels and continue to meet its obligations as they come due.

The accounts of NMETB are organized on the basis of funds, each of which is considered to be an independent fiscal and accounting entity. The operations of each fund are accounted for within separate sets of self-balancing accounts, which comprise its assets, liabilities, fund balance, revenues, expenditures, and other financing sources and uses.

Funds include the Administrative Fund (Fund 11250), an enterprise fund, and the Scholar's Edge Fund (Fund 50580) and The Education Plan (Fund 50480), both fiduciary funds.

Basis of Accounting. For financial purposes, NMETB is considered an enterprise fund engaged in business-type activities. The financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting in conformity with U.S. generally accepted accounting principles. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when incurred, regardless of when the related cash flow takes place. Revenue from grants, entitlements, and contributions is recognized in the fiscal year in which eligibility requirements have been satisfied.

As fiduciary funds, the Scholar's Edge and The Education Plan financial statements are presented using the economic resources measurement focus and the accrual basis of accounting in conformity with generally accepted accounting principles in the United States as defined by the Governmental Accounting Standards Board (GASB). Under this method of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of the related cashflows.

Dividends of equity securities are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Net Position. The difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources, is referred to as net position. Net position is categorized as net investment in capital assets (net of related debt), restricted, and unrestricted, based on the following:

Restricted Net Position. Third-party statutory limitations on their use. When there is an option, NMETB spends restricted resources first. Restricting statute for net position is 21-21K-4 NMSA 1978 – Education Trust Act. Restricted net position was \$10,129,107 at June 30, 2019.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position, continued:

Unrestricted Net Position reflects net position of the NMETB not restricted for any project or other purpose. NMETB had no unrestricted net position at June 30, 2019.

Cash, Cash Equivalents and Investments. Cash equivalents are defined as highly liquid investments with original maturities of three months or less. NMETB Administrative Fund's cash and cash equivalents consist of cash held at the New Mexico State Treasurer's Office invested in the General Fund Investment Pool and Local Government Investment Pool.

Security Valuation. Each Portfolio calculates the net asset value of its units as of the close of The New York Stock Exchange (Exchange), normally 4:00 P.M. Eastern time, on each day the Exchange is open for trading, except in the case of a scheduled early closing of the Exchange, in which case the Plans will calculate net asset value of the units as of the scheduled early closing of the Exchange. The net asset values of the Underlying Investments are determined as of the close of the Exchange, on each day the Exchange is open for trading. Short-term "money market type" debt securities with remaining maturities of sixty days or less are valued at amortized cost (which approximates market value); "money market type" debt securities with no contractual maturities or redemption amounts are valued at fair market value.

Each investment asset or liability of the Portfolio is assigned a level at measurement date based on the significance and source of the inputs to its valuation. Various data inputs are used in determining the value of each of the Portfolios' investments as of the reporting period end. These data inputs are categorized in the following hierarchy:

- Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities that can be accessed at the measurement date
- Level 2 Inputs other than unadjusted quoted prices that are observable for the asset or liability either directly or indirectly
- Level 3 Significant unobservable inputs

As of June 30, 2019, and without consideration as to the classification level of the specific investments held, the Plan classifies its investment in the Underlying Investments as Level 1, with the exception of the NYLIM Funding Agreement, held by the Capital Preservation Portfolio, which is measured at contract value.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Security Valuation, continued:

These investments are classified as follows:

Scholar's Edge:

	Valuation			
	Fair Value Measurements Using			
	June 30, 2019	Level I	Level 2	Level 3
Money Market	\$ 29,340,451	\$ 29,340,451	\$ -	\$ -
Investments:				
Domestic Equity	453,510,416	453,510,416	-	-
Global & International Equity	431,176,259	431,176,259	-	-
Domestic Fixed Income	733,371,812	733,371,812	-	-
Global Fixed Income	111,035,063	111,035,063	-	-
Balanced Funds	111,993,122	111,993,122	-	-
Total Investments by Fair Value Level	1,870,427,123	\$ 1,870,427,123	\$ -	\$ -
Contracts	25,076,040	\$ -	\$ -	\$ -
	<u>\$ 1,895,503,163</u>			

The Education Plan:

	Valuation			
	Fair Value Measurements Using			
	June 30, 2019	Level I	Level 2	Level 3
Money Market	\$ 17,960,071	\$ 17,960,071	\$ -	\$ -
Investments:				
Domestic Equity	182,637,502	182,637,502	-	-
Global & International Equity	110,623,797	110,623,797	-	-
Domestic Fixed Income	264,807,389	264,807,389	-	-
Global Fixed Income	-	-	-	-
Balanced Funds	-	-	-	-
Total Investments by Fair Value Level	\$ 576,028,759	\$ 576,028,759	\$ -	\$ -

The Guaranteed Investment contract is measured at contract value.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Security Valuation (continued):

Guaranteed Investment Contract (GIC) - Scholar's Edge. GIC's are contractual arrangements, not securities and are therefore not subject to custodial credit risk. However, there is a risk that an insurance company could fail to perform its contractual obligations for financial or other reasons.

Security Transactions: Security transactions are recorded on the trade date. Realized gains and losses on securities sold are determined on the high cost method.

Contributions, Withdrawals, and Distributions. There is an unlimited number of no par value units that can be issued. Contributions and withdrawals are recorded at the unit value determined on the valuation date following receipt of notice of the contribution or withdrawal. Contributions and withdrawals are subject to sufficient advance notifications as outlined in the Plan Description and Participation Agreement. The portfolios' unit values (net asset values) are determined daily. Net investment income for all portfolios is retained and reflected in the net asset value of each portfolio.

Investment Income and Dividends. Dividend income is recorded on the ex-dividend date. Noncash dividends included in dividend income, if any, are recorded at the fair market value of the securities received.

Interest income, which includes accretion of discount and amortization of premium, is accrued as earned. Income and capital gain distributions from the Underlying Investments are recorded on the ex-dividend date. Dividends from income are included in investment income and capital gain distributions are included in net realized gain/loss.

Allocation of Income, Expenses, Gains and Losses. Income, expenses (other than those attributable to a specific class), gains, and losses are allocated on a daily basis to each class of units based upon the relative proportion of net position represented by such class. Operating expenses directly attributable to a specific class are charged against the operations of that class.

Use of Estimates. The preparation of financial statements, in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Outflows/Inflows of Resources. The statement of net position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflow of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position and the balance sheet will also sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. NMETB reported no deferred outflows or inflows of resources as of June 30, 2019.

Revenues and Expenses. Operating revenues include activities that have the characteristics of an exchange transaction as well as those that relate directly to finance the administration of the Scholar's Edge and The Education Plans. Operating Revenue consists of Program Fees and related Marketing Grass Roots revenue. Operating expenses include activities that have the characteristics of an exchange transaction such as a) employee salaries, benefits, and related expense; b) utilities, supplies, and other services; and c) professional fees.

Budget. NMETB adopts an annual budget for the Administrative Fund based upon the recommendation of program staff. NMETB's budget is established through an annual budget adjustment request, subject to the review of the New Mexico Department of Finance and Administration (DFA) and the New Mexico Legislative Finance Committee (LFC). NMETB is not included in the General Appropriations Act (GAA) and does not receive state general fund appropriations, therefore, cash balances remaining at the end of the year do not revert to the New Mexico State General Fund.

NOTE C - CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents reported in the Administrative Fund at June 30, 2019 include a balance of \$8,987,272 invested with New Mexico State Treasurer's Office (STO) Local Government Investment Pool (LGIP). LGIP deposits are not guaranteed or insured by the State of New Mexico, the Federal Deposit Insurance Corporation (FDIC), the Federal Reserve Board, or any other agency or bank. These deposits involve certain investment risks and returns are not guaranteed. As of June 30, 2019, STO provides the following disclosure regarding the LGIP holdings:

New Mexico LGIP AAAM Rated \$8,987,272 [35] day WAM (R); [112] day WAM (F)

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE C - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Limitations or restrictions on withdrawals:

- Amounts less than \$30 million may be withdrawn within 24 hours of notice to the STO;
- Amounts of \$30 million to \$60 million require notice of 2 business days to the STO;
- Amounts of \$60 million to \$100 million require notice of 5 business days to the STO;
- Amounts in excess of \$100 million require notification of 10 business days to the STO.

Funds are withdrawn from the Pool one business day prior to transfer to maintain the liquidity of the Pool for all participants. With prior approval by the LGIP Bureau Chief or a designee, participant withdrawals made within the 24-hour limitation will be treated as an emergency withdrawal. Participants will be charged an emergency withdrawal fee to cover the cost of the emergency wire. Emergency withdrawal requests must follow the withdrawal procedure outlined above and must include a letter explaining the emergency. The LGIP Bureau reserves the right to decline any emergency withdrawals.

Stability Protection—Notwithstanding the withdrawal guidelines, the STO reserves the right to limit participant withdrawals if the State Treasurer determines that doing so is required to ensure the stability of the LGIP.

The State General Fund Investment Pool balance held by the New Mexico State Treasurer was \$630,291 at June 30, 2019. Funds can be withdrawn from the New Mexico State Treasurer as needed. However, 2.2.2.12(A)(14) NMAC requires NMETB to report this cash balance as an investment. All earnings on deposits are retained by the New Mexico State Treasurer's Office General Fund investment pool; therefore, from the NMETB's perspective, the balances are noninterest bearing and stated at cost. The New Mexico State Treasurer deposits public monies with New Mexico financial institutions in denominations which generally are in excess of the \$250,000 insurance coverage provided by federal agencies.

Accordingly, the New Mexico State Treasurer requires the depository financial institutions provide additional collateral for such investments. The collateral generally is in the form of marketable debt securities and is required in amounts ranging from 50% to 102% of the par value of the investment dependent upon the institutions operating results and capital. Collateral is required in amounts equal to 50% of the average investment balance. To obtain pledged collateral, investment risk, custodial credit risk, and insurance coverage information for the NMETB's investment in the New Mexico State Treasurer's General Fund investment pool, a copy of separately issued financial statements as of June 30, 2019 can be obtained from the New Mexico State Treasurer's Office. All collateral is held in third-party safekeeping.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE C - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Interest Rate Risk—The New Mexico State Treasurer’s Office has an investment policy that limits investment maturities to five years or less on allowable investments. This policy is a means of managing exposure to fair value losses arising from increasing interest rates. This policy is reviewed and approved annually by the New Mexico State Board of Finance.

Credit Risk—The New Mexico State Treasurer’s pools are not rated.

For additional GASB 40 disclosure information regarding cash held by the New Mexico State Treasurer, the reader should see the separate audit report for the New Mexico State Treasurer’s Office for the fiscal year ended June 30, 2019.

The schedule of individual deposit accounts that the Administrative Fund held as of June 30, 2019 is presented as supplemental information to these financial statements.

Cash amounts reported in the Scholar’s Edge and The Education Plan are nonpublic participant deposits. Funds are managed by the program manager of the Plans, OFIPI, and are held by a custodian, CitiBank, a reputable financial institution. Cash balances for each portfolio constituting the Plans are deposited in separate custody accounts and insured by the FDIC up to \$250,000. Cash amounts deposited to these accounts are for re-investment purposes and occasionally may exceed \$250,000. However, cash is typically transferred out of the account to be re-invested and allocated to the underlying investments on a trade date plus one business day basis. As of June 30, 2018, the cash balances reported for the Scholar’s Edge and The Education Plan were \$2,891,980 and \$539,370, respectively.

NOTE D - INVESTMENT RISK

Certain investments are subject to investment risk based on the amount of risk in the underlying investments. The NMETB has adopted GASB Statement No. 40, Deposit and Investment Risk Disclosures. The standard requires disclosure of essential risk information about deposits and investments. Investments of the NMETB are uninsured and are held in the NMETB’s name.

Custodial Credit Risk. Custodial credit risk is the risk that, in the event of a failure, the NMETB’s deposits and investments may not be returned promptly. Because investments of the NMETB are generally in mutual funds and other Underlying Investments, this risk is significantly mitigated.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE D - INVESTMENT RISK (continued)

Credit Risk. Credit risk is the risk that an issuer of an investment will not fulfill its obligations. The NMETB invests directly in Underlying Investments. For registered Underlying Investments, prospectuses provide greater detail about the investment strategies and practices in compliance with federal regulations and specifically, the Form N-1A of the Investment Company Act of 1940. Form N-1A discloses information investment and policies objectives, as well as information on the company structure and operations. In addition, Program Disclosure Statement and the Participation Agreements provide greater detail about the credit risk, if any, associated with nonregistered Underlying Investments.

Interest Rate Risk. Interest rate risk refers to value fluctuations of fixed-income securities resulting from the inverse relationship between price and yield. The market value fluctuations of fixed-income securities already held will not affect the interest payable on those securities. However, the fluctuations will affect the market value and in turn will affect net asset values.

Foreign Currency Risk. Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment in a foreign security. NMETB's Underlying Investments invest in assets denominated in various foreign currencies in pooled vehicles. For registered Underlying Investments, prospectuses provide greater detail about the investment strategies and practices, in compliance with federal regulations and specifically, the Form N-1A of the Investment Company Act of 1940. Form N-1A discloses information and policies about the Underlying Investment and its investment objectives, as well as information on the company structure and operations. In addition, the Program Disclosure Statement and the Participation Agreement provide greater detail about the risks of investing in foreign currencies by certain nonregistered Underlying Investments. NMETB does not have a specific policy addressing foreign currency risk.

Concentration of Credit Risk. NMETB's investment policy requires diversification of the portfolio, but does not specify maximum amounts that can be invested in any one investment vehicle, maturity, issuer, or class of securities.

Scholar's Edge:

Issue Name	% of Investment
Invesco Oppenheimer Global Fund	9 %
Invesco Oppenheimer Total Return Bond Fund	9
Invesco Oppenheimer International Growth Fund	7
Invesco Oppenheimer Main Street Fund	6
Invesco Oppenheimer Capital Income	5
Invesco Oppenheimer International Bond Fund	5
Invesco Oppenheimer Limited Term Government Fund	5

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE D - INVESTMENT RISK (continued)

Concentration of Credit Risk, continued:

Scholar's Edge, continued:

Issue Name	% of Investment
American Century Diversified Bond Fund	5 %
T. Rowe Price Blue Chip Growth	5
Invesco Oppenheimer Limited Term Bond Fund	5

The Education Plan:

Issue Name	% of Investment
Vanguard Total Stock Market Index	17 %
Vanguard Total Bond Market Index	14
Invesco Oppenheimer Limited Term Bond Fund	7
Invesco Oppenheimer Limited Term Government Fund	7
Vanguard Short-Term Bond Index Fund	7
Vanguard Total International Stock Index Fund	6
Vanguard Short-Term Inflation-Protected Fund	5

Credit Risk. As of June 30, 2019, credit ratings for the fixed-income Underlying Investments are as follows:

Scholar's Edge:

	Total Investments								
	Oppenheimer Global Strategic Income Fund	Oppenheimer Limited-Term Government Fund	Oppenheimer International Bond Fund	American Century Diversified Bond Fund	Mainstay High Yield Corporate Bond Fund	Oppenheimer Limited-Term Bond Fund	Oppenheimer Senior Floating Rate Fund	Oppenheimer Total Return Bond Fund	American Century Short Duration Fund
AAA	28.07 %	91.86 %	14.36 %	58.51 %	0.00 %	19.96 %	3.29 %	47.03 %	48.53 %
AA	2.13	0.54	3.61	6.55	0.00	5.49	0.00	5.02	7.85
A	4.89	3.57	11.95	12.83	0.00	20.89	0.00	16.84	15.95
BBB	16.09	3.33	25.7	18.89	0.00	46.52	1.77	27.37	18.57
BB and lower	40.28	0.11	29.65	3.17	0.00	6.87	89.54	3.32	8.52
NRSRO-Rated Total	91.46	99.41	85.27	99.95	0.00	99.73	94.60	99.58	99.42
Not Rated	8.54	0.59	14.73	0.05	0.00	0.27	5.40	0.42	0.58
Total	100.00 %	100.00 %	100.00 %	100.00 %	0.00 %	100.00 %	100.00 %	100.00 %	100.00 %

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE D - INVESTMENT RISK (continued)

Credit Risk, continued:

The Education Plan:

	Total Investments					
	Oppenheimer Limited-Term Government Fund	Oppenheimer Limited-Term Bond Fund	Oppenheimer Senior Floating Rate Fund	Vanguard Total Bond Market Index	Vanguard Short Term Bond Index	Vanguard Short Term TIPS
AAA	91.86 %	19.96 %	3.29 %	67.68 %	70.60 %	100.00 %
AA	0.54	5.49	0.00	3.46	4.43	0.00
A	3.57	20.89	0.00	11.15	11.43	0.00
BBB	3.33	46.52	1.77	17.71	13.54	0.00
BB and lower	0.11	6.87	89.54	0.00	0.00	0.00
NRSRO-Rated Total	99.41	99.73	94.60	100.00	100.00	100.00
Not Rated	0.59	0.27	0.00	0.00	0.00	0.00
Total	100.00 %	100.00 %	94.60 %	100.00 %	100.00 %	100.00 %

Equity Risk. Equity Risk is the risk that stocks and other equity securities held by the Underlying Investments may fluctuate in price, which could cause portfolios to lose value. The price movement of individual equity securities may not occur uniformly across industry or capitalization and can be impacted by the factors at the market, sector, or individual company level.

Interest Rate Risk. As of June 30, 2019, the duration for the fixed-income Underlying Investments of the Scholar's Edge Plan are as follows:

Fund	2019 (In Years)
Oppenheimer Total Return Bond Fund	5.67
American Century Diversified Bond Fund	5.60
Oppenheimer Global Strategic Income Fund	3.37
Oppenheimer International Bond Fund	3.30
Mainstay High Yield Corporate Bond Fund	3.00
Oppenheimer Limited-Term Government Fund	2.29
Oppenheimer Limited Term Bond Fund	2.00
American Century Short Duration Fund	1.90
Oppenheimer Senior Floating Rate Fund	0.33

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE D - INVESTMENT RISK (continued)

Interest Rate Risk, continued:

As of June 30, 2019, the duration for the fixed-income Underlying Investments of The Education Plan are as follows:

Fund	2019 (In Years)
Vanguard Total Bond Market Index	6.00
Vanguard Short Term TIPS Fund	2.70
Vanguard Short Term Bond Fund	2.60
Invesco Oppenheimer Limited-Term Government Fund	2.29
Invesco Oppenheimer Limited-Term Bond Fund	2.00
Invesco Oppenheimer Senior Floating Rate Fund	0.33

NOTE E - ACCOUNTS RECEIVABLE

The accounts receivable reported in the Administrative fund in the amount of \$146,474 represent the administrative fee revenues earned in June but collected in July. In addition, the remaining amount of \$430,271 relates to marketing fee revenues that have not yet been expended by NMETB.

NOTE F - RETIREMENT BENEFITS - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

NMETB, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement Association (PERA). Disclosure requirements for governmental funds apply to the primary government as a whole, and as such, this information will be presented in the Comprehensive Annual Financial Report (CAFR) of the State of New Mexico.

Information concerning the net pension liability, pension expense and pension-related deferred inflows and outflows of resources of the primary government will be contained in the CAFR and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building, 407 Galisteo Street, Santa Fe, New Mexico, 87501.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE G - POSTEMPLOYMENT BENEFITS - STATE RETIREE HEALTHCARE PLAN (RHCA)

Compliance with the requirement of Government Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State of New Mexico has implemented this standard for the fiscal year ended June 30, 2018.

The NMETB, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple-employer defined benefit postemployment health care plan that provides comprehensive group health insurance for persons who have retired from certain public service positions in New Mexico. The other postemployment benefits (OPEB) Plan is administered by the Retiree Health Care Authority of the State of New Mexico. Overall, total OPEB liability exceeds OPEB Plan net position resulting in a net OPEB liability. The state has determined the State's share of the net OPEB liability to be a liability of the State as a whole, rather than any agency or department of the State and the liability will not be reported in the department or agency level financial statements of the State. All required disclosures will be presented in the Comprehensive Annual Financial Report (CAFR) of the State of New Mexico.

Information concerning the net liability, benefit expense, and benefit-related deferred inflows and deferred outflows of resources of the primary government will be contained in the State of New Mexico Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2018 and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building, 407 Galisteo Street, Santa Fe, New Mexico, 87501.

NOTE H - PROGRAM FEE REVENUES

During fiscal year 2019, NMETB received revenue from the program managers to pay its expenses. The agreement prior to November 17, 2017 provided fees between 5 and 10 basis points from Oppenheimer Funds based on assets under management. Effective November 17, 2018, the fee is 5 basis points 8 basis points of the average daily net assets of the plan on Scholar's Edge and The Education Plan portfolio's, respectively.

NOTE I - RELATED PARTY INFORMATION AND FEES

Administration. NMETB is administratively connected to the New Mexico Department of Higher Education (NMHED). In accordance with the state statute, the Chair of the Education Trust Board is the designee of the Cabinet Secretary of the Department of Higher Education.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 - RELATED PARTY INFORMATION AND FEES (continued)

Expenses. The Plans of the fiduciary fund bear certain ongoing fees, which are charged against the assets of the Portfolios, to provide for the cost associated with the distribution, servicing, and administration. There are also indirect fees and expenses of the Underlying Investments in which the Portfolios invest. In addition, there may be certain fees and expenses the NMETB may impose from time to time. The NMETB may change or add new fees at any time.

Program Management Fees. The Portfolios pay an annualized fee on the average daily net position of the Plans of the fiduciary fund, which is paid on a monthly basis to OFIPI for plan administration and investment management services. Prior to November 17, 2017, the Portfolios paid an annualized fee of .10%. OFI Global, an affiliate of the Program Manager, may receive compensation directly from certain of the Underlying Investments in which the Portfolios invest for serving as the investment adviser of those funds. Certain Underlying Investments charge fees at the investing partner level (i.e. Portfolio). Effective November 17, 2017, the Scholar's Edge Portfolios pay an annualized fee of .12%, and The Education Plan Portfolios' pay an annualized fee of .05%.

The Plan Manager and the NMETB have agreed to voluntarily waive the program management fee and the administrative fee respectively, (but not below zero) to the extent necessary to assist the Short-Term Yield Portfolio in attempting to maintain at least a zero percent return. There is no guarantee that the Short-Term Yield Portfolio will maintain this return. This undertaking may be amended or withdrawn at any time.

Service Plan for Class A Units-Scholar's Edge. The Portfolios adopted a service plan for Class A units which reimburse the Distributor for a portion of its costs incurred for services provided to accounts that hold Class A units. Reimbursement is made quarterly at an annual rate of up to 0.25% of the average annual net position of Class A units of the Portfolio. The Distributor currently uses those fees to pay dealers, brokers, banks, and other financial institutions quarterly for providing personal services and maintenance of accounts of their customers that hold Class A units. Any unreimbursed expenses the Distributor incurs with respect to Class A units in any fiscal year cannot be recovered in subsequent years.

Service Plan for Class C Units-Scholar's Edge. Distribution and service plans for Class C units compensate the Distributor for its services in connection with the distribution of those units and servicing accounts. Under the plans, the Portfolios pay the Distributor an annual asset-based sales charge of 1.00% per year on Class C units. The Distributor also receives a service fee of up to 1% per year for Class C units. If Class C plan is terminated by the Portfolios or by the participants of a class, the board of trustees and its independent trustees must determine whether the Distributor shall be entitled to pay from the Portfolios on all or a portion of the service fee and/or asset-based sales charge in respect to units sold prior to the effective date of such termination.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE I - RELATED PARTY INFORMATION AND FEES, (continued)

Sales Charges - Scholar's Edge. Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Portfolios. They are deducted from the proceeds of sales of Portfolio units prior to investment or from redemption proceeds prior to remittance, as applicable. Class A units include a maximum initial sales charge of 3.50%, except the Short-Term Yield Portfolio, which Financial Advisors and the brokers who sell Units of the Short-Term Yield Portfolio do not receive any initial or ongoing compensation. Prior to November 17, 2017, Class A units included a maximum initial sales charge of 4.75%. Class C units include the CDSC of 1% for the one-year period.

NOTE J - INCOME TAXES

The Plans of the fiduciary fund were established under Section 529 of the Internal Revenue Code, which provides that all Portfolios within the Plans shall be exempt from income taxes. Therefore, no federal income tax provision is required. Individual account owners may be subject to federal income tax under certain conditions.

NOTE K - COMPENSATED ABSENCES

Certain amounts of vacation and sick pay earned and not taken are obligations of NMETB and recorded as payables. Sick leave accumulated in excess of 600 hours, not to exceed 120 hours, is payable semiannually at a rate equal to 50% of the employee's hourly wage. Upon termination, vacation pay up to 240 hours becomes immediately payable. Vacation in excess of 240 hours and the first 600 hours of sick leave are forfeited upon termination. Upon retirement, sick leave is limited to 400 hours accumulated in excess of 600 hours at the 50% hourly rate. Accrued vacation and sick pay is recorded as a liability, and the net change during the current year is recorded as an expense in NMETB's governmental activities.

A summary of changes in accrued vacation and sick pay is as follows:

	2018	Additions	Deletions	2019
Compensated absences	\$ 11,539	11,503	(4,190)	\$ 18,852

Of the balance outstanding at June 30, 2019, the full amount of \$18,852 is estimated to be due within one year.

EDUCATION TRUST BOARD OF NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE L - RISK MANAGEMENT

The NMETB, as a state agency defined in the New Mexico Tort Claims Act, is insured through the Risk Management Division of the New Mexico General Services Department. The Office of Risk Management Division pays annual premiums for coverage provided in the following areas:

- Liability and civil rights protection for claims made by others against the State of New Mexico;
- Coverage to protect the State of New Mexico's property and assets; and
- Fringe benefit coverage for the State of New Mexico employees.

NOTE M - STATE GENERAL FUND INVESTMENT POOL

As provided for in Section 8-6 of the New Mexico Statutes Annotated 1978, the State Treasurer shall receive and keep all monies of the State, except when otherwise provided, and shall disburse the public money upon lawful warrants. The State Treasurer's Organization (STO) acts as the State's bank. Agency cash receipts are deposited with STO and pooled in a State Investment Fund, when amounts are greater than immediate needs they are placed into short-term investments. When agencies make payments to vendors and employees they are made from this pool and their claims on the pool reduced.

The comprehensive cash reconciliation model, which compares aggregated agency claims on the State General Fund Investment Pool to the associated resources held by the State Treasurer's Office, is now in its third year. This process has been reviewed multiple times by the IPAs during the audits of the General Fund, the Department of Finance and Administration and the State of New Mexico's Comprehensive Annual Financial Report. The reviews have deemed the process to be sound and the Department fully compliant with the requirements of the monthly process. As of June 30, 2019, the Department of Finance and Administration provides the following assertions:

- 1) Resources held in the pool were equivalent to the corresponding business unit claims on those resources.
- 2) All claims as recorded in SHARE shall be honored at face value.

NOTE N - ACQUISITION

On May 24, 2019, Massachusetts Mutual Life Insurance Company ("MassMutual"), an indirect corporate parent of OppenheimerFunds, Inc. ("OFI"), sold OppenheimerFunds, Inc. and its subsidiaries, including OFIPI and OFDI, the program manager and distributor, respectively, to Invesco Ltd. ("Invesco"), a leading independent global investment management company. In turn, MassMutual and OFI's employee shareholders received a combination of common and preferred equity consideration and MassMutual became a significant shareholder in Invesco (the "Transaction").

Intentionally blank page.

Supplementary Information

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	<u>Age Based Portfolio 100</u>	<u>Age Based Portfolio 90</u>	<u>Age Based Portfolio 80</u>
ASSETS			
Investments, at Value	\$ 9,371,610	\$ 16,880,816	\$ 31,858,643
Cash	11,716	21,957	40,467
Receivables and Other Assets:			
Receivable for Capital Shares Issued	59,269	57,607	18,540
Receivable for Securities Purchased	5,211	12,402.00	9,056
Accrued Income	126	4,800	18,702
	<u>9,447,932</u>	<u>16,977,582</u>	<u>31,945,408</u>
TOTAL ASSETS	9,447,932	16,977,582	31,945,408
LIABILITIES			
Payable for Capital Shares Redeemed	52,978	13,369	41,965
Payable for Securities Purchased	114	5,068	18,593
Accrued Expenses	2,404	4,806	8,676
Other Liabilities	61	110	208
	<u>55,557</u>	<u>23,353</u>	<u>69,442</u>
TOTAL LIABILITIES	55,557	23,353	69,442
FIDUCIARY NET POSITION	<u><u>\$ 9,392,375</u></u>	<u><u>\$ 16,954,229</u></u>	<u><u>\$ 31,875,966</u></u>

<u>Age Based Portfolio 70</u>	<u>Age Based Portfolio 60</u>	<u>Age Based Portfolio 50</u>	<u>Age Based Portfolio 40</u>	<u>Age Based Portfolio 30</u>
\$ 48,865,219	\$ 74,047,251	\$ 112,165,375	\$ 182,541,755	\$ 274,483,969
61,483	92,691	140,428	227,250	343,418
70,335	71,154	120,797	233,467	340,416
0	175,272	107,110	0	315,908
38,184	70,708	122,011	218,700	374,162
<u>49,035,221</u>	<u>74,457,076</u>	<u>112,655,721</u>	<u>183,221,172</u>	<u>275,857,873</u>
45,991	102,527	213,950	284,394	248,425
74,622	70,326	121,702	382,981	374,991
12,803	18,336	27,909	45,012	67,425
319	487	1,150	1,194	1,805
<u>133,735</u>	<u>191,676</u>	<u>364,711</u>	<u>713,581</u>	<u>692,646</u>
<u><u>\$ 48,901,486</u></u>	<u><u>\$ 74,265,400</u></u>	<u><u>\$ 112,291,010</u></u>	<u><u>\$ 182,507,591</u></u>	<u><u>\$ 275,165,227</u></u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	<u>Age Based Portfolio 20</u>	<u>Age Based Portfolio 10</u>	<u>Portfolio 100</u>
ASSETS			
Investments, at Value	\$ 254,897,678	\$ 241,441,785	\$ 166,960,052
Cash	318,017	300,593	205,459
Receivables and Other Assets:			
Receivable for Capital Shares Issued	296,245	385,247	9,433
Receivable for Securities Purchased	37,282	-	27,777
Accrued Income	363,323	358,439	650
	<u>255,912,545</u>	<u>242,486,064</u>	<u>167,203,371</u>
LIABILITIES			
Payable for Capital Shares Redeemed	607,963	141,579	121,421
Payable for Securities Purchased	363,006	566,912	662
	62,227	58,566	39,668
	<u>1,674</u>	<u>1,584</u>	<u>1,090</u>
	<u>1,034,870</u>	<u>768,641</u>	<u>162,841</u>
FIDUCIARY NET POSITION			
	<u><u>\$ 254,877,675</u></u>	<u><u>\$ 241,717,423</u></u>	<u><u>\$ 167,040,530</u></u>

<u>Portfolio 90</u>	<u>Portfolio 80</u>	<u>Portfolio 70</u>	<u>Portfolio 60</u>	<u>Portfolio 50</u>
\$ 1,306,203	\$ 122,190,028	\$ 1,980,901	\$ 94,161,746	\$ 1,871,260
1,600	151,714	2,527	138,560	2,372
29	10,004	925	7,413	29
-	0	-	25,858	-
359	70,560	1,562	88,620	2,011
<u>1,308,191</u>	<u>122,422,306</u>	<u>1,985,915</u>	<u>94,422,197</u>	<u>1,875,672</u>
-	176,469	-	17,671	-
1,570	88,779	1,574	108,616	2,004
306	30,043	551	24,027	516
9	799	13	617	12
<u>1,885</u>	<u>296,090</u>	<u>2,138</u>	<u>150,931</u>	<u>2,532</u>
<u><u>\$ 1,306,306</u></u>	<u><u>\$ 122,126,216</u></u>	<u><u>\$ 1,983,777</u></u>	<u><u>\$ 94,271,266</u></u>	<u><u>\$ 1,873,140</u></u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	<u>Portfolio 40</u>	<u>Portfolio 30</u>	<u>Portfolio 20</u>
ASSETS			
Investments, at Value	\$ 35,879,848	\$ 1,655,888	\$ 12,608,057
Cash	44,761	2,177	15,756
Receivables and Other Assets:			
Receivable for Capital Shares Issued	977	29	1,213
Receivable for Securities Purchased	-	-	11,565
Accrued Income	42,870	2,241	18,050
	<u>35,968,456</u>	<u>1,660,335</u>	<u>12,654,641</u>
TOTAL ASSETS	35,968,456	1,660,335	12,654,641
LIABILITIES			
Payable for Capital Shares Redeemed	47,754	-	-
Payable for Securities Purchased	49,409	2,234	18,037
	8,857	505	3,077
	235	11	83
	<u>106,255</u>	<u>2,750</u>	<u>21,197</u>
TOTAL LIABILITIES	106,255	2,750	21,197
FIDUCIARY NET POSITION	<u><u>\$ 35,862,201</u></u>	<u><u>\$ 1,657,585</u></u>	<u><u>\$ 12,633,444</u></u>

<u>Portfolio 10</u>	<u>Fixed Income</u>	<u>Low Duration Fixed Income</u>	<u>Value Portfolio</u>	<u>Main Street Mid Cap</u>
\$ 9,669,293	\$ 2,711,748	\$ 1,652,295	\$ 12,952,856	\$ 21,074,377
12,019	3,494	2,158	16,030	26,002
776	121	20,168	2,855	2,303
-	-	1,849	-	696
14,447	5,016	2,996	149	234
<u>9,696,535</u>	<u>2,720,379</u>	<u>1,679,466</u>	<u>12,971,890</u>	<u>21,103,612</u>
7,232	-	-	16,387	996
14,534	5,113	3,000	454	239
2,333	767	513	3,142	5,122
63	18	11	84	137
<u>24,162</u>	<u>5,898</u>	<u>3,524</u>	<u>20,067</u>	<u>6,494</u>
<u>\$ 9,672,373</u>	<u>\$ 2,714,481</u>	<u>\$ 1,675,942</u>	<u>\$ 12,951,823</u>	<u>\$ 21,097,118</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	American Century Diversified Bond	Global Strategic Income	Institutional Government Money Market
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Investments, at Value	\$ 3,258,844	\$ 11,640,177	\$ 29,340,453
Cash	4,153	14,480	29,666
Receivables and Other Assets:			
Receivable for Capital Shares Issued	279	129	109,106
Receivable for Securities Purchased	-	4,091	-
Accrued Income	39	49,653	56,481
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	3,263,315	11,708,530	29,535,706
LIABILITIES			
Payable for Capital Shares Redeemed	984	1	6,268
Payable for Securities Purchased	45	49,763	57,098
	876	2,768	289
	22	76	193
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	1,927	52,608	63,848
	<u> </u>	<u> </u>	<u> </u>
FIDUCIARY NET POSITION	<u><u>\$ 3,261,388</u></u>	<u><u>\$ 11,655,922</u></u>	<u><u>\$ 29,471,858</u></u>

<u>Capital Preservation</u>	<u>Global</u>	<u>Discovery</u>	<u>Global Opportunities</u>	<u>Gold & Special Minerals</u>
\$ 25,076,040	\$ 1,916,236	\$ 3,495,884	\$ 5,066,599	\$ 1,512,878
536,193	2,405	4,378	6,508	1,942
1,950	1,267	2,527	3,314	717
-	5,850	-	-	-
1,869	15	27	47	14
<u>25,616,052</u>	<u>1,925,773</u>	<u>3,502,816</u>	<u>5,076,468</u>	<u>1,515,551</u>
16,086	-	516	52	602
1,912	14	124	110	97
5,759	499	972	1,509	432
657	13	23	33	10
<u>24,414</u>	<u>526</u>	<u>1,635</u>	<u>1,704</u>	<u>1,141</u>
<u><u>\$ 25,591,638</u></u>	<u><u>\$ 1,925,247</u></u>	<u><u>\$ 3,501,181</u></u>	<u><u>\$ 5,074,764</u></u>	<u><u>\$ 1,514,410</u></u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	International Bond	International Diversified	International Growth
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Investments, at Value	\$ 626,197	\$ 2,310,305	\$ 13,048,271
Cash	830	2,922	16,064
Receivables and Other Assets:			
Receivable for Capital Shares Issued	-	-	1,816
Receivable for Securities Purchased	-	-	-
Accrued Income	2,903	8	129
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	629,930	2,313,235	13,066,280
LIABILITIES			
Payable for Capital Shares Redeemed	-	2,969	22,145
Payable for Securities Purchased	2,843	8	159
	200	625	3,125
	4	15	85
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	3,047	3,617	25,514
	<u> </u>	<u> </u>	<u> </u>
FIDUCIARY NET POSITION	<u> \$ 626,883 </u>	<u> \$ 2,309,618 </u>	<u> \$ 13,040,766 </u>

Limited Term Government	Main Street	Real Estate	Senior Floating Rate	Developing Markets
\$ 1,240,808	\$ 22,062,294	\$ 1,426,795	\$ 3,729,491	\$ 2,410,443
1,610	27,812	1,909	4,983	3,081
5	3,460	1,629	524	207
-	7,800	5,880	3,183	-
2,189	64	15	16,909	43
1,244,612	22,101,430	1,436,228	3,755,090	2,413,774
-	17,488	3,459	1,100	532
2,194	60	13	17,055	1,049
360	5,866	479	1,217	674
8	144	9	24	16
2,562	23,558	3,960	19,396	2,271
<u>\$ 1,242,050</u>	<u>\$ 22,077,872</u>	<u>\$ 1,432,268</u>	<u>\$ 3,735,694</u>	<u>\$ 2,411,503</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	<u>Capital Income</u>	<u>Global Focus</u>	<u>International Small-Mid Company</u>
ASSETS			
Investments, at Value	\$ 1,255,921	\$ 679,622	\$ 1,272,589
Cash	1,719	872	1,595
Receivables and Other Assets:			
Receivable for Capital Shares Issued	244	-	423
Receivable for Securities Purchased	-	-	-
Accrued Income	10	14	6
	<u>1,257,894</u>	<u>680,508</u>	<u>1,274,613</u>
TOTAL ASSETS	1,257,894	680,508	1,274,613
LIABILITIES			
Payable for Capital Shares Redeemed	-	-	-
Payable for Securities Purchased	10	14	6
	458	197	335
	8	4	8
	<u>476</u>	<u>215</u>	<u>349</u>
TOTAL LIABILITIES	476	215	349
 FIDUCIARY NET POSITION	 <u><u>\$ 1,257,418</u></u>	 <u><u>\$ 680,293</u></u>	 <u><u>\$ 1,274,264</u></u>

Limited Term Bond	Main Street Small Cap	Mainstay High Yield Corporate Bond	Dividend Opportunity	American Century Short Duration Inflation Project
\$ 1,791,750	\$ 1,995,304	\$ 1,444,767	\$ 3,702,433	\$ 241,949
2,502	2,519	8,838	4,953	321
91	1,001	5	948	82
-	-	-	11,670	-
5,122	41	28	33	8
1,799,465	1,998,865	1,453,638	3,720,037	242,360
-	451	156	447	-
5,105	418	7,005	30	8
700	567	411	1,239	77
12	13	10	25	2
5,817	1,449	7,582	1,741	87
\$ 1,793,648	\$ 1,997,416	\$ 1,446,056	\$ 3,718,296	\$ 242,273

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - SCHOLAR'S EDGE
JUNE 30, 2019

	Global Allocation	Steelpath Select 40	T. Row Price Blue Chip Growth
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Investments, at Value	\$ 230,632	\$ 323,197	\$ 20,691,835
Cash	282	423	25,739
Receivables and Other Assets:			
Receivable for Capital Shares Issued	83	-	4,500
Receivable for Securities Purchased	-	-	-
Accrued Income	4	7	151
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	231,001	323,627	20,722,225
LIABILITIES			
Payable for Capital Shares Redeemed	458	457	3,677
Payable for Securities Purchased	5	7	9,521
	51	100	5,097
	2	2	136
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	516	566	18,431
	<u> </u>	<u> </u>	<u> </u>
FIDUCIARY NET POSITION	<u>\$ 230,485</u>	<u>\$ 323,061</u>	<u>\$ 20,703,794</u>

Total Return Bond	Total
\$ 482,796	\$ 1,895,503,163
632	2,891,980
94,995	1,938,654
-	768,460
1,262	1,956,011
579,685	1,903,058,268
-	2,218,919
1,263	2,430,476
149	462,622
3	13,331
1,415	5,125,348
\$ 578,270	\$ 1,897,932,920

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Age Based Portfolio 100</u>	<u>Age Based Portfolio 90</u>	<u>Age Based Portfolio 80</u>
ASSETS			
Investments, at Value	\$ 1,307,537	\$ 1,877,917	\$ 3,348,386
Cash	1,300	1,870	3,335
Receivables and Other Assets:			
Receivable for Capital Shares Issued	1,188	6,538	3,807
Receivable for Securities Purchased	-	-	-
Accrued Income	23	474	1,859
	<u>1,310,048</u>	<u>1,886,799</u>	<u>3,357,387</u>
TOTAL ASSETS	1,310,048	1,886,799	3,357,387
LIABILITIES			
LIABILITIES			
Payable for Capital Shares Redeemed	5,279	-	7,609
Payable for Securities Purchased	91	498	2,168
Accrued Expenses	5	8	14
Other Liabilities	6	8	13
	<u>5,381</u>	<u>514</u>	<u>9,804</u>
TOTAL LIABILITIES	5,381	514	9,804
 FIDUCIARY NET POSITION	 <u><u>\$ 1,304,667</u></u>	 <u><u>\$ 1,886,285</u></u>	 <u><u>\$ 3,347,583</u></u>

<u>Age Based Portfolio 70</u>	<u>Age Based Portfolio 60</u>	<u>Age Based Portfolio 50</u>	<u>Age Based Portfolio 40</u>	<u>Age Based Portfolio 30</u>
\$ 7,501,677	\$ 13,484,007	\$ 21,437,225	\$ 35,502,144	\$ 49,639,213
7,494	13,741	21,371	35,881	50,282
8,526	1,062	6,838	11,900	32,706
-	132,468	-	199,163	1,076
5,938	13,841	25,572	48,194	75,383
<u>7,523,635</u>	<u>13,645,119</u>	<u>21,491,006</u>	<u>35,797,282</u>	<u>49,798,660</u>
-	-	9,722	35,835	39,326
6,229	14,261	116,392	49,397	78,038
31	56	87	147	204
31	56	484	147	203
<u>6,291</u>	<u>14,373</u>	<u>126,685</u>	<u>85,526</u>	<u>117,771</u>
<u>\$ 7,517,344</u>	<u>\$ 13,630,746</u>	<u>\$ 21,364,321</u>	<u>\$ 35,711,756</u>	<u>\$ 49,680,889</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Age Based Portfolio 20</u>	<u>Age Based Portfolio 10</u>	<u>Age Based Portfolio 5</u>
ASSETS			
Investments, at Value	\$ 58,275,043	\$ 44,920,932	\$ 754,663
Cash	57,705	45,269	759
Receivables and Other Assets:			
Receivable for Capital Shares Issued	51,071	67,765	1,123
Receivable for Securities Purchased	0	13,364	-
Accrued Income	93,674	77,384	1,393
	<u>58,477,493</u>	<u>45,124,714</u>	<u>757,938</u>
TOTAL ASSETS	58,477,493	45,124,714	757,938
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	67,341	7,091	-
Payable for Securities Purchased	295,625	78,888	1,383
	238	185	3
	238	185	26
	<u>363,442</u>	<u>86,349</u>	<u>1,412</u>
TOTAL LIABILITIES	363,442	86,349	1,412
FIDUCIARY NET POSITION	<u><u>\$ 58,114,051</u></u>	<u><u>\$ 45,038,365</u></u>	<u><u>\$ 756,526</u></u>

Age Based Low Duration Fixed Income	Portfolio 100	Portfolio 90	Portfolio 80	Portfolio 70
\$ 1,571,358	\$ 71,927,773	\$ 128,072	\$ 25,563,825	\$ 189,708
1,584	71,546	128	25,480	190
12	4,312	15	1,846	47
-	17,007	-	2,577	-
2,661	511	42	13,814	160
1,575,615	72,021,149	128,257	25,607,542	190,105
-	7,040	-	249	-
2,644	515	44	14,245	164
6	294	1	104	1
7	293	1	105	1
2,657	8,142	46	14,703	166
<u>\$ 1,572,958</u>	<u>\$ 72,013,007</u>	<u>\$ 128,211</u>	<u>\$ 25,592,839</u>	<u>\$ 189,939</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Portfolio 60</u>	<u>Portfolio 50</u>	<u>Portfolio 40</u>
ASSETS			
Investments, at Value	\$ 14,444,741	\$ 575,184	\$ 7,800,762
Cash	14,438	578	7,818
Receivables and Other Assets:			
Receivable for Capital Shares Issued	3,042	-	7,792
Receivable for Securities Purchased	-	-	298
Accrued Income	14,382	745	10,496
	<u>14,476,603</u>	<u>576,507</u>	<u>7,827,166</u>
TOTAL ASSETS	14,476,603	576,507	7,827,166
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	-	-	-
Payable for Securities Purchased	14,973	771	10,756
	59	2	32
	59	2	32
	<u>15,091</u>	<u>775</u>	<u>10,820</u>
TOTAL LIABILITIES	15,091	775	10,820
FIDUCIARY NET POSITION	<u><u>\$ 14,461,512</u></u>	<u><u>\$ 575,732</u></u>	<u><u>\$ 7,816,346</u></u>

<u>Portfolio 30</u>	<u>Portfolio 20</u>	<u>Portfolio 10</u>	<u>Portfolio 5</u>	<u>Short Term Yield</u>
\$ 1,084,562	\$ 4,744,786	\$ 6,485,301	\$ 137,936	\$ 17,960,070
1,088	4,768	6,501	138	18,097
-	232	5,456	-	2,109
-	-	-	-	-
1,543	7,503	11,340	247	34,849
<u>1,087,193</u>	<u>4,757,289</u>	<u>6,508,598</u>	<u>138,321</u>	<u>18,015,125</u>
-	2,673	-	-	12,084
1,577	8,078	11,790	251	35,218
4	19	26	1	74
5	19	-	1	74
<u>1,586</u>	<u>10,789</u>	<u>11,816</u>	<u>253</u>	<u>47,450</u>
<u>\$ 1,085,607</u>	<u>\$ 4,746,500</u>	<u>\$ 6,496,782</u>	<u>\$ 138,068</u>	<u>\$ 17,967,675</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Fixed Income</u>	<u>Low Duration Fixed Income</u>	<u>Index Age Based 100</u>
ASSETS			
Investments, at Value	\$ 3,396,335	\$ 2,852,835	\$ 2,310,105
Cash	3,417	2,902	2,335
Receivables and Other Assets:			
Receivable for Capital Shares Issued	150	-	2,526
Receivable for Securities Purchased	-	11,622	13,725
Accrued Income	5,913	4,822	40
	<u>3,405,815</u>	<u>2,872,181</u>	<u>2,328,731</u>
TOTAL ASSETS	3,405,815	2,872,181	2,328,731
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	-	1,725	-
Payable for Securities Purchased	8,681	4,850	31
Accrued Expenses	14	12	10
Other Liabilities	14	12	9
	<u>8,709</u>	<u>6,599</u>	<u>50</u>
TOTAL LIABILITIES	8,709	6,599	50
FIDUCIARY NET POSITION	<u><u>\$ 3,397,106</u></u>	<u><u>\$ 2,865,582</u></u>	<u><u>\$ 2,328,681</u></u>

<u>Index Age Based 90</u>	<u>Index Age Based 80</u>	<u>Index Age Based 70</u>	<u>Index Age Based 60</u>	<u>Index Age Based 50</u>
\$ 3,857,664	\$ 4,915,416	\$ 9,160,881	\$ 8,662,950	\$ 9,435,304
3,822	4,961	9,126	8,646	9,456
1,693	86,042	10,248	39,418	51,840
-	-	-	-	-
917	2,021	5,797	7,056	9,123
<u>3,864,096</u>	<u>5,008,440</u>	<u>9,186,052</u>	<u>8,718,070</u>	<u>9,505,723</u>
86,753	8,267	27,810	-	-
15,295	2,286	6,325	7,604	9,656
16	20	38	35	39
16	20	38	35	38
<u>102,080</u>	<u>10,593</u>	<u>34,211</u>	<u>7,674</u>	<u>9,733</u>
<u>\$ 3,762,016</u>	<u>\$ 4,997,847</u>	<u>\$ 9,151,841</u>	<u>\$ 8,710,396</u>	<u>\$ 9,495,990</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	Index Age Based 40	Index Age Based 30	Index Age Based 20
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Investments, at Value	\$ 10,636,113	\$ 11,032,066	\$ 9,719,457
Cash	10,658	11,173	9,684
Receivables and Other Assets:			
Receivable for Capital Shares Issued	600	940	703
Receivable for Securities Purchased	-	67,630	-
Accrued Income	11,677	13,716	12,664
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	10,659,048	11,125,525	9,742,508
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	-	571	20,000
Payable for Securities Purchased	12,396	14,517	71,177
Accrued Expenses	44	46	39
Other Liabilities	43	46	40
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	12,483	15,180	91,256
FIDUCIARY NET POSITION	<u><u>\$ 10,646,565</u></u>	<u><u>\$ 11,110,345</u></u>	<u><u>\$ 9,651,252</u></u>

Index Age Based 10	Index Age Based 5	Index Age Based Low Duration Fixed Income	Index 100	Index 90
\$ 7,862,689	\$ 1,345,061	\$ 2,780,169	\$ 39,048,646	\$ 521,022
7,898	1,354	2,746	1,303	520
3,475	330	34,165	6,067	515
2,090	-	-	153,675	-
11,372	1,878	3,754	255	115
<u>7,887,524</u>	<u>1,348,623</u>	<u>2,820,834</u>	<u>39,209,946</u>	<u>522,172</u>
2,400	-	-	36,283	-
12,054	2,002	3,969	228	123
32	6	11	161	2
32	37	11	161	2
<u>14,518</u>	<u>2,045</u>	<u>3,991</u>	<u>36,833</u>	<u>127</u>
<u>\$ 7,873,006</u>	<u>\$ 1,346,578</u>	<u>\$ 2,816,843</u>	<u>\$ 39,173,113</u>	<u>\$ 522,045</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Index 80</u>	<u>Index 70</u>	<u>Index 60</u>
ASSETS			
Investments, at Value	\$ 15,833,036	\$ 939,233	\$ 12,935,125
Cash	15,855	940	13,001
Receivables and Other Assets:			
Receivable for Capital Shares Issued	3,525	-	10,536
Receivable for Securities Purchased	-	-	22,180
Accrued Income	6,519	575	10,421
	<u>15,858,935</u>	<u>940,748</u>	<u>12,991,263</u>
TOTAL ASSETS	15,858,935	940,748	12,991,263
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	-	-	-
Payable for Securities Purchased	7,214	632	11,139
	65	4	53
	65	4	53
	<u>7,344</u>	<u>640</u>	<u>11,245</u>
TOTAL LIABILITIES	7,344	640	11,245
FIDUCIARY NET POSITION	<u><u>\$ 15,851,591</u></u>	<u><u>\$ 940,108</u></u>	<u><u>\$ 12,980,018</u></u>

<u>Index 50</u>	<u>Index 40</u>	<u>Index 30</u>	<u>Index 20</u>	<u>Index 10</u>
\$ 1,890,231	\$ 7,206,276	\$ 877,065	\$ 5,954,262	\$ 4,116,266
1,895	7,234	881	5,999	4,145
20,033	315	45	46	386
-	1,376	-	742	703
1,819	7,955	1,071	7,868	5,890
<u>1,913,978</u>	<u>7,223,156</u>	<u>879,062</u>	<u>5,968,917</u>	<u>4,127,390</u>
-	-	-	-	5,659
1,922	8,457	1,139	8,361	6,221
8	30	4	24	17
44	29	3	25	17
<u>1,974</u>	<u>8,516</u>	<u>1,146</u>	<u>8,410</u>	<u>11,914</u>
<u>\$ 1,912,004</u>	<u>\$ 7,214,640</u>	<u>\$ 877,916</u>	<u>\$ 5,960,507</u>	<u>\$ 4,115,476</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF FIDUCIARY NET POSITION - THE EDUCATION PLAN
JUNE 30, 2019

	<u>Index 5</u>	<u>Index Fixed Income</u>	<u>Index Low Duration Fixed Income</u>
ASSETS			
Investments, at Value	\$ 649,779	\$ 2,556,025	\$ 4,871,926
Cash	655	2,485	4,918
Receivables and Other Assets:			
Receivable for Capital Shares Issued	-	4	22,000
Receivable for Securities Purchased	-	-	2,509
Accrued Income	975	3,827	6,657
	<u>651,409</u>	<u>2,562,341</u>	<u>4,908,010</u>
TOTAL ASSETS	651,409	2,562,341	4,908,010
LIABILITIES AND NET POSITION			
LIABILITIES			
Payable for Capital Shares Redeemed	-	1,000	-
Payable for Securities Purchased	1,029	24,725	7,049
Accrued Expenses	3	10	20
Other Liabilities	2	11	20
	<u>1,034</u>	<u>25,746</u>	<u>7,089</u>
TOTAL LIABILITIES	1,034	25,746	7,089
FIDUCIARY NET POSITION	<u><u>\$ 650,375</u></u>	<u><u>\$ 2,536,595</u></u>	<u><u>\$ 4,900,921</u></u>

Total

\$ 576,028,759
539,370

512,989
642,205
586,725

578,310,048

384,717
993,078
2,364
2,823

1,382,982

\$ 576,927,066

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	<u>Age Based Portfolio 100</u>	<u>Age Based Portfolio 90</u>	<u>Age Based Portfolio 80</u>
ADDITIONS			
Subscriptions	\$ 5,438,025	\$ 10,109,268	\$ 18,004,703
Investment Income			
Dividends	583,805	1,069,025	1,871,733
Interest	486	917	1,632
Less: Expenses:			
Distribution Fees	29,515	60,587	101,761
Management Fees	11,195	20,974	37,777
State Administrative Fees	7,464	13,982	25,185
Other Reimbursement	101	155	276
	<u>536,016</u>	<u>974,244</u>	<u>1,708,366</u>
NET INVESTMENT INCOME	536,016	974,244	1,708,366
Capital Gains from Underlying Investments	226,104	(444,111)	407,359
Net Increase in Fair Value of Investments	<u>(358,424)</u>	<u>252,713</u>	<u>(555,188)</u>
	5,841,721	10,892,114	19,565,240
TOTAL ADDITIONS	5,841,721	10,892,114	19,565,240
DEDUCTIONS			
Redemptions	<u>(6,608,246)</u>	<u>(13,051,858)</u>	<u>(20,808,583)</u>
CHANGE IN NET POSITION	(766,525)	(2,159,744)	(1,243,343)
Fiduciary Net Position, Beginning of Year	<u>10,158,900</u>	<u>19,113,973</u>	<u>33,119,309</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 9,392,375</u></u>	<u><u>\$ 16,954,229</u></u>	<u><u>\$ 31,875,966</u></u>

<u>Age Based Portfolio 70</u>	<u>Age Based Portfolio 60</u>	<u>Age Based Portfolio 50</u>	<u>Age Based Portfolio 40</u>	<u>Age Based Portfolio 30</u>
\$ 25,910,483	\$ 38,536,964	\$ 56,087,330	\$ 90,274,600	\$ 140,219,968
2,818,985	4,053,770	5,887,888	8,996,099	11,737,818
2,590	3,970	6,201	10,100	14,172
156,891	224,546	349,476	560,300	790,324
59,869	91,051	141,772	230,534	329,504
39,913	60,701	94,514	153,689	219,669
400	584	1,140	1,652	1,999
2,564,502	3,680,858	5,307,187	8,060,024	10,410,494
(940,562)	1,223,780	(1,769,065)	1,943,457	(2,026,503)
766,950	(1,244,559)	2,378,951	(676,633)	5,503,136
28,301,373	42,197,043	62,004,403	99,601,448	154,107,095
(32,642,423)	(49,415,042)	(80,555,391)	(131,064,949)	(154,487,856)
(4,341,050)	(7,217,999)	(18,550,988)	(31,463,501)	(380,761)
53,242,536	81,483,399	130,841,998	213,971,092	275,545,988
<u>\$ 48,901,486</u>	<u>\$ 74,265,400</u>	<u>\$ 112,291,010</u>	<u>\$ 182,507,591</u>	<u>\$ 275,165,227</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	<u>Age Based Portfolio 20</u>	<u>Age Based Portfolio 10</u>	<u>Portfolio 100</u>
ADDITIONS			
Subscriptions	\$ 157,080,184	\$ 97,544,664	\$ 10,345,406
Investment Income			
Dividends	8,522,603	6,834,004	10,586,434
Interest	11,375	10,883	8,598
Less: Expenses:			
Distribution Fees	664,063	625,866	471,982
Management Fees	271,912	258,374	198,273
State Administrative Fees	181,275	172,250	132,182
Other Reimbursement	1,633	1,875	1,114
	<u>7,415,095</u>	<u>5,786,522</u>	<u>9,791,481</u>
NET INVESTMENT INCOME	7,415,095	5,786,522	9,791,481
Capital Gains from Underlying Investments	(541,051)	(887,598)	522,135
Net Increase in Fair Value of Investments	<u>5,014,907</u>	<u>5,078,136</u>	<u>(3,700,093)</u>
TOTAL ADDITIONS	168,969,135	107,521,724	16,958,929
DEDUCTIONS			
Redemptions	<u>(129,605,217)</u>	<u>(78,837,960)</u>	<u>(27,429,803)</u>
CHANGE IN NET POSITION	39,363,918	28,683,764	(10,470,874)
Fiduciary Net Position, Beginning of Year	<u>215,513,757</u>	<u>213,033,659</u>	<u>177,511,404</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 254,877,675</u></u>	<u><u>\$ 241,717,423</u></u>	<u><u>\$ 167,040,530</u></u>

<u>Portfolio 90</u>	<u>Portfolio 80</u>	<u>Portfolio 70</u>	<u>Portfolio 60</u>	<u>Portfolio 50</u>
\$ 790,639	\$ 9,093,618	\$ 1,131,425	\$ 8,146,749	\$ 1,228,846
51,751	7,133,138	84,180	4,920,934	61,013
37	6,251	70	4,771	53
2,487	357,427	4,646	283,807	4,287
1,005	144,530	1,816	110,575	1,469
670	96,354	1,210	73,717	979
25	748	32	634	52
47,601	6,540,330	76,546	4,456,972	54,279
(10,383)	138,978	(27,245)	185,964	(15,206)
21,196	(941,994)	45,523	42,347	50,311
849,053	14,830,932	1,226,249	12,832,032	1,318,230
(58,451)	(21,058,173)	(349,581)	(16,240,708)	(154,955)
790,602	(6,227,241)	876,668	(3,408,676)	1,163,275
515,704	128,353,457	1,107,109	97,679,942	709,865
<u>\$ 1,306,306</u>	<u>\$ 122,126,216</u>	<u>\$ 1,983,777</u>	<u>\$ 94,271,266</u>	<u>\$ 1,873,140</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	<u>Portfolio 40</u>	<u>Portfolio 30</u>	<u>Portfolio 20</u>
ADDITIONS			
Subscriptions	\$ 3,863,909	\$ 1,571,923	\$ 1,910,304
Investment Income			
Dividends	1,678,167	39,193	472,431
Interest	1,874	36	642
Less: Expenses:			
Distribution Fees	107,537	3,285	35,859
Management Fees	43,244	1,089	14,919
State Administrative Fees	28,829	726	9,946
Other Reimbursement	398	12	63
NET INVESTMENT INCOME	1,500,033	34,117	412,286
Capital Gains from Underlying Investments	10,298	(8,287)	(71,341)
Net Increase in Fair Value of Investments	325,494	53,724	245,998
TOTAL ADDITIONS	5,699,734	1,651,477	2,497,247
DEDUCTIONS			
Redemptions	(8,434,916)	(209,782)	(2,995,822)
CHANGE IN NET POSITION	(2,735,182)	1,441,695	(498,575)
Fiduciary Net Position, Beginning of Year	38,597,383	215,890	13,132,019
FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 35,862,201</u>	<u>\$ 1,657,585</u>	<u>\$ 12,633,444</u>

<u>Portfolio 10</u>	<u>Fixed Income</u>	<u>Low Duration Fixed Income</u>	<u>Value Portfolio</u>	<u>Main Street Mid Cap</u>
\$ 1,746,780	\$ 1,157,134	\$ 711,054	\$ 1,473,191	\$ 1,973,219
299,862	59,360	36,461	1,457,183	1,516,922
494	110	83	654	1,087
27,768	7,393	5,494	37,003	60,940
11,416	2,680	1,941	15,156	25,098
7,611	1,786	1,294	10,104	16,732
45	13	17	77	159
253,516	47,598	27,798	1,395,497	1,415,080
(17,090)	(9,303)	(9,618)	(5,048)	447,756
183,202	60,241	41,993	(775,718)	(1,378,239)
2,166,408	1,255,670	771,227	2,087,922	2,457,816
(2,880,488)	(553,882)	(720,117)	(2,093,587)	(3,654,161)
(714,080)	701,788	51,110	(5,665)	(1,196,345)
10,386,453	2,012,693	1,624,832	12,957,488	22,293,463
<u>\$ 9,672,373</u>	<u>\$ 2,714,481</u>	<u>\$ 1,675,942</u>	<u>\$ 12,951,823</u>	<u>\$ 21,097,118</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	American Century Diversified Bond	Global Strategic Income	Institutional Government Money Market
	<u> </u>	<u> </u>	<u> </u>
ADDITIONS			
Subscriptions	\$ 472,946	\$ 1,186,482	\$ 12,196,334
Investment Income			
Dividends	585	653,811	571,070
Interest	162	593	1,356
Less: Expenses:			
Distribution Fees	9,846	32,382	-
Management Fees	3,751	13,744	32,249
State Administrative Fees	2,501	9,162	21,500
Other Reimbursement	8	82	209
	<u> </u>	<u> </u>	<u> </u>
NET INVESTMENT INCOME	(15,359)	599,034	518,468
Capital Gains from Underlying Investments	113,270	(265,013)	8,432
Net Increase in Fair Value of Investments	89,549	408,582	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL ADDITIONS	660,406	1,929,085	12,723,234
DEDUCTIONS			
Redemptions	(801,494)	(2,859,198)	(9,347,823)
	<u> </u>	<u> </u>	<u> </u>
CHANGE IN NET POSITION	(141,088)	(930,113)	3,375,411
Fiduciary Net Position, Beginning of Year	3,402,476	12,586,035	26,096,447
	<u> </u>	<u> </u>	<u> </u>
FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 3,261,388</u>	<u>\$ 11,655,922</u>	<u>\$ 29,471,858</u>

<u>Capital Preservation</u>	<u>Global</u>	<u>Discovery</u>	<u>Global Opportunities</u>	<u>Gold & Special Minerals</u>
\$ 4,781,078	\$ 337,331	\$ 1,443,892	\$ 1,520,757	\$ 270,111
507,558	181,879	273,650	329,082	234
1,332	89	122	237	60
68,052	5,547	8,988	16,124	4,440
30,963	2,085	3,082	5,577	1,438
20,642	1,390	2,054	3,719	958
341	12	13	35	9
388,892	172,934	259,635	303,864	(6,551)
1,498	(17,651)	(14,882)	(34,529)	(24,763)
(489)	(88,525)	123,214	(440,222)	229,105
5,170,979	404,089	1,811,859	1,349,870	467,902
(5,848,963)	(188,467)	(269,475)	(708,501)	(171,632)
(677,984)	215,622	1,542,384	641,369	296,270
26,269,622	1,709,625	1,958,797	4,433,395	1,218,140
<u>\$ 25,591,638</u>	<u>\$ 1,925,247</u>	<u>\$ 3,501,181</u>	<u>\$ 5,074,764</u>	<u>\$ 1,514,410</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	International Bond	International Diversified	International Growth
ADDITIONS			
Subscriptions	\$ 87,052	\$ 553,189	\$ 888,182
Investment Income			
Dividends	32,399	22,964	201,770
Interest	30	101	711
Less: Expenses:			
Distribution Fees	2,345	6,744	38,602
Management Fees	710	2,414	16,169
State Administrative Fees	473	1,609	10,779
Other Reimbursement	4	14	97
NET INVESTMENT INCOME	28,897	12,284	136,834
Capital Gains from Underlying Investments	(7,139)	(14,254)	82,920
Net Increase in Fair Value of Investments	14,606	22,324	(644,794)
TOTAL ADDITIONS	123,416	573,543	463,142
DEDUCTIONS			
Redemptions	(94,212)	(262,197)	(2,923,423)
CHANGE IN NET POSITION	29,204	311,346	(2,460,281)
Fiduciary Net Position, Beginning of Year	597,679	1,998,272	15,501,047
FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 626,883</u>	<u>\$ 2,309,618</u>	<u>\$ 13,040,766</u>

<u>Limited Term Government</u>	<u>Main Street</u>	<u>Real Estate</u>	<u>Senior Floating Rate</u>	<u>Developing Markets</u>
\$ 364,622	\$ 2,401,745	\$ 267,940	\$ 1,222,803	\$ 524,587
28,658	3,098,697	63,722	200,646	16,339
53	1,065	68	193	113
3,616	66,828	5,259	15,021	7,698
1,275	25,018	1,611	4,508	2,661
851	16,678	1,074	3,005	1,774
4	130	8	16	9
22,965	2,991,108	55,838	178,289	4,310
(6,443)	(69,803)	(13,854)	(27,691)	(36,797)
22,522	(594,793)	101,197	(112,468)	95,455
403,666	4,728,257	411,121	1,260,933	587,555
(189,542)	(3,078,264)	(306,542)	(969,059)	(496,161)
214,124	1,649,993	104,579	291,874	91,394
1,027,926	20,427,879	1,327,689	3,443,820	2,320,109
<u>\$ 1,242,050</u>	<u>\$ 22,077,872</u>	<u>\$ 1,432,268</u>	<u>\$ 3,735,694</u>	<u>\$ 2,411,503</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	<u>Capital Income</u>	<u>Global Focus</u>	<u>International Small-Mid Company</u>
ADDITIONS			
Subscriptions	\$ 398,459	\$ 214,646	\$ 485,239
Investment Income			
Dividends	35,731	22,270	86,089
Interest	58	33	57
Less: Expenses:			
Distribution Fees	5,155	2,224	3,515
Management Fees	1,395	785	1,358
State Administrative Fees	930	524	905
Other Reimbursement	9	3	3
	<u>28,300</u>	<u>18,767</u>	<u>80,365</u>
NET INVESTMENT INCOME	28,300	18,767	80,365
Capital Gains from Underlying Investments	(2,310)	(7,290)	2,043
Net Increase in Fair Value of Investments	<u>32,521</u>	<u>13,828</u>	<u>(61,928)</u>
	456,970	239,951	505,719
TOTAL ADDITIONS	456,970	239,951	505,719
DEDUCTIONS			
Redemptions	<u>(205,227)</u>	<u>(140,004)</u>	<u>(160,572)</u>
CHANGE IN NET POSITION	251,743	99,947	345,147
Fiduciary Net Position, Beginning of Year	<u>1,005,675</u>	<u>580,346</u>	<u>929,117</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 1,257,418</u></u>	<u><u>\$ 680,293</u></u>	<u><u>\$ 1,274,264</u></u>

<u>Limited Term Bond</u>	<u>Main Street Small Cap</u>	<u>Mainstay High Yield Corporate Bond</u>	<u>Dividend Opportunity</u>	<u>American Century Short Duration Inflation Project</u>
\$ 1,073,911	\$ 712,794	\$ 311,135	\$ 818,172	\$ 214,379
41,030	115,723	81,579	146,320	73
60	95	70	168	7
5,489	6,588	4,813	13,449	533
1,551	2,249	1,646	3,997	199
1,034	1,499	1,097	2,655	133
-	16	4	-	3
33,016	105,466	74,089	126,387	(788)
(2,263)	(21,363)	(7,261)	(4,818)	1
38,675	(164,637)	24,059	79,812	6,605
1,143,339	632,260	402,022	1,019,553	220,197
(198,004)	(316,637)	(242,076)	(394,617)	(20,926)
945,335	315,623	159,946	624,936	199,271
848,313	1,681,793	1,286,110	3,093,360	43,002
<u>\$ 1,793,648</u>	<u>\$ 1,997,416</u>	<u>\$ 1,446,056</u>	<u>\$ 3,718,296</u>	<u>\$ 242,273</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - SCHOLAR'S EDGE
YEAR ENDED JUNE 30, 2019

	Global Allocation	Steelpath Select 40	T. Row Price Blue Chip Growth
ADDITIONS			
Subscriptions	\$ 179,023	\$ 298,450	\$ 3,542,376
Investment Income			
Dividends	13,090	19,335	1,338
Interest	6	9	987
Less: Expenses:			
Distribution Fees	386	1,017	56,718
Management Fees	174	274	23,224
State Administrative Fees	116	182	15,483
Other Reimbursement	-	-	110
NET INVESTMENT INCOME	12,420	17,871	(93,210)
Capital Gains from Underlying Investments	(698)	(5,927)	22,663
Net Increase in Fair Value of Investments	(6,836)	(3,615)	1,935,422
TOTAL ADDITIONS	183,909	306,779	5,407,251
DEDUCTIONS			
Redemptions	(9,524)	(64,225)	(3,431,710)
CHANGE IN NET POSITION	174,385	242,554	1,975,541
Fiduciary Net Position, Beginning of Year	56,100	80,507	18,728,253
FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 230,485</u>	<u>\$ 323,061</u>	<u>\$ 20,703,794</u>

<u>Total Return Bond</u>	<u>Total</u>
\$ 498,333	\$ 721,616,354
8,643	87,527,044
10	94,931
832	5,365,455
289	2,210,569
189	1,473,698
-	14,343
<u>7,343</u>	<u>78,557,910</u>
(73)	(2,030,575)
<u>16,766</u>	<u>11,569,909</u>
522,369	809,713,598
<u>(10,980)</u>	<u>(817,621,406)</u>
511,389	(7,907,808)
<u>66,881</u>	<u>1,905,840,728</u>
<u>\$ 578,270</u>	<u>\$ 1,897,932,920</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Age Based Portfolio 100</u>	<u>Age Based Portfolio 90</u>	<u>Age Based Portfolio 80</u>
ADDITIONS			
Subscriptions	\$ 867,902	\$ 928,143	\$ 1,876,325
Investment Income			
Dividends	64,060	95,188	191,355
Interest	60	102	206
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	607	957	1,949
State Administrative Fees	607	958	1,949
Other Reimbursement	60	16	36
	<u>62,846</u>	<u>93,359</u>	<u>187,627</u>
NET INVESTMENT INCOME	62,846	93,359	187,627
Capital Gains from Underlying Investments	(14,640)	(62,326)	156,871
Net Increase in Fair Value of Investments	<u>36,776</u>	<u>52,070</u>	<u>(161,839)</u>
TOTAL ADDITIONS	952,884	1,011,246	2,058,984
DEDUCTIONS			
Redemptions	<u>(583,565)</u>	<u>(1,273,946)</u>	<u>(3,013,336)</u>
CHANGE IN NET POSITION	369,319	(262,700)	(954,352)
Fiduciary Net Position, Beginning of Year	<u>935,348</u>	<u>2,148,985</u>	<u>4,301,935</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 1,304,667</u></u>	<u><u>\$ 1,886,285</u></u>	<u><u>\$ 3,347,583</u></u>

<u>Age Based Portfolio 70</u>	<u>Age Based Portfolio 60</u>	<u>Age Based Portfolio 50</u>	<u>Age Based Portfolio 40</u>	<u>Age Based Portfolio 30</u>
\$ 3,861,903	\$ 6,466,267	\$ 9,522,746	\$ 16,603,949	\$ 24,538,357
338,619	625,038	937,553	1,374,028	1,926,879
392	746	1,194	1,892	2,724
-	-	-	-	-
3,737	7,130	11,342	18,058	26,193
3,737	7,130	11,342	18,059	26,193
166	297	277	346	493
<u>331,371</u>	<u>611,227</u>	<u>915,786</u>	<u>1,339,457</u>	<u>1,876,724</u>
(153,072)	152,738	(292,486)	365,958	(458,804)
<u>229,445</u>	<u>(49,086)</u>	<u>627,905</u>	<u>150,790</u>	<u>1,203,440</u>
4,269,647	7,181,146	10,773,951	18,460,154	27,159,717
<u>(5,260,417)</u>	<u>(8,418,627)</u>	<u>(15,320,604)</u>	<u>(22,889,453)</u>	<u>(30,878,124)</u>
(990,770)	(1,237,481)	(4,546,653)	(4,429,299)	(3,718,407)
<u>8,508,114</u>	<u>14,868,227</u>	<u>25,910,974</u>	<u>40,141,055</u>	<u>53,399,296</u>
<u>\$ 7,517,344</u>	<u>\$ 13,630,746</u>	<u>\$ 21,364,321</u>	<u>\$ 35,711,756</u>	<u>\$ 49,680,889</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Age Based Portfolio 20</u>	<u>Age Based Portfolio 10</u>	<u>Age Based Portfolio 5</u>
ADDITIONS			
Subscriptions	\$ 31,981,219	\$ 22,086,284	\$ 651,455
Investment Income			
Dividends	1,767,246	1,155,118	15,917
Interest	2,710	1,897	27
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	26,778	19,000	275
State Administrative Fees	26,777	19,000	275
Other Reimbursement	440	238	4
	<u>1,715,961</u>	<u>1,118,777</u>	<u>15,390</u>
NET INVESTMENT INCOME	1,715,961	1,118,777	15,390
Capital Gains from Underlying Investments	(207,811)	(130,782)	(3,402)
Net Increase in Fair Value of Investments	<u>1,382,404</u>	<u>942,642</u>	<u>15,320</u>
	34,871,773	24,016,921	678,763
TOTAL ADDITIONS	34,871,773	24,016,921	678,763
DEDUCTIONS			
Redemptions	<u>(27,794,162)</u>	<u>(15,082,047)</u>	<u>(373,742)</u>
CHANGE IN NET POSITION	7,077,611	8,934,874	305,021
Fiduciary Net Position, Beginning of Year	<u>51,036,440</u>	<u>36,103,491</u>	<u>451,505</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 58,114,051</u></u>	<u><u>\$ 45,038,365</u></u>	<u><u>\$ 756,526</u></u>

Age Based Low Duration Fixed Income	Portfolio 100	Portfolio 90	Portfolio 80	Portfolio 70
\$ 1,384,920	\$ 4,348,285	\$ 134,524	\$ 1,666,214	\$ 216,035
28,687	3,887,542	6,893	1,234,111	6,003
50	3,759	5	1,335	4
-	-	-	-	-
544	35,942	67	12,800	63
538	35,942	68	12,800	63
-	509	16	163	16
27,655	3,818,908	6,747	1,209,683	5,865
(6,031)	1,196,042	(5,657)	323,286	(2,547)
28,618	(2,109,589)	7,328	(360,931)	15,466
1,435,162	7,253,646	142,942	2,838,252	234,819
(503,962)	(13,570,453)	(66,849)	(4,724,187)	(56,364)
931,200	(6,316,807)	76,093	(1,885,935)	178,455
641,758	78,329,814	52,118	27,478,774	11,484
<u>\$ 1,572,958</u>	<u>\$ 72,013,007</u>	<u>\$ 128,211</u>	<u>\$ 25,592,839</u>	<u>\$ 189,939</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Portfolio 60</u>	<u>Portfolio 50</u>	<u>Portfolio 40</u>
ADDITIONS			
Subscriptions	\$ 1,255,375	\$ 671,359	\$ 838,357
Investment Income			
Dividends	671,004	16,127	309,442
Interest	792	17	418
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	7,571	206	4,015
State Administrative Fees	7,571	206	4,016
Other Reimbursement	131	3	66
	<u>656,523</u>	<u>15,729</u>	<u>301,763</u>
NET INVESTMENT INCOME	656,523	15,729	301,763
Capital Gains from Underlying Investments	170,507	(16,897)	37,413
Net Increase in Fair Value of Investments	<u>(56,712)</u>	<u>34,780</u>	<u>67,232</u>
	2,025,693	704,971	1,244,765
TOTAL ADDITIONS	2,025,693	704,971	1,244,765
DEDUCTIONS			
Redemptions	<u>(4,258,122)</u>	<u>(284,322)</u>	<u>(1,915,501)</u>
CHANGE IN NET POSITION	(2,232,429)	420,649	(670,736)
Fiduciary Net Position, Beginning of Year	<u>16,693,941</u>	<u>155,083</u>	<u>8,487,082</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 14,461,512</u></u>	<u><u>\$ 575,732</u></u>	<u><u>\$ 7,816,346</u></u>

<u>Portfolio 30</u>	<u>Portfolio 20</u>	<u>Portfolio 10</u>	<u>Portfolio 5</u>	<u>Short Term Yield</u>
\$ 1,094,045	\$ 1,259,913	\$ 1,121,163	\$ 593,039	\$ 7,193,594
10,832	151,420	191,093	11,926	361,199
10	239	324	21	859
-	-	-	-	-
171	2,299	3,140	178	8,497
171	2,298	3,140	178	8,497
4	10	67	78	101
10,496	147,052	185,070	11,513	344,963
(2,347)	(14,915)	(9,449)	(10,027)	5,239
22,643	105,741	134,071	4,195	-
1,124,837	1,497,791	1,430,855	598,720	7,543,796
(44,348)	(1,808,583)	(1,700,734)	(571,178)	(5,657,371)
1,080,489	(310,792)	(269,879)	27,542	1,886,425
5,118	5,057,292	6,766,661	110,526	16,081,250
<u>\$ 1,085,607</u>	<u>\$ 4,746,500</u>	<u>\$ 6,496,782</u>	<u>\$ 138,068</u>	<u>\$ 17,967,675</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Fixed Income</u>	<u>Low Duration Fixed Income</u>	<u>Index Age Based 100</u>
ADDITIONS			
Subscriptions	\$ 1,301,054	\$ 1,601,910	\$ 1,676,252
Investment Income			
Dividends	75,282	67,224	62,416
Interest	142	125	109
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	1,421	1,274	1,087
State Administrative Fees	1,420	1,274	1,087
Other Reimbursement	86	18	57
	<u>72,497</u>	<u>64,783</u>	<u>60,294</u>
NET INVESTMENT INCOME	72,497	64,783	60,294
Capital Gains from Underlying Investments	(14,803)	(12,725)	(35,834)
Net Increase in Fair Value of Investments	<u>78,748</u>	<u>54,872</u>	<u>132,257</u>
	1,437,496	1,708,840	1,832,969
TOTAL ADDITIONS	1,437,496	1,708,840	1,832,969
DEDUCTIONS			
Redemptions	<u>(739,504)</u>	<u>(775,921)</u>	<u>(1,252,534)</u>
CHANGE IN NET POSITION	697,992	932,919	580,435
Fiduciary Net Position, Beginning of Year	<u>2,699,114</u>	<u>1,932,663</u>	<u>1,748,246</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 3,397,106</u></u>	<u><u>\$ 2,865,582</u></u>	<u><u>\$ 2,328,681</u></u>

<u>Index Age Based 90</u>	<u>Index Age Based 80</u>	<u>Index Age Based 70</u>	<u>Index Age Based 60</u>	<u>Index Age Based 50</u>
\$ 2,025,829	\$ 3,107,823	\$ 5,084,085	\$ 6,058,084	\$ 5,983,575
104,096	136,588	237,654	209,126	206,489
186	263	441	387	378
-	-	-	-	-
1,789	2,520	4,352	3,882	3,797
1,790	2,519	4,353	3,881	3,797
62	290	223	112	243
<u>100,641</u>	<u>131,522</u>	<u>229,167</u>	<u>201,638</u>	<u>199,030</u>
(93,053)	(42,644)	(151,125)	(99,952)	(96,304)
<u>226,293</u>	<u>232,754</u>	<u>511,457</u>	<u>475,711</u>	<u>420,971</u>
2,259,710	3,429,455	5,673,584	6,635,481	6,507,272
<u>(2,311,841)</u>	<u>(3,847,090)</u>	<u>(4,815,131)</u>	<u>(4,778,417)</u>	<u>(4,084,389)</u>
(52,131)	(417,635)	858,453	1,857,064	2,422,883
<u>3,814,147</u>	<u>5,415,482</u>	<u>8,293,388</u>	<u>6,853,332</u>	<u>7,073,107</u>
<u>\$ 3,762,016</u>	<u>\$ 4,997,847</u>	<u>\$ 9,151,841</u>	<u>\$ 8,710,396</u>	<u>\$ 9,495,990</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Index Age Based 40</u>	<u>Index Age Based 30</u>	<u>Index Age Based 20</u>
ADDITIONS			
Subscriptions	\$ 5,824,103	\$ 6,074,338	\$ 6,765,304
Investment Income			
Dividends	256,365	255,210	197,668
Interest	498	515	395
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	4,958	5,037	4,026
State Administrative Fees	4,958	5,037	4,026
Other Reimbursement	142	237	45
	<u>246,805</u>	<u>245,414</u>	<u>189,966</u>
NET INVESTMENT INCOME	246,805	245,414	189,966
Capital Gains from Underlying Investments	(71,375)	(70,616)	(70,065)
Net Increase in Fair Value of Investments	<u>459,117</u>	<u>423,261</u>	<u>345,448</u>
TOTAL ADDITIONS	6,458,650	6,672,397	7,230,653
DEDUCTIONS			
Redemptions	<u>(4,726,595)</u>	<u>(5,863,507)</u>	<u>(4,716,536)</u>
CHANGE IN NET POSITION	1,732,055	808,890	2,514,117
Fiduciary Net Position, Beginning of Year	<u>8,914,510</u>	<u>10,301,455</u>	<u>7,137,135</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 10,646,565</u></u>	<u><u>\$ 11,110,345</u></u>	<u><u>\$ 9,651,252</u></u>

<u>Index Age Based 10</u>	<u>Index Age Based 5</u>	<u>Index Age Based Low Duration Fixed Income</u>	<u>Index 100</u>	<u>Index 90</u>
\$ 4,101,076	\$ 1,138,661	\$ 2,240,633	\$ 7,966,033	\$ 437,738
162,405	18,046	46,915	1,055,207	6,209
342	33	101	1,907	8
-	-	-	-	-
3,402	379	1,061	18,601	111
3,402	379	1,058	18,601	111
73	10	-	393	3
155,870	17,311	44,897	1,019,519	5,992
(34,583)	(2,845)	(5,575)	(426,859)	(650)
245,620	30,473	60,303	1,661,963	19,218
4,467,983	1,183,600	2,340,258	10,220,656	462,298
(3,393,765)	(231,668)	(1,152,381)	(7,623,211)	(18,393)
1,074,218	951,932	1,187,877	2,597,445	443,905
6,798,788	394,646	1,628,966	36,575,668	78,140
<u>\$ 7,873,006</u>	<u>\$ 1,346,578</u>	<u>\$ 2,816,843</u>	<u>\$ 39,173,113</u>	<u>\$ 522,045</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Index 80</u>	<u>Index 70</u>	<u>Index 60</u>
ADDITIONS			
Subscriptions	\$ 3,295,611	\$ 624,333	\$ 1,961,065
Investment Income			
Dividends	419,067	16,992	341,967
Interest	776	28	652
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	7,585	314	6,333
State Administrative Fees	7,585	314	6,333
Other Reimbursement	244	16	133
	<u>404,429</u>	<u>16,376</u>	<u>329,820</u>
NET INVESTMENT INCOME	404,429	16,376	329,820
Capital Gains from Underlying Investments	(154,831)	(3,817)	(66,903)
Net Increase in Fair Value of Investments	<u>659,068</u>	<u>48,539</u>	<u>539,108</u>
	4,204,277	685,431	2,763,090
TOTAL ADDITIONS	4,204,277	685,431	2,763,090
DEDUCTIONS			
Redemptions	<u>(3,368,441)</u>	<u>(77,645)</u>	<u>(2,613,073)</u>
CHANGE IN NET POSITION	835,836	607,786	150,017
Fiduciary Net Position, Beginning of Year	<u>15,015,755</u>	<u>332,322</u>	<u>12,830,001</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 15,851,591</u></u>	<u><u>\$ 940,108</u></u>	<u><u>\$ 12,980,018</u></u>

<u>Index 50</u>	<u>Index 40</u>	<u>Index 30</u>	<u>Index 20</u>	<u>Index 10</u>
\$ 1,666,685	\$ 1,218,145	\$ 817,961	\$ 1,783,115	\$ 1,022,877
38,343	196,548	12,074	141,121	92,760
66	397	18	298	200
-	0	-	-	-
715	3,788	239	2,866	1,935
715	3,788	239	2,865	1,935
6	91	6	68	74
<u>36,973</u>	<u>189,278</u>	<u>11,608</u>	<u>135,620</u>	<u>89,016</u>
(17,501)	(43,481)	(2,569)	(42,946)	(26,840)
<u>85,410</u>	<u>291,481</u>	<u>31,829</u>	<u>210,749</u>	<u>131,134</u>
1,771,567	1,655,423	858,829	2,086,538	1,216,187
<u>(289,424)</u>	<u>\$ (2,698,286)</u>	<u>(43,049)</u>	<u>(2,522,693)</u>	<u>(1,535,906)</u>
1,482,143	(1,042,863)	815,780	(436,155)	(319,719)
<u>429,861</u>	<u>8,257,503</u>	<u>62,136</u>	<u>6,396,662</u>	<u>4,435,195</u>
<u>\$ 1,912,004</u>	<u>\$ 7,214,640</u>	<u>\$ 877,916</u>	<u>\$ 5,960,507</u>	<u>\$ 4,115,476</u>

EDUCATION TRUST BOARD OF NEW MEXICO
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - THE EDUCATION PLAN
YEAR ENDED JUNE 30, 2019

	<u>Index 5</u>	<u>Index Fixed Income</u>	<u>Index Low Duration Fixed Income</u>
ADDITIONS			
Subscriptions	\$ 618,209	\$ 1,282,023	\$ 3,729,275
Investment Income			
Dividends	7,090	49,245	80,196
Interest	11	103	175
Less: Expenses:			
Distribution Fees	-	-	-
Management Fees	153	1,045	1,837
State Administrative Fees	153	1,045	1,838
Other Reimbursement	2	5	57
	<u>6,793</u>	<u>47,253</u>	<u>76,639</u>
NET INVESTMENT INCOME	6,793	47,253	76,639
Capital Gains from Underlying Investments	(660)	(18,538)	(18,436)
Net Increase in Fair Value of Investments	<u>16,820</u>	<u>75,023</u>	<u>117,560</u>
TOTAL ADDITIONS	641,162	1,385,761	3,905,038
DEDUCTIONS			
Redemptions	<u>(28,932)</u>	<u>(950,199)</u>	<u>(1,745,849)</u>
CHANGE IN NET POSITION	612,230	435,562	2,159,189
Fiduciary Net Position, Beginning of Year	<u>38,145</u>	<u>2,101,033</u>	<u>2,741,732</u>
FIDUCIARY NET POSITION, END OF YEAR	<u><u>\$ 650,375</u></u>	<u><u>\$ 2,536,595</u></u>	<u><u>\$ 4,900,921</u></u>

Total

\$ 220,567,170

19,869,583
28,337

-
276,026
276,018
6,233

19,339,643

(608,669)
9,907,896

249,206,040

(232,254,377)

16,951,663

559,975,403

\$ 576,927,066

EDUCATION TRUST BOARD OF NEW MEXICO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL -
ADMINISTRATIVE FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Program - Fees	\$ -	\$ -	\$ 2,402,320	\$ 2,402,320
Investment Income	-	-	211,558	211,558
Total Revenues	-	-	2,613,878	2,613,878
Budgeted Net Position	2,290,877	2,290,877	-	(2,290,877)
Total Revenues & Budgeted Net Position	2,290,877	2,290,877	2,613,878	323,001
EXPENSES				
Personnel services and employee benefits	364,137	364,137	287,829	76,308
Contractual services	1,549,800	1,549,800	1,469,870	79,930
Other costs	376,940	376,940	137,521	239,419
	\$ 2,290,877	\$ 2,290,877	1,895,220	\$ 395,657
CHANGE IN NET POSITION			718,658	
Net Position - Beginning of Year			9,410,449	
NET POSITION - END OF YEAR			\$ 10,129,107	

*P785 Education Trust is the only P-Code NMETB had for the fiscal year ended June 30, 2019.

**EDUCATION TRUST BOARD OF NEW MEXICO
SCHEDULE OF INDIVIDUAL DEPOSIT ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2019**

<u>Name of Institution</u>	<u>Account Name</u>	<u>Share Fund No.</u>	<u>Deposit Type</u>	<u>Bank Balance</u>	<u>Reconciled Balance</u>
<i>Enterprise Fund:</i>					
NM State Treasurer's Office	Education Trust Board of New Mexico - Administrative Fund	11250	Interest in SGFIP	\$ 630,291	\$ 630,291
NM State Treasurer's Office	Education Trust Board of New Mexico - Administrative Fund	11250	Local Government Investment Pool	<u>8,987,272</u>	<u>8,987,272</u>
Total Enterprise Fund Types - Administrative Fund				<u>\$ 9,617,563</u>	<u>\$ 9,617,563</u>
<i>Fiduciary Funds:</i>					
CitiBank	Multiple Portfolio Custody Accounts - Scholar's Edge		Cash Deposits	\$ 2,891,980	\$ 2,891,980
CitiBank	Multiple Portfolio Custody Accounts - The Education Plan		Cash Deposits	<u>539,370</u>	<u>539,370</u>
Total Fiduciary Fund Types				<u>\$ 3,431,350</u>	<u>\$ 3,431,350</u>

Intentionally blank page.

Other Supplementary Information

EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - SCHOLAR'S EDGE (ADVISOR SOLD)
FOR THE YEAR ENDED JUNE 30, 2019

The table below presents the Average Annual Total Returns for each portfolio in the New Mexico Scholar's Edge Savings Program for the 12-month period ended June 30, 2019:

	A Unit Total Returns %	C Unit Total Returns %	Benchmark Return %
Age Based Portfolio 100	4.35%	3.57%	5.98%
Age Based Portfolio 90	4.76	3.96	6.28
Age Based Portfolio 80	5.04	4.23	6.42
Age Based Portfolio 70	5.18	4.27	6.50
Age Based Portfolio 60	5.41	4.62	6.65
Age Based Portfolio 50	5.37	4.68	6.53
Age Based Portfolio 40	5.39	4.60	6.41
Age Based Portfolio 30	5.24	4.44	6.15
Age Based Portfolio 20	5.08	4.31	5.87
Age Based Portfolio 10	4.67	3.85	5.27
Portfolio 100	4.33	3.55	5.98
Portfolio 90	5.12	4.44	6.28
Portfolio 80	5.02	4.24	6.42
Portfolio 70	5.59	4.72	6.50
Portfolio 60	5.44	4.66	6.65
Portfolio 50	5.38	4.68	6.53
Portfolio 40	5.35	4.56	6.41
Portfolio 30	5.32	4.59	6.15
Portfolio 20	5.11	4.25	5.87
Portfolio 10	4.68	3.89	5.27
Fixed Income Portfolio	4.33	3.44	4.25
Low Duration Fixed Income Portfolio	3.93	3.11	4.51
Value Portfolio	5.08	4.30	8.46
Main Street Mid Cap Portfolio	2.45	1.69	7.83
American Century Diversified Bond Portfolio	6.36	5.53	7.87
Global Strategic Income Portfolio	6.84	6.05	7.87
Institutional Government Money Market Portfolio	1.94	2.01	1.97
Capital Preservation Portfolio	1.55	1.31	0.00
Global Portfolio	3.36	2.60	5.74
Discovery Portfolio	12.59	11.71	(0.49)
Global Opportunities Portfolio	(4.49)	(5.21)	7.34
Gold & Special Minerals Portfolio	15.00	14.16	4.02
International Bond Portfolio	6.32	5.52	4.54
International Diversified Portfolio	0.00	(0.79)	1.29
International Growth Portfolio	(2.23)	(2.93)	1.29
Limited Term Government Portfolio	3.61	2.94	4.02

**EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - SCHOLAR'S EDGE (ADVISOR SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019**

	A Unit Total Returns %	C Unit Total Returns %	Benchmark Return %
Main Street Portfolio	11.67	10.83	10.42
Real Estate Portfolio	11.18	10.39	11.21
Senior Floating Rate Portfolio	1.43	0.61	4.30
Developing Markets Portfolio	2.60	1.77	1.21
Capital Income Portfolio	5.17	4.34	8.59
Global Focus Portfolio	3.89	3.11	5.74
International Small-Mid Company Portfolio	1.32	0.61	(3.81)
Limited Term Bond Portfolio	4.94	4.23	4.28
Main Street Small Cap Portfolio	(4.27)	(5.00)	(3.31)
MainStay High Yield Corporate Bond Portfolio	6.78	5.94	7.58
Dividend Opportunity Portfolio	5.84	5.12	7.34
American Century Short Duration Inflation Protect Portfolio	2.29	1.80	3.41
Global Allocation Fund	1.00	0.20	6.76
SteelPath Select 40 Portfolio	3.32	2.64	3.09
T. Rowe Price Blue Chip Growth Portfolio	9.83	8.97	10.42
Total Return Bond Portfolio	7.81	7.00	7.87

**EDUCATION TRUST BOARD OF NEW MEXICO
 FUND PERFORMANCE SUMMARY - BY PORTFOLIO - SCHOLAR'S EDGE (ADVISOR SOLD),
 CONTINUED
 FOR THE YEAR ENDED JUNE 30, 2019**

The benchmarks for the Scholar's Edge® Portfolios are based on a blend of the benchmarks applicable to each Underlying Investment category, as follows:

Invesco Oppenheimer Value Fund	Russell 1000® Value Index
Invesco Oppenheimer Main Street Fund®	S&P 500® Index
Invesco Oppenheimer Main Street Mid Cap Fund®	Russell Midcap Index
Invesco Oppenheimer International Growth Fund	MSCI® All Country World ex-U.S. Index
American Century Diversified Bond Fund	Bloomberg Barclays US Aggregate Bond Index
Invesco Oppenheimer International Bond Fund	FTSE World Government Bond Index ex U.S.
Invesco Oppenheimer Limited-Term Government Fund	Bloomberg Barclays U.S. Government 1-3 Year Bond Index
Invesco Oppenheimer Limited-Term Government	Bloomberg Barclays U.S. Government 1-3 Year Bond Index
Invesco Oppenheimer Limited-Term Global Strategic Fund	Bloomberg Barclays U.S. Aggregate Bond Index
Mainstay high Yield Corporate Bond Fund	BofA ML US HY Master II Constrained
Invesco Oppenheimer Senior Floating Rate Fund	J P Morgan Leveraged Loan Index
Invesco Oppenheimer Institutional Government Money Market Fund	iMoneyNet Government Institutional Index
Invesco Oppenheimer Global Fund	MSCI All Country World Index
Invesco Oppenheimer Global Opportunities Fund	MSCI All Country World Index

**EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - SCHOLAR'S EDGE (ADVISOR SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019**

Invesco Oppenheimer Developing Markets Fund	MSCI® Emerging Markets Index
Invesco Oppenheimer International Diversified Fund	MSCI® All Country World ex-U.S. Index
Invesco Oppenheimer Dividend Opportunity Fund	Russell 3000® Value Index
Invesco Oppenheimer Discovery Fund	Russell 2000® Growth Index
Invesco Oppenheimer Gold & Special Minerals Fund	Philadelphia Gold and Silver Index
Invesco Oppenheimer Real Estate Fund	FTSE NAREIT Equity REITs Index
Invesco Oppenheimer Limited-Term Bond Fund	Bloomberg Barclays US Aggregate 1-3 Year Bond Index
Invesco Oppenheimer Global Focus Fund	MSCI All Country World Index
Invesco Oppenheimer Main Street Small Cap Fund	Russel 2000® Index
Invesco Oppenheimer International Small-Mid Company Fund	MSCI ACWI ex-US SMID Index
Invesco Oppenheimer Capital Income Fund	65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000® Index
Invesco Oppenheimer Total Return Bond Fund	Bloomberg Barclays US Aggregate Bond Index
Invesco Oppenheimer SteelPath MLP Select 40 Fund	Alerian MLP Index Total Return
American Century Short Duration Inflation Protection Bond Fund	Bloombert Barclays US 1-5 TIPS Index
Invesco Oppenheimer Global Allocation Fund	60% MSCI All Country World Index / 40% Bloomberg Barclays Global Aggregate Bond Index, Hedged
T. Rowe Price Blue Chip Growth Fund	S&P 500® Index

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - SCHOLAR'S EDGE (ADVISOR SOLD), CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 100 Age Based Portfolio 100	Portfolio 90 Age Based Portfolio 90	Portfolio 80 Age Based Portfolio 80	Portfolio 70 Age Based Portfolio 70	Portfolio 60 Age Based Portfolio 60	Portfolio 50 Age Based Portfolio 50
Age Based Portfolios									
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	7%	7%	7%	7%	6%	5%
T. Rowe Price Blue Chip Growth Fund	10.48%	S&P 500® Index	10.42%	12%	11%	10%	8%	7%	5%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	13%	13%	10%	8%	7%	6%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell® Midcap Index	7.83%	6%	4%	4%	3.5%	3%	2%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	6%	4%	3%	2.5%	2%	1%
Invesco Oppenheimer Capital Income Fund	5.63%	65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index	8.59%	0%	0%	1%	3%	5%	7%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	5%	5%	4%	4%	3%	2%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® AC World ex-U.S. Index	1.29%	16%	15%	13%	11%	9%	8%
Invesco Oppenheimer Global Fund	3.72%	MSCI® AC World Index	5.74%	16%	15%	14%	13%	12%	11%
Invesco Oppenheimer Global Focus Fund	3.68%	MSCI® AC World Index	5.74%	10%	9%	8%	7%	6%	5%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REITs Index	11.21%	5%	4%	3%	2%	2%	2%
Invesco Oppenheimer SteelPath MLP Select 40 Fund	4.25%	Alerian MLP Index Total Return	3.09%	4%	3%	3%	2%	1%	1%
American Century Diversified Bond Fund	7.20%	Bloomberg Barclays US Aggregate Bond Index	7.87%	—%	2%	3%	5%	6%	7%
Invesco Oppenheimer Total Return Bond Fund	8.54%	Bloomberg Barclays US Aggregate Bond Index	7.87%	—%	3%	6%	7%	9%	10%
Invesco Oppenheimer International Bond Fund	6.77%	FTSE World Government Bond Index ex U.S.	4.54%	—%	3%	5%	7.5%	7.5%	7.5%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%	—%	—%	—%	3%	3.5%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%	—%	—%	—%	2%	2.5%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	JP Morgan Leveraged Loan Index	4.30%	—%	1%	4%	5%	5%	5%
MainStay High Yield Corporate Bond Fund	6.91%	BofA ML US HY Master II Constrained Index	7.58%	—%	1%	2%	4.5%	4.5%	4.5%
American Century Short Duration Inflation Protection Bond Fund	3.01%	Bloomberg Barclays US 1-5 TIPS Index	3.41%	—%	—%	—%	—%	—%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	—%	—%	—%	—%	—%	5%
NYLIM Funding Agreement				—%	—%	—%	—%	—%	—%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - SCHOLAR'S EDGE (ADVISOR SOLD), CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 40 Age Based Portfolio 40	Portfolio 30 Age Based Portfolio 30	Portfolio 20 Age Based Portfolio 20	Portfolio 10 Age Based Portfolio 10	Fixed Income Portfolio	Low Duration Fixed Income Portfolio
Age Based Portfolios									
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	4%	3%	2%	1%	—%	—%
T. Rowe Price Blue Chip Growth Fund	10.48%	S&P 500® Index	10.42%	3%	2%	1%	—%	—%	—%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	5%	3.5%	3%	1.5%	—%	—%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell® Midcap Index	7.83%	1.5%	1%	0.5%	0.5%	—%	—%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	1%	0.5%	0.5%	—%	—%	—%
Invesco Oppenheimer Capital Income Fund	5.63%	65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index	8.59%	9%	8%	8%	8%	—%	—%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	1.5%	1%	1%	—%	—%	—%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® AC World ex-U.S. Index	1.29%	6%	4%	2%	2%	—%	—%
Invesco Oppenheimer Global Fund	3.72%	MSCI® AC World Index	5.74%	10%	9%	7%	4%	—%	—%
Invesco Oppenheimer Global Focus Fund	3.68%	MSCI AC World Index	5.74%	4%	3%	1%	—%	—%	—%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REITs Index	11.21%	2%	2%	1%	1%	—%	—%
Invesco Oppenheimer SteelPath MLP Select 40 Fund	4.25%	Alerian MLP Index Total Return	3.09%	—%	—%	—%	—%	—%	—%
American Century Diversified Bond Fund	7.20%	Bloomberg Barclays US Aggregate Bond Index	7.87%	7%	7%	7%	6%	5%	6%
Invesco Oppenheimer Total Return Bond Fund	8.54%	Bloomberg Barclays US Aggregate Bond Index	7.87%	11%	12%	13%	12%	10%	10%
Invesco Oppenheimer International Bond Fund	6.77%	FTSE World Government Bond Index ex U.S.	4.54%	7%	7%	5%	4%	—%	5%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Barclays U.S. Government 1-3 Year Bond Index	4.02%	5.5%	7.5%	10%	13%	—%	20%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	5%	7.5%	10%	13%	25%	20%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	JP Morgan Leveraged Loan Index	4.30%	5%	5%	4%	2%	25%	4%
MainStay High Yield Corporate Bond Fund	6.91%	BofA ML US HY Master II Constrained Index	7.58%	4.5%	4%	4%	4%	—%	5%
American Century Short Duration Inflation Protection Bond Fund	3.01%	Bloomberg Barclays US 1-5 TIPS Index	3.41%	3%	6%	10%	13%	20%	15%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	5%	7%	10%	15%	15%	15%
NYLIM Funding Agreement				—%	—%	—%	—%	—%	—%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - SCHOLAR'S EDGE (ADVISOR SOLD), CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Capital Preservation Portfolio
Age Based Portfolios				
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	—%
T. Rowe Price Blue Chip Growth Fund	10.48%	S&P 500® Index	10.42%	—%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	—%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell® Midcap Index	7.83%	—%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	—%
Invesco Oppenheimer Capital Income Fund	5.63%	65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index	8.59%	—%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	—%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® AC World ex-U.S. Index	1.29%	—%
Invesco Oppenheimer Global Fund	3.72%	MSCI® AC World Index	5.74%	—%
Invesco Oppenheimer Global Focus Fund	3.68%	MSCI® AC World Index	5.74%	—%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REIT's Index	11.21%	—%
Invesco Oppenheimer SteelPath MLP Select 40 Fund	4.25%	Alerian MLP Index Total Return	3.09%	—%
American Century Diversified Bond Fund	7.20%	Bloomberg Barclays US Aggregate Bond Index	7.87%	—%
Invesco Oppenheimer Total Return Bond Fund	8.54%	Bloomberg Barclays US Aggregate Bond Index	7.87%	—%
Invesco Oppenheimer International Bond Fund	6.77%	FTSE World Government Bond Index ex U.S.	4.54%	—%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	JP Morgan Leveraged Loan Index	4.30%	—%
MainStay High Yield Corporate Bond Fund	6.91%	BofA ML US HY Master II Constrained Index	7.58%	—%
American Century Short Duration Inflation Protection Bond Fund	3.01%	Bloomberg Barclays US 1-5 TIPS Index	3.41%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	5%
NYLIM Funding Agreement				95%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - SCHOLAR'S EDGE (ADVISOR SOLD), CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Investment	Investment Return	Benchmark	Benchmark Return	Discovery Portfolio	Dividend Opportunity Portfolio	Value Portfolio	Main Street Portfolio	Main Street Mid Cap Portfolio	Main Street Small Cap Portfolio
Invesco Oppenheimer Discovery Fund	13.03%	Russell 2000® Growth Index	(0.49)%	100%	—%	—%	—%	—%	—%
Invesco Oppenheimer Dividend Opportunity Fund	6.35%	Russell 3000® Value Index	7.34%	—%	100%	—%	—%	—%	—%
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	—%	—%	100%	—%	—%	—%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	—%	—%	—%	100%	—%	—%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell® Midcap Index	7.83%	—%	—%	—%	—%	100%	—%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	—%	—%	—%	—%	—%	100%
Investment	Investment Return	Benchmark	Benchmark Return	Developing Markets Portfolio	Global Opportunities Portfolio	Global Portfolio	International Diversified Portfolio	International Growth Portfolio	Global Focus Portfolio
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	100%	—%	—%	—%	—%	—%
Invesco Oppenheimer Global Opportunities Fund	(4.30)%	MSCI® AC World Index	5.74%	—%	100%	—%	—%	—%	—%
Invesco Oppenheimer Global Fund	3.72%	MSCI® AC World Index	5.74%	—%	—%	100%	—%	—%	—%
Invesco Oppenheimer International Diversified Fund	0.29%	MSCI® AC World ex-U.S. Index	1.29%	—%	—%	—%	100%	—%	—%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® AC World ex-U.S. Index	1.29%	—%	—%	—%	—%	100%	—%
Invesco Oppenheimer Global Focus Fund	3.68%	MSCI® AC World Index	5.74%	—%	—%	—%	—%	—%	100%
Investment	Investment Return	Benchmark	Benchmark Return	International Small-Mid Company Portfolio	Limited-Term Government Portfolio	Limited-Term Bond Portfolio	MainStay High Yield Corporate Bond Portfolio	Senior Floating Rate Portfolio	American Century Diversified Bond Portfolio
Invesco Oppenheimer International Small-Mid Company Fund	1.81%	MSCI ACWI ex-US SMID Index	(3.81)%	100%	—%	—%	—%	—%	—%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%	100%	—%	—%	—%	—%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%	—%	100%	—%	—%	—%
MainStay High Yield Corporate Bond Fund	6.91%	BofA ML US HY Master II Constrained Index	7.58%	—%	—%	—%	100%	—%	—%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	J.P. Morgan Leveraged Loan Index	4.30%	—%	—%	—%	—%	100%	—%
American Century Diversified Bond Fund	7.20%	Bloomberg Barclays US Aggregate Bond Index	7.87%	—%	—%	—%	—%	—%	100%

EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - THE EDUCATION PLAN (DIRECT SOLD),
FOR THE YEAR ENDED JUNE 30, 2019

Investment	Investment Return	Benchmark	Benchmark Return	International Bond Portfolio	Global Strategic Income Portfolio	Gold & Special Minerals Portfolio	Real Estate Portfolio	Capital Income Portfolio	SteelPath MLP Select 40 Portfolio
Invesco Oppenheimer International Bond Fund	6.77%	FTSE World Government Bond Index ex U.S.	4.54%	100%	—%	—%	—%	—%	—%
Invesco Oppenheimer Global Strategic Income Fund	7.35%	Bloomberg Barclays U.S. Aggregate Bond Index	7.87%	—%	100%	—%	—%	—%	—%
Invesco Oppenheimer Gold & Special Minerals Fund	15.73%	Philadelphia Gold and Silver Index	4.02%	—%	—%	100%	—%	—%	—%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REIT's Index	11.21%	—%	—%	—%	100%	—%	—%
Invesco Oppenheimer Capital Income Fund	5.63%	65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index	8.59%	—%	—%	—%	—%	100%	—%
Invesco Oppenheimer SteelPath MLP Select 40 Fund	4.25%	Alerian MLP Index Total Return	3.09%	—%	—%	—%	—%	—%	100%
Investment	Investment Return	Benchmark	Benchmark Return	Total Return Bond Portfolio	American Century Short Duration Inflation Protection Bond Portfolio	Global Allocation Portfolio	T. Rowe Price Blue Chip Growth Portfolio	Institutional Government Money Market Portfolio	
Invesco Oppenheimer Total Return Bond Fund	8.54%	Bloomberg Barclays US Aggregate Bond Index	7.87%	100%	—%	—%	—%	—%	—%
American Century Short Duration Inflation Protection Bond Fund	3.01%	Bloomberg Barclays US 1-5 TIPS Index	3.41%	—%	100%	—%	—%	—%	—%
Invesco Oppenheimer Global Allocation Fund	1.56%	60% MSCI All Country World Index / 40% Bloomberg Barclays Global Aggregate Bond Index, Hedged	6.76%	—%	—%	100%	—%	—%	—%
T. Rowe Price Blue Chip Growth Fund	10.48%	S&P 500® Index	10.42%	—%	—%	—%	100%	—%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	—%	—%	—%	—%	100%	—%

EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

The table below presents the Average Annual Total Returns for each portfolio in The Education Plan College Savings Program for the 12-month period ended June 30, 2019:

	Direct Sold Total Return (%)	Benchmark Return (%)
Age Based Portfolio 100	4.75%	5.25%
Age Based Portfolio 90	5.03	5.63
Age Based Portfolio 80	5.07	5.69
Age Based Portfolio 70	5.33	5.85
Age Based Portfolio 60	5.56	5.95
Age Based Portfolio 50	5.81	5.96
Age Based Portfolio 40	5.50	5.61
Age Based Portfolio 30	5.30	5.36
Age Based Portfolio 20	5.28	5.20
Age Based Portfolio 10	5.06	4.84
Age Based Portfolio 5	4.69	4.53
Age Based Low Duration Fixed Income Portfolio	4.01	3.78
Portfolio 100	4.44	5.25
Portfolio 90	4.96	5.63
Portfolio 80	5.03	5.69
Portfolio 70	6.94	5.85
Portfolio 60	5.58	5.95
Portfolio 50	5.88	5.96
Portfolio 40	5.47	5.61
Portfolio 30	5.01	5.36
Portfolio 20	5.30	5.20
Portfolio 10	5.04	4.84
Portfolio 5	4.35	4.53
Short Term Yield Portfolio	2.05	1.97
Fixed Income Portfolio	4.74	4.58
Low Duration Fixed Income Portfolio	4.10	3.78
Index Age Based Portfolio 100	6.05	6.26
Index Age Based Portfolio 90	6.28	6.53
Index Age Based Portfolio 80	6.57	6.58
Index Age Based Portfolio 70	6.46	6.64
Index Age Based Portfolio 60	6.73	6.78
Index Age Based Portfolio 50	6.63	6.63
Index Age Based Portfolio 40	6.23	6.31
Index Age Based Portfolio 30	5.90	5.95
Index Age Based Portfolio 20	5.64	5.69
Index Age Based Portfolio 10	5.28	5.37
Index Age Based Portfolio 5	4.98	5.13
Index Age Based Low Duration Fixed Income Portfolio	4.25	4.43

EDUCATION TRUST BOARD OF NEW MEXICO
FUND PERFORMANCE SUMMARY - BY PORTFOLIO - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

	Direct Sold Total Return (%)	Benchmark Return (%)
Index Portfolio 100	6.07%	6.26%
Index Portfolio 90	6.52	6.53
Index Portfolio 80	6.56	6.58
Index Portfolio 70	6.31	6.64
Index Portfolio 60	6.82	6.78
Index Portfolio 50	6.58	6.63
Index Portfolio 40	6.38	6.31
Index Portfolio 30	5.78	5.95
Index Portfolio 20	5.64	5.69
Index Portfolio 10	5.30	5.37
Index Portfolio 5	4.99	5.13
Index Fixed Income Portfolio	4.88	5.06
Index Low Duration Fixed Income Portfolio	4.33	4.43

The benchmarks for The Education Plan® Portfolios are based on a blend of the benchmarks applicable to each underlying Investment category as follows:

Invesco Oppenheimer Value Fund	Russell 1000® Value Index
Invesco Oppenheimer International Growth Fund	MSCI® All Country World ex-U.S. Index
Invesco Oppenheimer Main Street Fund®	S&P 500® Index
Invesco Oppenheimer Institutional Government Money Market Fund	iMoneyNet Government Institutional Index
Invesco Oppenheimer Senior Floating Rate Fund	J P Morgan Leveraged Loan Index
Invesco Oppenheimer Main Street Mid Cap Fund®	Russell Midcap Index
Vanguard Extended Market Index Fund	S&P Completion Index
Vanguard Total Stock Market Index Fund	CRSP U.S. Total Market Index
Invesco Oppenheimer Global Fund	MSCI All Country World Index
Invesco Oppenheimer Limited-Term Bond Fund	Bloomberg Barclays U.S. Government 1-3 Year Bond Index
Invesco Oppenheimer Main Street Small Cap Fund	Russel 2000® Index
Vanguard Short-Term Bond Index Fund	Bloomberg Barclays US 1-5 Years Government/Credit Float Adjusted Index
Vanguard Total International Stock Index Fund	FTSE Global All Cap ex US Index
Vanguard Total Bond Market Index Fund	Bloomberg Barclays U.S. Aggregate Float Adjusted Index
Vanguard Real Estate Index Fund	MSCI® US Investable Market Real Estate 25/50 Transition Index
Vanguard Short-Term Inflation-Protected Securities Index Fund	Bloomberg Barclays US 0-5 Year TIPS Index
Invesco Oppenheimer Developing Markets Fund	MSCI® Emerging Markets Index
Vanguard Developed Markets Index Fund	FTSE Developed All Cap ex US Index
Invesco Oppenheimer Real Estate Fund	FTSE NAREIT Equity REITs Index

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 100 Age Based Portfolio 100	Portfolio 90 Age Based Portfolio 90	Portfolio 80 Age Based Portfolio 80	Portfolio 70 Age Based Portfolio 70	Portfolio 60 Age Based Portfolio 60	Portfolio 50 Age Based Portfolio 50
Age Based Portfolios									
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	20%	19%	18%	16%	12%	10%
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	7%	6%	5%	5%	5%	4%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	12%	11%	9%	8%	7%	6%
Vanguard Extended Market Index Fund	2.06%	S&P Completion Index	1.88%	10%	9%	8%	7%	7%	6%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell Midcap Index	7.83%	3.5%	3%	2.5%	2%	1.5%	1%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	3.5%	3%	2.5%	2%	1.5%	1%
Invesco Oppenheimer Global Fund	3.72%	MSCI All Country World Index	5.74%	10%	9%	8%	7%	6%	5%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® All Country World ex-U.S. Index	1.29%	14%	13%	12%	10%	8%	7%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	4%	3%	2%	2%	2%	1%
Vanguard Developed Markets Index Fund	0.01%	FTSE Developed All Cap ex US Index	(0.38)%	12%	11%	10%	9%	8%	7%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REITs Index	11.21%	4%	3%	3%	2%	2%	2%
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	—%	9%	10%	15%	20%	25%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Bloomberg Barclays US Aggregate 1-3 Year Bond Index	4.02%	—%	—%	3%	5%	8%	8%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	—%	—%	3%	5%	8%	8%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	J P Morgan Leveraged Loan Index	4.30%	—%	1%	4%	5%	4%	4%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	—%	—%	—%	—%	—%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	—%	—%	—%	—%	—%	5%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 40	Portfolio 30	Portfolio 20	Portfolio 10	Portfolio 5	Low Duration Fixed Income Portfolio
Age Based Portfolios				Age Based Portfolio 40	Age Based Portfolio 30	Age Based Portfolio 20	Age Based Portfolio 10	Age Based Portfolio 5	Low Duration Fixed Income Portfolio
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	8%	6%	5%	2%	1%	—%
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	3%	3%	2%	1%	0.5%	—%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	5%	4%	3%	2%	1.5%	—%
Vanguard Extended Market Index Fund	2.06%	S&P Completion Index	1.88%	5%	3%	2%	1%	1%	—%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell Midcap Index	7.83%	0.5%	0.5%	—%	—%	—%	—%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	0.5%	0.5%	—%	—%	—%	—%
Invesco Oppenheimer Global Fund	3.72%	MSCI All Country World Index	5.74%	4%	3%	1%	—%	—%	—%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® All Country World ex-U.S. Index	1.29%	6%	4%	2%	1%	1%	—%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	1%	1%	1%	—%	—%	—%
Vanguard Developed Markets Index Fund	0.01%	FTSE Developed All Cap ex US Index	(0.38)%	5%	4%	3%	2%	1%	—%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REITs Index	11.21%	2%	1%	1%	1%	—%	—%
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	20%	20%	20%	20%	18%	5%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Bloomberg Barclays US Aggregate 1-3 Year Bond Index	4.02%	13%	15%	18.5%	21%	22%	28%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	13%	15%	18.5%	21%	22%	27%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	J P Morgan Leveraged Loan Index	4.30%	4%	4%	3%	2%	2%	—%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	3%	6%	10%	13%	15%	25%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	7%	10%	10%	13%	15%	15%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Fixed Income Portfolio	Short Term Yield Portfolio
Age Based Portfolios					
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	—%	—%
Invesco Oppenheimer Value Fund	5.53%	Russell 1000® Value Index	8.46%	—%	—%
Invesco Oppenheimer Main Street Fund	12.16%	S&P 500® Index	10.42%	—%	—%
Vanguard Extended Market Index Fund	2.06%	S&P Completion Index	1.88%	—%	—%
Invesco Oppenheimer Main Street Mid Cap Fund	2.92%	Russell Midcap Index	7.83%	—%	—%
Invesco Oppenheimer Main Street Small Cap Fund	(3.88)%	Russell 2000 Index	(3.31)%	—%	—%
Invesco Oppenheimer Global Fund	3.72%	MSCI All Country World Index	5.74%	—%	—%
Invesco Oppenheimer International Growth Fund	(1.73)%	MSCI® All Country World ex-U.S. Index	1.29%	—%	—%
Invesco Oppenheimer Developing Markets Fund	3.14%	MSCI® Emerging Markets Index	1.21%	—%	—%
Vanguard Developed Markets Index Fund	0.01%	FTSE Developed All Cap ex US Index	(0.38)%	—%	—%
Invesco Oppenheimer Real Estate Fund	11.79%	FTSE NAREIT Equity REITs Index	11.21%	—%	—%
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	25%	—%
Invesco Oppenheimer Limited-Term Bond Fund	5.52%	Bloomberg Barclays US Aggregate 1-3 Year Bond Index	4.02%	20%	—%
Invesco Oppenheimer Limited-Term Government Fund	4.18%	Bloomberg Barclays U.S. Government 1-3 Year Bond Index	4.02%	20%	—%
Invesco Oppenheimer Senior Floating Rate Fund	1.87%	J P Morgan Leveraged Loan Index	4.30%	—%	—%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	20%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	15%	100%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Index Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 100 Age Based Portfolio 100	Portfolio 90 Age Based Portfolio 90	Portfolio 80 Age Based Portfolio 80	Portfolio 70 Age Based Portfolio 70	Portfolio 60 Age Based Portfolio 60	Portfolio 50 Age Based Portfolio 50
Index Age Based Portfolios									
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	60%	54%	49%	43%	37%	30%
Vanguard Total International Stock Index Fund	0.50%	FTSE Global All Cap ex US Index	0.81%	35%	32%	28%	25%	21%	18%
Vanguard Real Estate Index Fund	12.26%	MSCI® US Investable Market Real Estate 25/50 Transition Index	10.89%	5%	4%	3%	2%	2%	2%
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	—%	10%	10%	15%	20%	25%
Vanguard Short-Term Bond Index Fund	5.25%	Bloomberg Barclays US 1-5 Years Government/Credit Float Adjusted Index	5.34%	—%	—%	10%	15%	20%	20%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	—%	—%	—%	—%	—%	—%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	—%	—%	—%	—%	—%	5%

Index Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Portfolio 40	Portfolio 30	Portfolio 20	Portfolio 10	Portfolio 5	Low Duration Fixed Income Portfolio
Index Age Based Portfolios									
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	24%	17.5%	12%	6%	4%	—%
Vanguard Total International Stock Index Fund	0.50%	FTSE Global All Cap ex US Index	0.81%	14%	10.5%	7%	3%	2%	—%
Vanguard Real Estate Index Fund	12.26%	MSCI® US Investable Market Real Estate 25/50 Transition Index	10.89%	2%	2%	1%	1%	—%	—%
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	20%	18%	18%	18%	18%	5%
Vanguard Short-Term Bond Index Fund	5.25%	Bloomberg Barclays US 1-5 Years Government/Credit Float Adjusted Index	5.34%	30%	36%	42%	46%	46%	55%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	3%	6%	10%	13%	15%	25%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	7%	10%	10%	13%	15%	15%

EDUCATION TRUST BOARD OF NEW MEXICO
PORTFOLIO INVESTMENT ALLOCATIONS - THE EDUCATION PLAN (DIRECT SOLD),
CONTINUED
FOR THE YEAR ENDED JUNE 30, 2019

Index Custom Choice Portfolios	Investment Return	Benchmark	Benchmark Return	Fixed Income Portfolio
Index Age Based Portfolios				
Vanguard Total Stock Market Index Fund	9.00%	CRSP U.S. Total Market Index	9.00%	— %
Vanguard Total International Stock Index Fund	0.50%	FTSE Global All Cap ex US Index	0.81%	— %
Vanguard Real Estate Index Fund	12.26%	MSCI® US Investable Market Real Estate 25/50 Transition Index	10.89%	— %
Vanguard Total Bond Market Index Fund	7.87%	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	7.97%	25%
Vanguard Short-Term Bond Index Fund	5.25%	Bloomberg Barclays US 1-5 Years Government/Credit Float Adjusted Index	5.34%	40%
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.05%	Bloomberg Barclays US 1-5 Year TIPS Index	3.41%	20%
Invesco Oppenheimer Institutional Government Money Market Fund	2.23%	iMoneyNet Government Institutional Index	1.97%	15%

Intentionally blank page.

Government Auditing Standards Section



**INDEPENDENT AUDITORS' 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**

Board of Directors
Education Trust Board of New Mexico
and Mr. Brian Colón
New Mexico State Auditor
Santa Fe, New Mexico

We have audited, in accordance with the 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, the financial statements of the business-type activities and the aggregate remaining fund information of Education Trust Board of New Mexico (the Board), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements, and have issued our report thereon dated October 24, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Board of Directors
Education Trust Board of New Mexico
and Mr. Brian Colón
New Mexico State Auditor

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Albuquerque, New Mexico
October 24, 2019

**EDUCATION TRUST BOARD OF NEW MEXICO
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2018**

Section II - Financial Statement Findings:

None.

**EDUCATION TRUST BOARD OF NEW MEXICO
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2019**

No findings in prior year.

**EDUCATION TRUST BOARD OF NEW MEXICO
EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2019**

An exit conference was held with NMETB on October 24, 2019. The conference was held at NMETB's offices in Santa Fe, New Mexico. The conference was held in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

EDUCATION TRUST BOARD OF NEW MEXICO

Sandra Liggett, JD	Board Chair
Theodore Miller	Executive Director
Vera Lyons	Financial Coordinator
Janet Pacheco-Morton, CPA, CGFM	Board Consultant, Morton Accounting Services, LLC

CLIFTONLARSONALLEN LLP

Matt Bone, CPA, CGFM, CGMA	Principal
----------------------------	-----------