

Annual Financial Report

2009 - 2010



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Director of Budget

D'Anne Stuart
*Assistant Vice President for
Human Resource Services*



November 5, 2010

Members of the Board of Regents
New Mexico State University

We are pleased to submit the annual financial report of New Mexico State University (the University) for the fiscal year ended June 30, 2010. The accompanying financial statements of the University include a separate column entitled Discrete Component Unit representing the New Mexico State University Foundation, Inc. Moss Adams LLP, independent auditors, have examined the financial statements and their unqualified opinion is displayed on pages 3 and 4 of the report.

As the University weathered the continued downturn in the economy during the fiscal year ended June 30, 2010, with its impacts upon state appropriation funding, we benefitted greatly from the underlying soundness of our financial position, and by the continued growth in our core mission functions of instruction, research and public service. Assets in total increased by 13 percent, and total net assets increased by \$44.0 million, despite a decline in state appropriations of 4 percent; operating revenues increased by 9 percent through growth in net tuition and fees and sponsored project expenditures. Efficiency measures held the corresponding growth in operating expenses to only 1 percent over the same period, despite record enrollment growth and strong performance in research and public service.

We are scheduled to complete, within the next two fiscal years, almost \$160.6 million in capital projects designed to improve our delivery of services in the furtherance of our mission, including the construction of a new Fine Arts Complex, construction of Chamisa Village Phase II Student Apartments, construction of a new University Bookstore and the addition of a Satellite Chilled Water Plant. A number of new projects are planned for the upcoming year, including further expansion of the Dona Ana Community College East Mesa campus.

Our budgetary challenges at the state level will continue this year, along with those of our sister institutions across the country. We are confident, however, that our history of conservative fiscal management, coupled with strong enrollment trends and the state's continued commitment of support to higher education, will position us to address funding contractions strategically, protecting our core mission of instruction, research and public service delivery, in an environment of accessible, high-quality education for our students. With the combined expertise, dedication and support of our Regents, sponsors, friends, faculty, and staff, even amid uncertain macroeconomic conditions at the federal, state and local level, we believe we can continue to make a positive difference in higher education and beyond.

Sincerely,



Barbara Couture
President

Independent Auditors' Report

The Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of New Mexico State University ("University") as of and for the years ended June 30, 2010 and 2009. We have also audited the combining statements of net assets – primary institution as of June 30, 2010 and 2009, and the combining statements of revenues expenses and changes in net assets – primary institution for the years then ended, and the budget comparison for the year ended June 30, 2010, as listed in the table of contents. These basic financial statements are the responsibility of the University's management. Our responsibility is to express opinions on these financial statements based on our audits.

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

As discussed in Note 2 to the financial statements, the financial statements of New Mexico State University are intended to present the financial position, and the changes in net assets and cash flows for only that portion of the business-type activities of the State of New Mexico which are attributable to the transactions of New Mexico State University. They do not purport to, and do not, present fairly the financial position of the State of New Mexico as of June 30, 2010 and 2009, or the changes in its financial position or its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the University at June 30, 2010 and 2009, and the respective changes in financial position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the combining statements of net assets – primary institution as of June 30, 2010 and 2009, and the combining statements of revenues, expenses and changes in net assets – primary institution for the years then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects, the budgetary comparison for the year ended June 30, 2010 in conformity with the budgetary basis of accounting prescribed by the new Mexico Administrative Code, and more fully described in the budgetary schedules, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

In accordance with Government Auditing Standards, we have also issued our report dated November 5, 2010, on our consideration of internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 14 and the schedule of funding progress and employee contributions on page 61 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 such an opinion or provide any assurance.

Our audit was performed for the purpose of forming opinions on the basic financial statements, the aggregate discretely presented component units, and the combining statements and budgetary comparison presented as supplemental information. The accompanying schedule of expenditures of federal awards (Schedule 7), as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and non-profit Organizations, and the accompanying supplemental information in Schedules 4 and 6, as required by the New Mexico State Audit Rule, are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Mess Adams LLP

Albuquerque, New Mexico
November 5, 2010

Management's Discussion and Analysis

For the Year Ended June 30, 2010

(Unaudited)

Overview of Financial Statements and Financial Analysis

Management's Discussion and Analysis is designed to provide an easily readable analysis of New Mexico State University's (the University's) financial activities for the fiscal years ended June 30, 2010, 2009 and 2008. This overview is based on facts, decisions and conditions known as of the date of the independent auditors' report. There are three financial statements presented: the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement of Cash Flows. Please read this analysis in conjunction with the University's financial statements and accompanying notes, which begin on page 21. Separately issued component unit financial statements are available as detailed in Note 11.

Using This Annual Report

The Statement of Net Assets provides information about the University's financial condition at fiscal year end. It presents both a current year synopsis and a longer-term view of the University's assets, liabilities and net assets.

The Statement of Revenues, Expenses, and Changes in Net Assets should be used to review the results of the current year's operations. Changes in total net assets, as presented in the Statement of Net Assets, are based on the activities presented in this statement. The purpose of the statement is to present the revenues earned by the University and the expenses incurred by the University and any other revenues, expenses, gains and losses earned or incurred by the University. Non-operating revenues include state appropriations revenue, gift revenue and interest earned on operating balances. The line item entitled "Income (loss) before other revenues, expenses, gains or losses" may give a more complete picture of the results of the University's operations during the year, including income resulting from non-exchange transactions. A non-exchange transaction is one in which the University receives value or benefit from a third party without directly providing equal value in exchange, such as in receipt of a donation.

The final statement presented is the Statement of Cash Flows. The Statement of Cash Flows presents detailed information about the cash activity of the University during the fiscal year.

Footnote information provides additional detail on the University's overall accounting practices and individual statement line items, including a natural classification report of operating expenses.

Additional information may be obtained by contacting the Office of the Senior Vice President for Administration and Finance at 575-646-2431 or boffice@nmsu.edu.

Financial Highlights

For the years ended June 30, 2010, 2009, and 2008, the University's financial position was as follows (in thousands):

Condensed Statement of Net Assets

	June 30, 2010	June 30, 2009	June 30, 2008
ASSETS			
Current assets	\$ 120,293	\$ 114,510	\$ 108,191
Capital assets	396,104	378,654	391,320
Other non-current assets	<u>255,485</u>	<u>177,460</u>	<u>181,447</u>
TOTAL ASSETS	771,882	670,624	680,958
LIABILITIES			
Current liabilities	69,196	81,093	76,338
Non-current liabilities	<u>180,829</u>	<u>111,729</u>	<u>112,277</u>
TOTAL LIABILITIES	250,025	192,822	188,615
NET ASSETS			
Invested in capital assets, net of related debt	282,244	267,896	262,490
Restricted	113,859	98,074	120,109
Unrestricted	<u>125,754</u>	<u>111,832</u>	<u>109,744</u>
TOTAL NET ASSETS	\$ 521,857	\$ 477,802	\$ 492,343

Condensed Statement of Revenues, Expenses, and Changes in Net Assets

OPERATING REVENUES			
Federal appropriations, grants, and contracts	\$ 180,898	\$ 157,258	\$ 142,063
Student tuition and fees (net)	60,468	54,987	49,512
Other operating revenues	<u>113,613</u>	<u>113,144</u>	<u>107,436</u>
TOTAL OPERATING REVENUES	354,979	325,389	299,011
OPERATING EXPENSES			
Instruction	133,293	137,685	124,242
Research	125,752	122,542	110,430
Other operating expenses	<u>291,711</u>	<u>285,468</u>	<u>275,989</u>
TOTAL OPERATING EXPENSES	550,756	545,695	510,661
Net operating loss	(195,777)	(220,306)	(211,650)
Non-operating revenues and expenses	<u>198,669</u>	<u>198,812</u>	<u>203,451</u>
Income (loss) before other revenue, expenses, gains or losses	2,892	(21,494)	(8,199)
Other revenues, expenses, gains or losses	<u>41,163</u>	<u>6,953</u>	<u>27,443</u>
Increase (Decrease) in net assets	44,055	(14,541)	19,244
Net assets at beginning of year	<u>477,802</u>	<u>492,343</u>	<u>473,099</u>
Net assets at end of year	\$ 521,857	\$ 477,802	\$ 492,343

General Overview for 2010 and 2009

In fiscal year 2010, the total assets of the institution increased by \$101.3 million and liabilities increased by \$57.2 million. Changes in the Statement of Net Assets include:

- Increase in Other long-term investments related to issuance of revenue bonds.
- Increase in value of Investments held by others due primarily to an increase in the State Land Grant Endowment Allocation and the Foundations Assets held in trust.
- Ongoing increases in Capital assets, as several major construction and infrastructure projects were commencing and progressing throughout the year.

The operations discussed below contributed to the \$44.0 million increase in net assets: primary components of this change in Net assets include:

- Increase in Student tuition and fees due to record attendance and increased tuition.
- Increase in Federal appropriations, grants and contracts due primarily to the American Recovery Reinvestment Act and increase in Federal Pell funding.
- Increase in Permanent endowment income related to the land grant endowment and permanent endowment contributions.

Accordingly, the Statement of Cash Flows shows a net increase in cash. The largest source of cash from operating activities was from Grant and Contract revenues, followed by Tuition and Fees, while the largest source of cash from non-operating activities was from State Appropriations. The most significant uses of cash were for payments to suppliers and to employees and for employee benefits.

General Overview for 2009 and 2008

In fiscal year 2009, the total assets of the institution decreased by \$10.3 million and liabilities increased by \$4.2 million. Changes in the Statement of Net Assets include:

- Decrease in Accounts receivable related to increased collection efforts on grants and contracts.
- Decrease in value of Investments held by others due primarily to a decrease in the State Land Grant Endowment Allocation and the Foundations Assets held in trust.
- Ongoing increases in Capital assets and related decreases in Long-term investments, as several major construction and infrastructure projects were completed and others are progressing.
- Inventory decreased due to transfer of bookstore operations to Barnes and Noble College Booksellers.

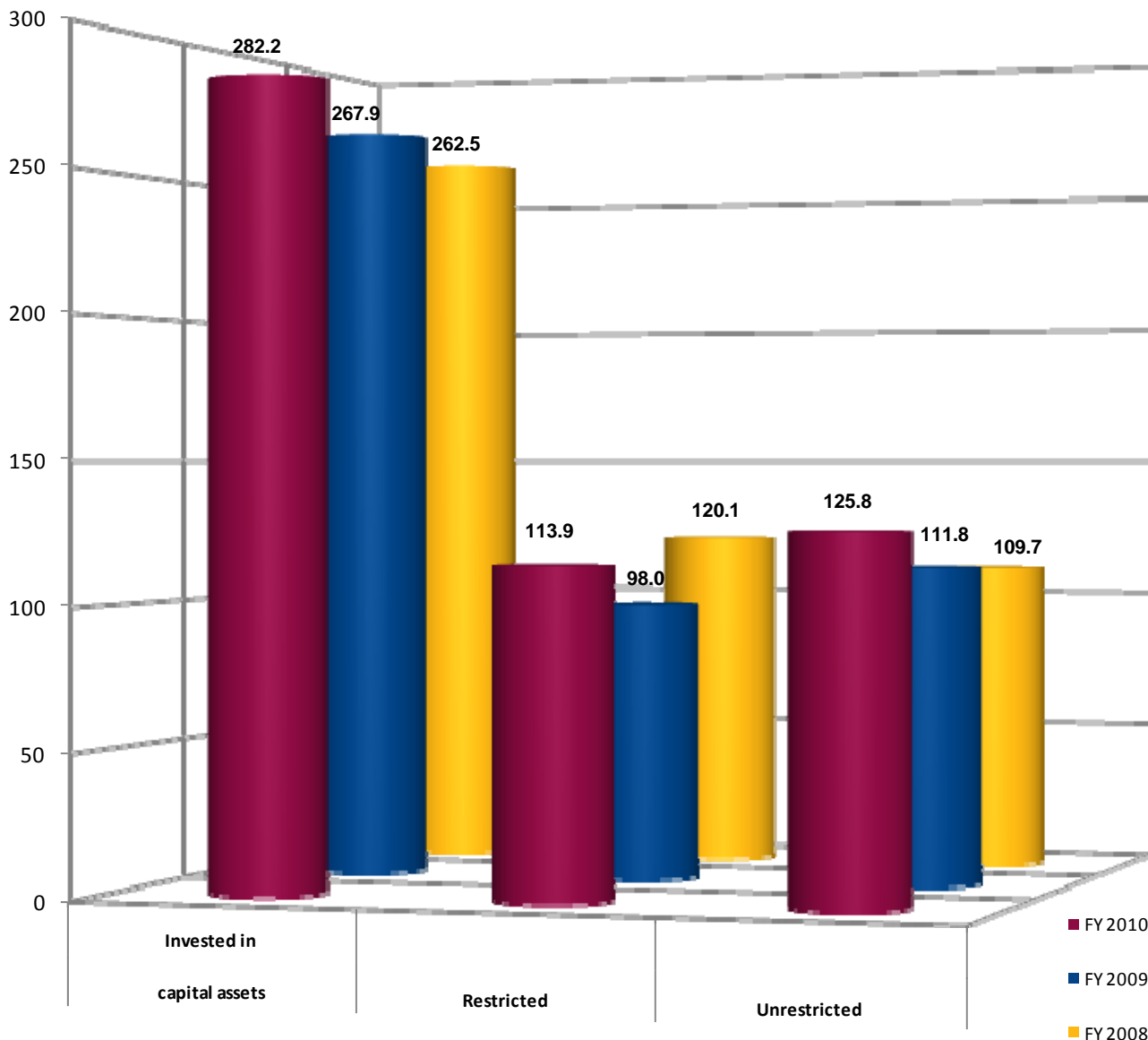
The operations discussed below resulted in an decrease in net assets of \$14.5 million; while the University had an Operating Loss of \$220.3 million. Primary components of this change in Net assets include:

- Net operating loss for 2009 increased over 2008 by 4.0% due to increases in both operating expenses and the operating revenue.

- The decrease in Net assets resulted in Net operating loss increasing by 4.0%, decrease in State appropriations of .1% and other non-operating revenue/expense decreasing by 2.4%.
- Decreases in the Permanent endowments related to the Land Grant Endowment and Permanent Endowment contributions were the primary factors responsible for the decline in Increase in net assets. In addition, there was a decrease in Capital appropriations.

Accordingly, the Statement of Cash Flows indicates a net increase in cash. The largest source of cash from operating activities was from Grant and Contract revenues followed by Tuition and Fees while the largest source of cash from non-operating activities was from State Appropriations. The most significant uses of cash were for payments to employees and for employee benefits.

The following graph illustrates the comparison of net assets by category for fiscal years 2010, 2009 and 2008.



Operating Revenues for 2010 and 2009

All Operating revenue sources increased, with the exception of Sales and services and Non-governmental grants and contracts; the decrease in Sales and services line item was due to the bookstore operations being transferred to Barnes and Noble College Booksellers in the middle of fiscal year 2009 and the decrease in Non-governmental grants and contracts was due to several private grants ending in fiscal year 2009.

The operating loss for fiscal year 2010 of \$195.8 million was \$24.5 million less than the \$220.3 million loss in fiscal year 2009. Operating revenues increased by \$29.6 million, while Operating expenses only increased by \$5.0 million. The most significant changes in operating revenues were as follows:

- Increase in Federal appropriations, grants and contracts of \$23.6 million (15.0%). This increase, in part, is due to \$2.8 million in American Recovery Reinvestment Act funding, \$16.3 million in Federal Pell funding, \$1.6 million in Federal appropriations, \$1.2 million in National Institutes of Health funding and \$1.1 million in Agency for International Development funding.
- Increase in Student tuition and fees, net of Scholarship allowances, of \$5.5 million (10.0%), due to a combination of increased attendance and increased tuition and fee rates.
- Increase of \$4.9 million (15.5%) in Other operating revenues, related primarily to Special Events, NCAA conference revenues and a higher recovery of indirect costs.

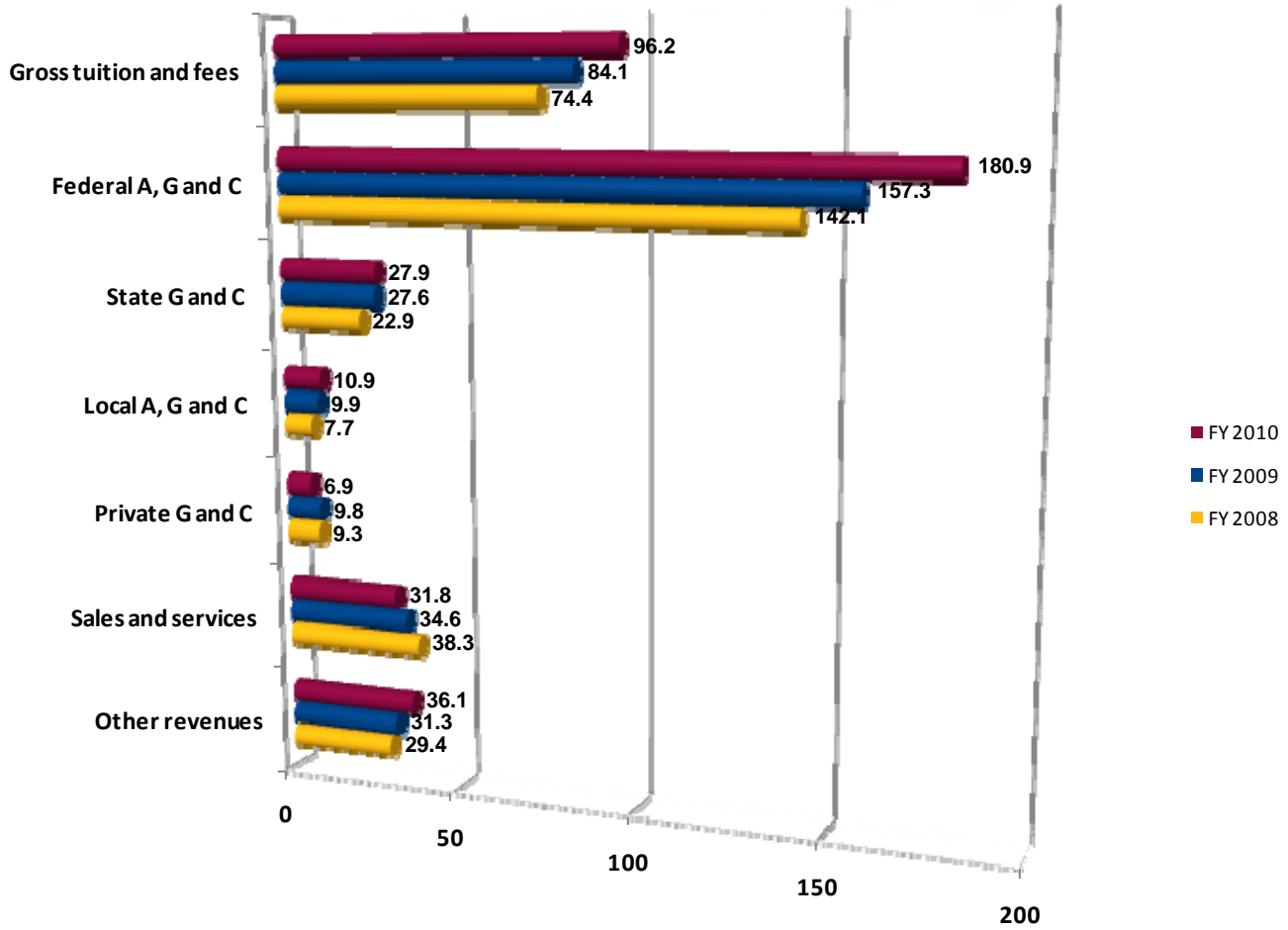
Operating Revenues for 2009 and 2008

All Operating revenue sources increased, with the sole exception of Sales and services; the decrease in this line item was due to the bookstore operations being transferred to Barnes and Noble College Booksellers.

The operating loss for fiscal year 2009 of \$220.3 million increased \$8.7 million from the \$211.7 million loss in fiscal year 2008. Operating expenses increased by \$35.0 million, and operating revenues also increased by \$26.4 million. The most significant changes in operating revenues were as follows:

- Increase in Federal appropriations, grants and contracts of \$15.2 million (10.6%) with significant increases in Agency for International Development and Federal Pell grant funding.
- Increase in Student tuition and fees, net of Scholarship allowances, of \$5.5 million (11.0%), due to a combination of increased tuition and fee rates and increased scholarship allowances.
- Increase of \$4.7 million (21.0%) in State grants and contracts, related primarily to State funded student scholarships.

The following graph illustrates a comparison of operating revenues by type for fiscal year 2010, 2009 and 2008.



Operating Expenses for 2010 and 2009

The largest dollar increases in operating expense were as follows:

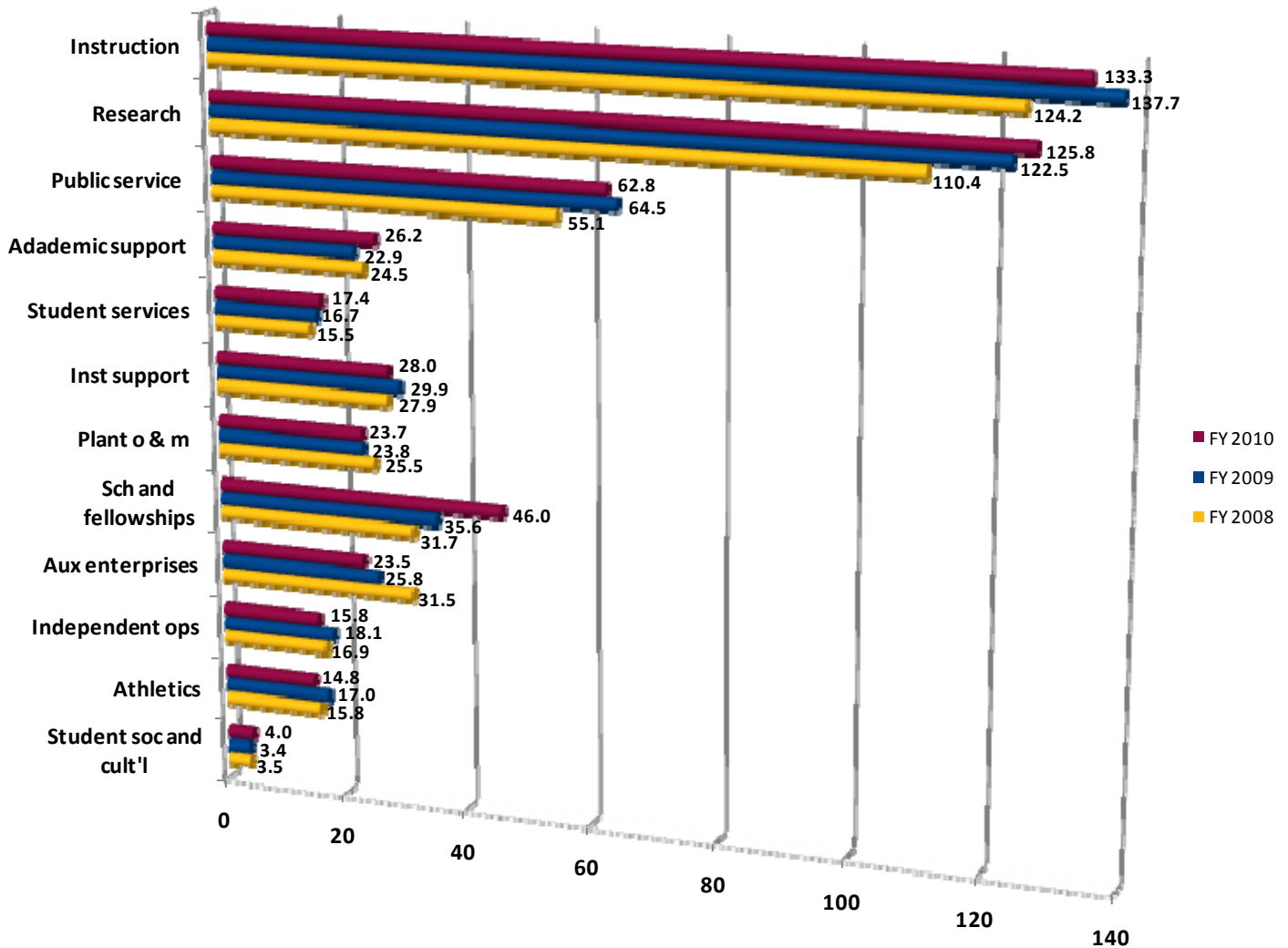
- Increase in Scholarships and fellowships expenses of \$10.4 million (29.3%). This increase is due to an increase in funding available for expenditure from Federal Pell and Federal Workstudy grants.
- Increase in Research expenditures of \$3.2 million (2.6%). This increase in part is due to \$1.8 million of funding from the U.S. Army and \$1.4 million of funding from NASA.
- Increase in Academic support expenses of \$3.3 million (14.5%). This increase is due to \$1.0 million that is related to the land lease for the NMSU Center in Albuquerque and the remainder is related to increases in fringe benefits, graduate assistant support, maintenance and additional electronic services for the Information Communications Technology department and the NMSU libraries.

Operating Expenses for 2009 and 2008

The largest dollar increases in operating expense were as follows:

- Increase in Instruction expenses of \$13.4 million (11.0%). This reflects, in part, additional State funding of \$5.7 million and NMCYFD grant funding of \$4 million.
- Increase in Public Service expenses of \$9.4 million (17.0%) related, in part, to the increased federal amounts received for the New Mexico Works Program, and Agency for International Development funding.
- Increase in Research expenditures of \$12.1 million (11.0%). This increase, in part, is due to \$4.7 million of funding from the U.S. Army and \$2.1 million of funding from National Institutes of Health.

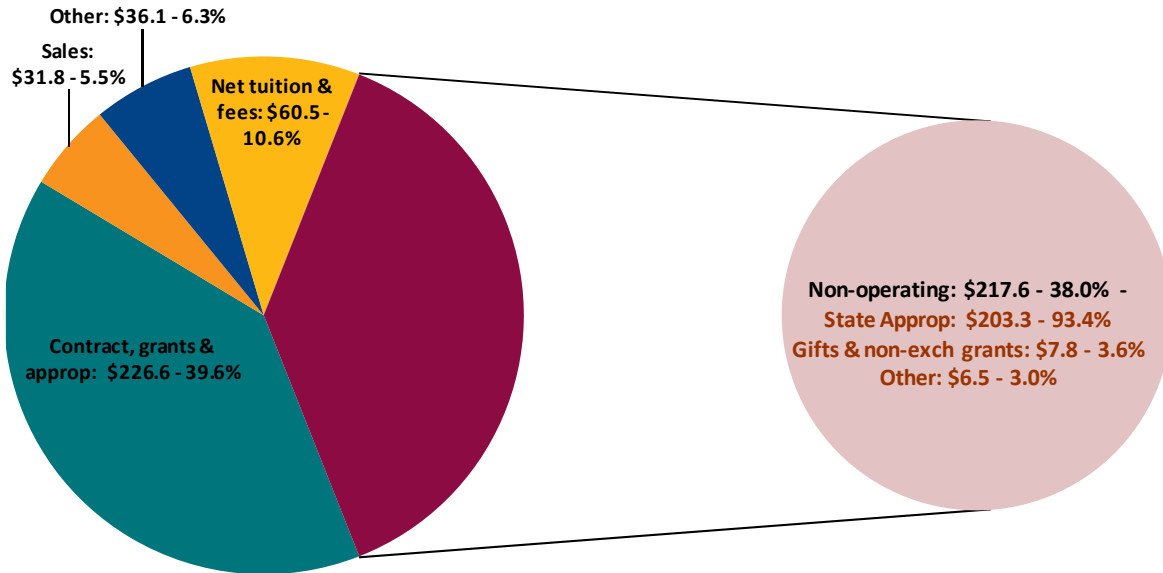
The following graph illustrates a comparison of operating expenses by function (excluding depreciation and loan administration) for fiscal years 2010, 2009 and 2008.



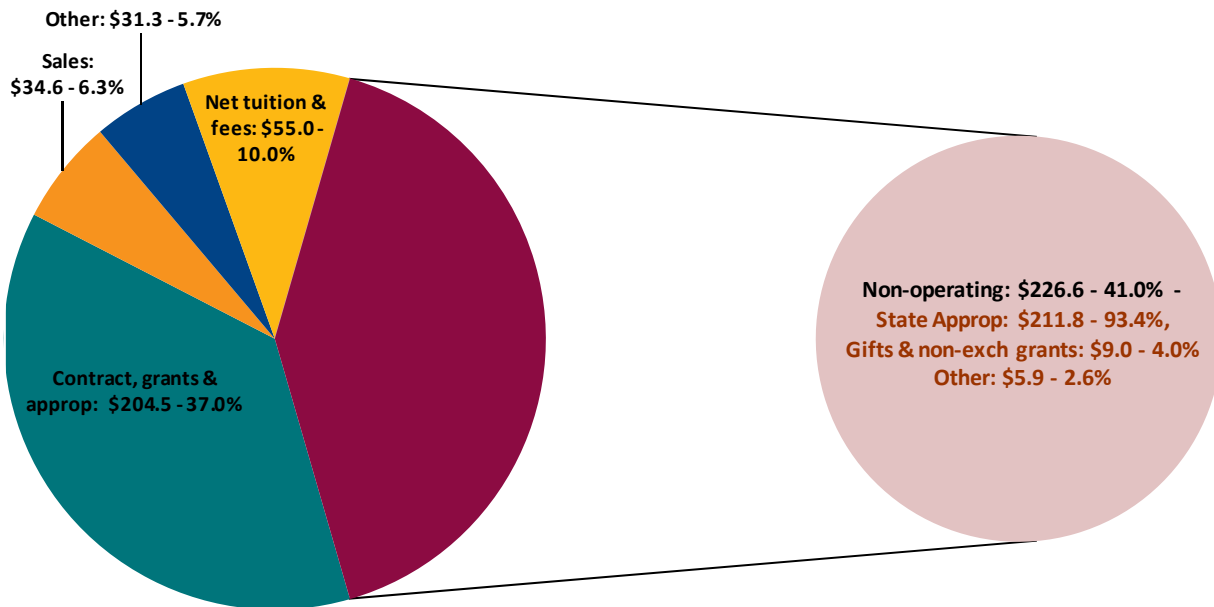
The Statement of Revenues, Expenses, and Changes in Net Assets reflects an Income/(loss) before other revenues, expenses, gains or losses of \$2.9 million, (\$21.5 million), (\$8.2 million) in 2010, 2009 and 2008, respectively.

The following graphs reflect the University’s sources of revenue available to meet current operating costs for fiscal years 2010, 2009 and 2008.

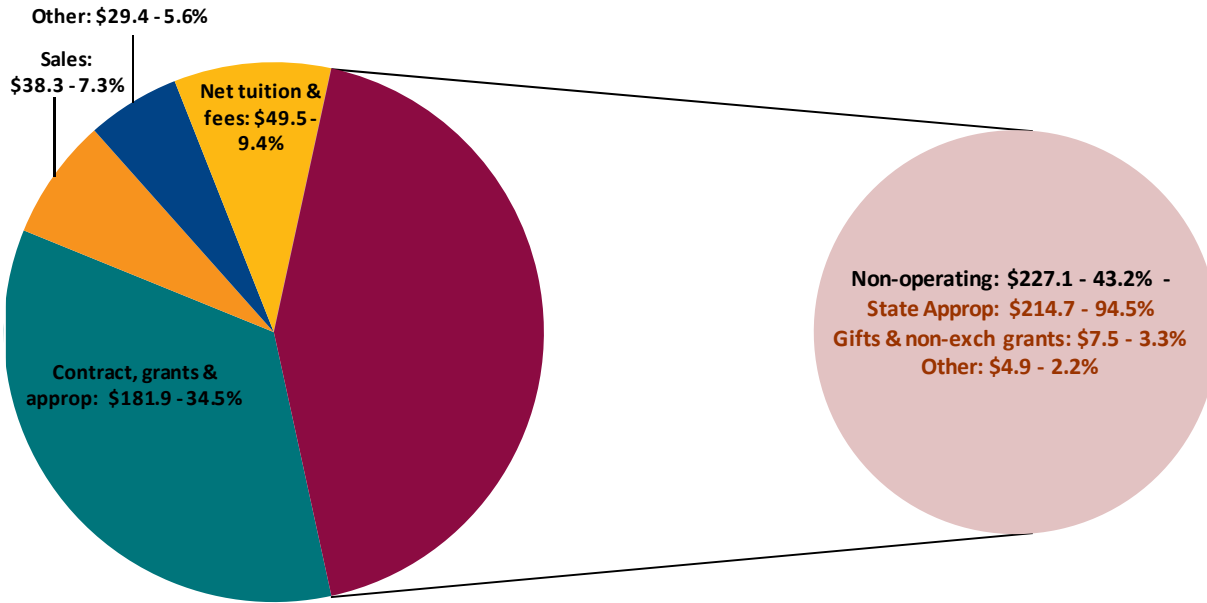
2010 Total Operating and Non-operating revenues



2009 Total Operating and Non-operating revenues



2008 Total Operating and Non-operating revenues



Capital Asset and Debt Administration

During fiscal year 2010, Net Capital Assets increased by \$17.4 million primarily from six projects – renovation of Gardiner Hall – Physics Building (\$6.8 million), the construction of the American Indian Student Center (\$2.8 million), Phase V of the Dona Ana Community College East Mesa Campus (\$2.6 million), the addition to the Dona Ana Community College Gadsden Center (\$1.8 million), an addition to the College of Health and Social Science building (\$1.5 million) and renovations to the Carlsbad Campus Main Building (\$1.5 million).

During fiscal year 2009, Net Capital Assets increased by \$7.0 million primarily from four projects - Phase IV of the Dona Ana Community College East Mesa Campus (\$5.3 million), the addition to the Reidlinger Health Science Building at the Alamogordo Community College Campus (\$4.4 million), the renovation of the Physics building at the Las Cruces Campus, Gardiner Hall, (\$4.0 million), and the Vocational Trades building on the main campus of the Dona Ana Community College (\$2.8 million). The offset can be attributed to the rate of Capital Asset additions having decreased by 24% over the previous five year average. This has resulted in depreciation expense exceeding the total added for Net Capital Assets.

The increase in Net Capital Assets of \$12.9 million recognized in fiscal year 2008 was primarily the result of capitalizing costs associated with O'Donnell Hall (Education Building) in the amount of \$15.1 million. The Work Force Center of the Dona Ana Community College increased by \$3.5 million and final construction costs for the student apartments in the amount of \$2.1 million also added to this change. These increases were offset by the disposal of approximately 2,200 units of equipment due to technological and functional obsolescence, having a net book value of \$7.8 million.

Budget Comparison

In comparing the total original budgeted revenue to the revised budgeted revenue for fiscal year 2010, there was an increase of approximately \$43.5 million, and a corresponding increase of approximately \$37.5 million in the revised budgeted expenditures. The most significant changes were anticipated increases in sources and uses related to Federal government grants and contracts and anticipated increases in expenditures related to Research and Student financial aid.

Actual revenues earned in fiscal year 2010 were lower than the revised budget by \$29.1 million and actual expenditures were lower than the revised budget by \$51.6 million. The main contributor to the revenue budget variance was Federal government grants and contracts (34% of the change) and the main contributors to the expense budget variance were the Instruction, Public service and Plant fund categories (66% of the change). Because the University budgets capital projects in their entirety, multi-year projects may result in mismatches of budget to actual revenues and expenses in any one year. Total operating expenditures were less than revenues, resulting in an increase in the overall fund balance of \$12.2 million. Of this amount, approximately \$7.1 million generally reflects the postponement or curtailment of spending until the budget stabilizes for the University. This latitude will help with anticipated future cuts in State appropriations. The remainder is associated with capital projects, which often receive funding that is spent over the project life which often exceeds one year.

Factors Impacting Future Periods

The State of New Mexico enacted a mid-year rescission of appropriations in August 2010, and is anticipating that another adjustment may be required in December 2010, should revenue projections worsen. This will likely result in a permanent funding contraction starting in fiscal year 2012. The University is prepared to adjust internal budgetary allocation decisions to absorb the impact of this potential action, with the goal of minimizing its impact upon the core mission of the Institution: Instruction, Research and Public service.

The University is not aware of any additional facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations during the 2010-2011 fiscal year beyond those unknown variations having a global effect on virtually all types of business operations.

New Mexico State University

Statement of Net Assets

As of June 30, 2010

	University	Discrete Component Unit
ASSETS		
Current assets		
Cash and cash equivalents	\$ 17,522,471	\$ 850,530
Cash and cash equivalents held in trust by Component Unit for NMSU	2,285,474	2,285,474
Short-term investments	6,011,100	8,071,482
Accounts receivable, net	83,836,961	630,979
Due from Component Unit	1,230,858	-
Inventories	1,977,295	23,192
Prepaid expenses	5,896,735	30,880
Student loans receivable - current portion, net	1,532,359	-
Total current assets	120,293,253	11,892,537
Non-current assets		
Restricted cash and cash equivalents	42,191,707	3,660,414
Investments held by others	43,846,667	2,438,758
Investments held in trust by Component Unit for NMSU	33,592,999	33,592,999
Investments held in trust for others	-	600,907
Other long-term investments	121,575,714	75,553,421
Student loans receivable, net	13,791,235	-
Prepaid expenses and other assets	487,114	238,110
Capital assets, net	396,103,542	121,284
Total non-current assets	651,588,978	116,205,893
TOTAL ASSETS	771,882,231	128,098,430
LIABILITIES		
Current liabilities		
Accounts payable	13,449,451	929,538
Due to NMSU	-	1,230,858
Other accrued liabilities	23,263,636	-
Accrued interest payable	2,813,529	-
Held in trust for NMSU	-	2,285,474
Deferred revenue	19,393,373	-
Long-term liabilities - current portion	10,276,305	209,906
Total current liabilities	69,196,294	4,655,776
Non-current liabilities		
Accrued benefit reserves	677,995	-
Held in trust for NMSU	-	33,592,999
Other long-term liabilities	180,150,417	2,407,013
Total non-current liabilities	180,828,412	36,000,012
TOTAL LIABILITIES	250,024,706	40,655,788
NET ASSETS		
Invested in capital assets, net of related debt	282,243,615	121,284
Restricted for:		
Non-expendable:		
Endowments	68,565,126	65,673,845
Expendable:		
General activities	1,080,510	16,048,751
Federal student loans	16,923,800	-
Capital projects	20,912,071	-
Related entity activities	6,378,781	-
Unrestricted	125,753,622	5,598,762
TOTAL NET ASSETS	\$ 521,857,525	\$ 87,442,642

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

New Mexico State University

Statement of Net Assets

As of June 30, 2009

	University	Discrete Component Unit
ASSETS		
Current assets		
Cash and cash equivalents	\$ 8,086,368	\$ 7,699,733
Cash and cash equivalents held in trust by Component Unit for NMSU	3,055,478	3,055,478
Short-term investments	4,011,100	224,246
Accounts receivable, net	86,142,252	2,512,963
Due from Component Unit	1,505,233	-
Inventories	2,251,495	33,301
Prepaid expenses	7,970,831	46,440
Student loans receivable - current portion, net	1,487,126	-
Total current assets	114,509,883	13,572,161
Non-current assets		
Restricted cash and cash equivalents	42,454,669	5,229,150
Investments held by others	41,494,076	2,485,130
Investments held in trust by Component Unit for NMSU	29,005,771	29,005,771
Investments held in trust for others	-	595,616
Other long-term investments	50,660,496	66,386,498
Student loans receivable, net	13,384,137	-
Prepaid expenses and other assets	460,976	238,110
Capital assets, net	378,654,494	130,274
Total non-current assets	556,114,619	104,070,549
TOTAL ASSETS	670,624,502	117,642,710
LIABILITIES		
Current liabilities		
Accounts payable	21,018,570	922,505
Due to NMSU	-	1,505,233
Other accrued liabilities	20,948,169	-
Accrued interest payable	1,304,541	-
Held in trust for NMSU	-	3,055,478
Deferred revenue	27,842,583	-
Long-term liabilities - current portion	9,978,897	195,073
Total current liabilities	81,092,760	5,678,289
Non-current liabilities		
Accrued benefit reserves	529,743	-
Held in trust for NMSU	-	29,005,771
Other long-term liabilities	111,199,445	2,239,898
Total non-current liabilities	111,729,188	31,245,669
TOTAL LIABILITIES	192,821,948	36,923,958
NET ASSETS		
Invested in capital assets, net of related debt	267,896,256	130,274
Restricted for:		
Non-expendable:		
Endowments	55,304,274	60,512,668
Expendable:		
General activities	6,359,027	14,454,317
Federal student loans	16,776,329	-
Capital projects	19,225,151	-
Related entity activities	409,026	-
Unrestricted	111,832,491	5,621,493
TOTAL NET ASSETS	\$ 477,802,554	\$ 80,718,752

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

New Mexico State University

Statement of Revenues, Expenses, and Changes in Net Assets For the Year Ended June 30, 2010

	University	Discrete Component Unit
REVENUES		
Operating revenues:		
Student tuition and fees (gross)	\$ 96,159,698	\$ -
Less: scholarship allowances	(35,691,500)	-
Student tuition and fees (net)	60,468,198	-
Federal appropriations, grants and contracts	180,898,447	-
State grants and contracts	27,930,788	-
Local appropriations, grants and contracts	10,928,847	-
Non-governmental grants and contracts	6,865,192	7,755,304
Sales and services	31,752,368	3,310,503
Other operating revenues	36,135,145	-
Total operating revenues	354,978,985	11,065,807
EXPENSES		
Operating expenses:		
Instruction	133,293,226	-
Research	125,751,940	-
Public service	62,836,566	-
Academic support	26,193,708	-
Student services	17,369,279	-
Institutional support	28,009,811	-
Operation and maintenance of plant	23,696,782	-
Scholarships and fellowships	46,012,232	-
Auxiliary enterprises	23,518,699	-
Independent operations	15,842,052	-
Intercollegiate athletics	14,807,247	-
Student social and cultural	3,973,149	-
Loan administration (net)	111,832	-
Depreciation	29,339,606	49,458
Other operating expenses	-	12,343,957
Total operating expenses	550,756,129	12,393,415
Net operating (loss) income	(195,777,144)	(1,327,608)
Non-operating revenues (expenses):		
State appropriations	203,327,500	-
Gifts and non-exchange grants	7,767,251	8,305,038
Investment income (loss)	6,465,007	-
Interest and other expenses on capital asset-related debt	(2,872,586)	-
Other non-operating revenues (expenses)	(16,018,094)	(253,540)
Net non-operating revenues	198,669,078	8,051,498
Income (loss) before other revenues, expenses, gains or losses	2,891,934	6,723,890
Capital appropriations	16,897,868	-
Capital grants, gifts and other income	12,666,798	-
Building fees	5,481,150	-
Loss on disposal of plant	(1,234,155)	-
Gain on permanent endowments	7,351,376	-
Increase in net assets	44,054,971	6,723,890
NET ASSETS		
Beginning of year	477,802,554	80,718,752
End of year	\$ 521,857,525	\$ 87,442,642

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

New Mexico State University
Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended June 30, 2009

	University	Discrete Component Unit
REVENUES		
Operating revenues:		
Student tuition and fees (gross)	\$ 84,059,927	\$ -
Less: scholarship allowances	(29,072,497)	-
Student tuition and fees (net)	54,987,430	-
Federal appropriations, grants and contracts	157,258,243	-
State grants and contracts	27,579,989	-
Local appropriations, grants and contracts	9,915,316	-
Non-governmental grants and contracts	9,780,429	8,202,428
Sales and services	34,582,632	3,240,724
Other operating revenues	31,285,312	-
Total operating revenues	325,389,351	11,443,152
EXPENSES		
Operating expenses:		
Instruction	137,685,177	-
Research	122,541,630	-
Public service	64,544,008	-
Academic support	22,886,501	-
Student services	16,685,819	-
Institutional support	29,896,080	-
Operation and maintenance of plant	23,817,060	-
Scholarships and fellowships	35,591,193	-
Auxiliary enterprises	25,766,512	-
Independent operations	18,120,710	-
Intercollegiate athletics	16,987,996	-
Student social and cultural	3,409,772	-
Loan administration (net)	271,190	-
Depreciation	27,491,771	54,799
Other operating expenses	-	10,554,148
Total operating expenses	545,695,419	10,608,947
Net operating (loss) income	(220,306,068)	834,205
Non-operating revenues (expenses):		
State appropriations	211,751,502	-
Gifts and non-exchange grants	8,953,633	-
Investment income (loss)	5,910,371	(13,737,303)
Interest and other expenses on capital asset-related debt	(3,419,336)	-
Other non-operating revenues (expenses)	(24,384,419)	(139,460)
Net non-operating revenues	198,811,751	(13,876,763)
Income (loss) before other revenues, expenses, gains or losses	(21,494,317)	(13,042,558)
Capital appropriations	9,195,973	-
Capital grants, gifts and other income	10,848,768	-
Building fees	5,190,051	-
Loss on disposal of plant	(497,348)	-
Loss on permanent endowments	(17,783,740)	-
Decrease in net assets	(14,540,613)	(13,042,558)
NET ASSETS		
Beginning of year	492,343,167	93,761,310
End of year	\$ 477,802,554	\$ 80,718,752

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

New Mexico State University

Statement of Cash Flows

For the Year Ended June 30, 2010

	University
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and fees and other student payments received	\$ 89,400,271
Grants and contracts received	203,727,559
Payments to suppliers	(127,786,222)
Payments for travel	(15,201,145)
Payments to employees and for employee benefits	(353,811,388)
Disbursement of net aid to students	(52,536,854)
Receipts from sales and services	33,800,326
Other operating revenues	36,135,145
NET CASH USED BY OPERATING ACTIVITIES	(186,272,308)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
State appropriations	203,327,500
Gifts for other than capital purposes	7,171,119
Private gifts for endowment	7,343,612
Other non-operating expense	(7,167,853)
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	210,674,378
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from capital debt	79,464,059
Capital gifts, grants and contracts	35,920,586
Purchases/construction/renovation of capital assets	(46,788,654)
Principal paid on capital debt and leases	(13,043,454)
Interest and fees paid on capital debt and leases	(2,872,586)
Building fees received from students	5,481,150
NET CASH PROVIDED BY CAPITAL AND RELATED FINANCING ACTIVITIES	58,161,101
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	67,000,000
Interest on investments	6,892,823
Purchase of investments	(150,474,090)
Realized gain on investments	3,191,237
NET CASH USED BY INVESTING ACTIVITIES	(73,390,030)
Net increase in cash and cash equivalents	9,173,141
Cash and cash equivalents - beginning of year	50,541,037
Cash and cash equivalents - end of year	<u>\$ 59,714,178</u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating loss	\$ (195,777,144)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation expense	29,339,606
Change in assets and liabilities:	
Decrease in accounts receivable	3,349,670
Decrease in prepaid expenses	2,047,958
Decrease in inventory	274,200
Increase in loans receivable	(452,331)
Decrease in accounts payable	(17,416,803)
Decrease in other accrued liabilities	(370,704)
Decrease in deferred revenue	(7,266,760)
NET CASH USED BY OPERATING ACTIVITIES	\$ (186,272,308)

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

New Mexico State University

Statement of Cash Flows

For the Year Ended June 30, 2009

	University
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and fees and other student payments received	\$ 67,967,685
Grants and contracts received	212,351,415
Payments to suppliers	(99,729,610)
Payments for travel	(15,871,100)
Payments to employees and for employee benefits	(344,944,600)
Disbursement of net aid to students	(55,780,918)
Receipts from sales and services	26,986,411
Other operating revenues	24,192,999
NET CASH USED BY OPERATING ACTIVITIES	(184,827,718)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
State appropriations	211,751,502
Gifts for other than capital purposes	8,953,633
Private gifts for endowment	2,009,975
Other non-operating expense	(20,611,277)
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	202,103,833
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from capital debt	-
Capital gifts, grants and contracts	18,219,270
Purchases/construction/renovation of capital assets	(23,094,228)
Principal paid on capital debt and leases	(9,995,669)
Interest and fees paid on capital debt and leases	(4,177,342)
Building fees received from students	5,190,050
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(13,857,919)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	80,508,021
Interest on investments	2,814,159
Purchase of investments	(81,975,550)
Realized loss on investments	(12,261,239)
NET CASH USED BY INVESTING ACTIVITIES	(10,914,609)
Net decrease in cash and cash equivalents	(7,496,413)
Cash and cash equivalents - beginning of year	58,037,450
Cash and cash equivalents - end of year	\$ 50,541,037
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating loss	\$ (220,306,068)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation expense	27,491,771
Change in assets and liabilities:	
Decrease in accounts receivable	3,800,977
Increase in prepaid expenses	(3,559,570)
Decrease in inventory	2,697,518
Decrease in loans receivable	1,074,943
Increase in accounts payable	1,786,620
Increase in other accrued liabilities	1,687,498
Increase in deferred revenue	498,593
NET CASH USED BY OPERATING ACTIVITIES	\$ (184,827,718)

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

Note 1 – Organization

The New Mexico State University (the University) was created under Section 21-8-1 New Mexico Statutes Annotated (NMSA), Article XII, Section 11, of the New Mexico State Constitution. Under Article XII, Section 13 of the New Mexico Constitution. The Board of Regents, a group of five members, one of whom is a student, is appointed by the Governor of New Mexico. Members may serve more than one term. The President of the University acts as Chief Executive Officer.

The University was originally founded in 1888, and in 1889 was established as a land-grant college, in accordance with the provisions of the Morrill Act of 1862. As such, the University continues to provide a liberal and practical education for students and to sustain programs of research, extension education, and public service. The University offers a broad program of instruction at the undergraduate and advanced degree levels in Agricultural, Consumer and Environmental Sciences, Arts and Sciences, Business, Education, Engineering, and Health and Social Services. Other programs include Intercollegiate Athletics, the Agricultural Experiment Stations, the Physical Science Laboratory for Contract Research, the Cooperative Extension Service, the New Mexico Department of Agriculture and community colleges at Alamogordo, Carlsbad, Doña Ana County, and Grants.

New Mexico State University Foundation, Inc. (Foundation), is the “Discrete Component Unit” referred to throughout this document. The Foundation is a not-for-profit corporation established to acquire and manage charitable gifts, including endowed funds, to be used solely for the benefit of the University.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation. The Governmental Accounting Standards Board’s (GASB) Statement No. 39, *Determining Whether Certain Organizations are Component Units*, provides additional guidance to determine whether certain organizations, for which the primary government is not financially accountable, should be reported as component units, based on the nature and significance of their relationship with the primary government.

Under GASB 39 criteria, the Foundation meets the criteria for discrete component unit presentation. Arrowhead Center, Inc. meets the criteria for blended presentation. The University and its blended component unit are shown as the University column in the financial statements. The component units have separately audited financial statements, which can be obtained at their administrative offices. Addresses for the component units are in Note 11.

The University has adopted GASB 52, *Land and Other Real Estate Held as Investments by Endowments*. Statement 52 establishes standards for accounting and reporting land and other real estate held as investments by endowments. This statement is effective for periods beginning after June 15, 2008. The actual expenses related to asbestos abatement for 2010 and 2009 were \$44,107 and \$170,581, respectively.

Basis of Accounting. The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as prescribed by the Government Accounting Standards Board (GASB), the American Institute of Certified Public Accountants’ (AICPA) guide, and the New Mexico Higher Education Department’s Financial Reporting for Public Institutions in New Mexico.

For financial reporting purposes, the University is considered a special-purpose government engaged only in business-type activities. Accordingly, the University’s financial statements have been presented in a single column using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when an obligation has been incurred. All significant inter-agency transactions have been eliminated. Eliminations are not performed between the University and the Discrete Component Unit. The University is an agency

of the State of New Mexico and, as such, is included in the State of New Mexico's Comprehensive Annual Financial Report.

The University has the option of applying Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless the FASB pronouncement conflicts with GASB guidance. The University has elected not to apply FASB pronouncements issued after the applicable date.

Statement of Net Assets. Current assets consist of unrestricted assets which are available for current operations or which will be available within one year and restricted assets that will be used in current operations. All other assets are classified as non-current assets. Current liabilities consist of those liabilities that are due within one year including the current portion of any long-term liabilities.

Cash and Investments. Cash and cash equivalents consist of cash on hand and current investments, which are defined as investments that are readily convertible to cash or which have an original maturity date of three months or less.

The University accounts for its investments at fair value. Changes in the unrealized gain (loss) on the carrying value of investments are reported as a component of investment income (loss) in the Statement of Revenues, Expenses, and Changes in Net Assets.

The Foundation records purchased marketable securities at cost and marketable securities received by gift at estimated fair value on the date of donation. Marketable securities are carried by the Foundation at fair value based on quoted market prices, except for certain alternative investments for which quoted market prices are not available. The estimated fair value of these alternative investments is based on the most recent valuations provided by the external investment managers. The Foundation believes the carrying amount of these financial instruments is a reasonable estimate of the fair value. Because alternative investments are not readily marketable, their estimated value is subject to uncertainty and therefore may differ from the value that would have been used had a ready market for such investments existed. Third-party investment managers administer substantially all marketable securities of the Foundation. Gains and losses resulting from securities transactions are recorded in investment income.

The Foundation manages a Common Endowment Pool (Pool), consisting of assets invested to support programs of the University. A portion of these assets belongs to the University and is shown in the University's Statement of Net Assets as Investments held in trust by Component Unit for NMSU. The Foundation owns the remainder, which consists of endowments and charitable gift annuities. These are included in other long-term investments in the Component Unit's financial statements. The liabilities related to the charitable gift annuities are included in the Component Unit's other long-term liabilities.

Disbursements of the net appreciation of investments in donor restricted endowments are permitted in accordance with the Uniform Management of Institutional Funds Act [46-9-1 to 46-9-12 NMSA], except where a donor has specified otherwise. The Investment Committee of the Foundation establishes a target investment allocation designed to support distributions from the Pool and to protect the purchasing power of the endowment principal. The Foundation Investment Committee sets the annual distribution rate, which may vary between four and six percent, in accordance with agreements with some endowment donors. The spending formula used is described in the Investment Policy and is composed of two factors: 80% of the distribution is based on the previous year's distribution amount adjusted for the Higher Education Price Index, and 20% of the distribution is based on the market value of the endowment as of March 31 of the prior year. This amount is then distributed throughout the next year. The distribution of the annual calculation is based on the unitized system ownership of each fund.

Accounts Receivable. Accounts receivable primary categories are: 1) Tuition and fees; 2) Amounts due for auxiliary enterprise services provided to students, faculty and staff; and, 3) Amounts due from federal, state, local governments, and others in connection with reimbursement of allowable expenditures made

pursuant to the University's sponsored awards. Accounts receivable are recorded net of estimated uncollectible amounts.

Inventories. Inventories are generally stated at the lower of cost or market. Cost is determined by the average cost method, which approximates the first-in-first-out method. Inventories consist of items which are available for resale to individuals and/or other University departments, including research supplies, and livestock items. Departmental inventories comprised of such items as classroom and laboratory supplies, teaching materials and office supply items, which are consumed in the teaching and administrative process, are expensed when purchased.

Investments Held in Trust. Trust assets held by the Foundation are measured at fair value as of the date of receipt. The corresponding trust liability, included in other long-term liabilities, is measured at the present value of expected future cash flows to be paid to the beneficiary. Upon death of the income beneficiary, substantially all of the principal balance passes to the Foundation to be used in accordance with the donor's wishes.

The Foundation holds several irrevocable charitable remainder trusts and a pooled income fund; these instruments are shown in the accompanying financial statements as investments held in trust for others. Charitable remainder trusts designate the Foundation as both trustee and remainder beneficiary. The Foundation is required to pay to the donor, or another donor-designated income beneficiary, either a fixed amount or the lesser of a fixed percentage of the fair market value of the trust's assets or the trust's income during the beneficiary's life.

The pooled income fund was formed with contributions from several donors. The contributed assets are invested and managed by the Foundation. Each donor, or designated beneficiary, periodically receives, during his or her life, a share of the income earned on the fund proportionate to the value of the contribution to the fund. Upon death of the income beneficiary, substantially all of the principal balance passes to the Foundation to be used in accordance with the donor's wishes. Contribution revenue is measured at the fair value of the assets received, discounted for a term equal to the life expectancy of the beneficiary.

Capital Assets. Capital assets are recorded at cost as of the date of acquisition, or in the case of gifts, fair market value as of the date of donation. The University's capitalization threshold for equipment acquired after July 1, 2005, is \$5,000; for equipment acquired prior to that date, the threshold was \$1,000. Software is capitalized at \$5,000. Infrastructure and land improvements that significantly increase the value, productivity, or extend the useful life of the structure are capitalized at \$50,000. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

The University's depreciation is computed using the straight-line method. Land and land improvements are not depreciated. Estimated useful lives for major asset classes:

Category	Useful Life
Non-componentized buildings	50 years
Componentized buildings	12 to 50 years
Infrastructure	10 or 20 years
Library books	15 years
Equipment	6 or 15 years
Software	5 or 10 years

The Foundation's capital assets are stated at cost, except for works of art that the Foundation intends to hold indefinitely, which are recorded at fair value on the date of donation. Additions and major improvements are capitalized and repairs and maintenance are charged to expense as incurred.

The Foundation uses the straight-line depreciation method for capital assets. Depreciation expense is recorded over the approximate useful life of each class of asset:

Category	Useful Life
Computer equipment	5 years
Software	5 years
Automobiles	5 years
Furniture and equipment	7 years
Other items	10 to 15 years

Accrued Liabilities. Accrued liabilities include accrued current payroll and fringe benefits. These benefits consist of the employee and employer portions of taxes, insurance, retirement and other compensation related withholdings.

Deferred Revenue. Deferred revenue represents revenue collected but not earned as of June 30, 2010 and 2009. This amount is primarily composed of revenue for grants and contracts, prepaid student tuition and fees and special events.

Current and Non-Current Liabilities. The University did not have any outstanding short-term debt for the years ended June 30, 2010 and 2009.

Non-current liabilities include principal amounts of revenue bonds payable and contracts payable and the non-current portion of accrued compensated absences and other liabilities.

The Foundation's other long-term liabilities consists of the liabilities related to charitable gift annuities and charitable remainder unitrusts for which the Foundation serves as trustee. These liabilities are recorded at the present value of anticipated payments to the income beneficiaries. These are computed using the estimated life of each income beneficiary at June 30 each year and the applicable IRS discount interest rates.

Annual and Sick Leave Policies. Regular full-time exempt and non-exempt employees earn annual leave at a rate of 22 working days per year and sick leave at a rate of 12 working days per year. Leave is prorated for regular employees working at least half-time. University policy allows employees to accumulate a maximum of 30 unused annual leave days. Accumulated annual leave for non-exempt individuals and for exempt individuals is paid upon termination. Employees may carry forward up to 100 days (800 hours) of sick leave. Upon termination, employees will be paid for earned sick leave over 600 hours (not to exceed 200 hours). The sick leave payment will be made at a rate of 50 percent of the employee's straight-time hourly salary.

Net Assets. The University's net assets are classified as follows:

- *Invested in capital assets, net of related debt* – Invested in capital assets, net of related debt represent the University's total capital assets, net of accumulated depreciation and outstanding debt obligations related to those capital assets. Debt that has been incurred but not yet expended for capital assets is not included as a component of invested in capital assets, net of related debt.
- *Restricted net assets, expendable* – Restricted net assets - expendable include resources which the University is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.
- *Restricted net assets, non-expendable* – Restricted net assets, non-expendable consist of endowment and similar type assets for which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and

invested for the purpose of producing present and future income, which may either be expended or added to principal.

- *Unrestricted net assets* – Unrestricted net assets represent all other resources, including those derived from student tuition and fees, state appropriations, and sales and services. These resources are used for transactions relating to the educational and general operations of the University and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff. Unrestricted net assets of the Component Unit represent resources that may be used at the discretion of the governing board of the Component Unit to meet current expenses for any purpose.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the University's policy is to first apply the expense towards restricted resources, and then towards unrestricted resources.

Elimination Entries. Eliminations have been made in the Statement of Revenues, Expenses, and Changes in Net Assets to remove the effect of internal charges incurred for service activities in excess of the cost of providing those services and for revenue recognized by the Auxiliary Service departments for sales to other University departments. The effects of assets due from and liabilities due to the University from its blended component unit are eliminated from the Statement of Net Assets. Elimination entries are not recorded between the University and the Discrete Component Unit.

Income Taxes. The income generated by the University, as an instrumentality of the State of New Mexico, generally is excluded from federal income taxes under section 115(a) of the Internal Revenue Code. However, the University is subject to taxation on income derived from business activities not substantially related to the University's exempt function (unrelated business income under Internal Revenue Code Section 511); such income is taxed at the normal corporate rate. Contributions to the University are deductible by donors as provided under Section 170 of the Internal Revenue Code.

The Foundation is exempt from federal income taxes under Internal Revenue Code section 501(c)(3).

Classification of Revenues. The University classifies its revenues as either operating or non-operating revenues according to the following criteria:

- *Operating revenues:* Operating revenues of the University include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances; (2) sales and services of auxiliary enterprises; (3) most federal, state and local grants and contracts and federal appropriations; and (4) interest on institutional student loans. Operating revenues of the Discrete Component Unit consists of gifts, grants, and fundraising activities in support of Foundation and University programs.
- *Non-operating revenues:* Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, state appropriations, investment income, and other revenue sources that are defined as non-operating revenues by GASB 9, *Reporting Cash Flows Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB 34. These revenue streams are recognized under GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*. Revenues are recognized when all applicable eligibility requirements have been met.

Classification of Expenses. The University classifies its expenses as either operating or non-operating expenses according to the following criteria:

- *Operating expenses:* Operating expenses include activities that have the characteristics of exchange transactions, such as (1) employee salaries, benefits, and related expenses; (2) scholarships and fellowships, net of scholarship discounts and allowances; (3) utilities, supplies, and other services; (4) professional fees; and (5) depreciation expenses related to property, plant, and equipment.
- *Non-operating expenses:* Non-operating expenses include activities that have the characteristics of non-exchange transactions, such as interest on capital asset-related debt and other expenses that are defined as non-operating expenses by GASB 9, *Reporting Cash Flows of Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB 34.

Scholarship Discounts and Allowances. Student tuition and fee revenues and certain other revenues from students are reported net of scholarship discounts and allowances in the Statements of Revenues, Expenses, and Changes in Net Assets. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University and the amount that is paid by students and/or third parties making payments on the student's behalf. Certain governmental grants, such as Pell grants and other federal, state or non-governmental programs, may be recorded as either operating or non-operating revenues in the University's financial statements. These determinations are made based on definitions in GASB 9 and GASB 34. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded scholarship discount and allowance as a contra-revenue.

Budgetary Process. Operating budgets are submitted for approval to the Board of Regents, the New Mexico Higher Education Department (HED), and the New Mexico Department of Finance and Administration - State Budget Division (DFA). Similarly, budget requests are submitted to and approved by the Board of Regents, then forwarded to the HED and DFA. These state agencies develop consolidated funding recommendations for all higher education institutions which are considered for appropriation during the annual legislative sessions. The legal level of budgetary control is at the functional level, in accordance with NMAC 5.3.4.10. For fiscal years 2010 and 2009, NMAC 5.3.4.10 was violated, resulting in line item unfavorable budget variances totaling \$176,204 and \$3,934,663, respectively. Cash basis of accounting is used for budgetary comparison. If total expenditures by campus are expected to exceed the approved budget, the University is required to submit a Board of Regents approved budget adjustment request to the HED which is subsequently forwarded to the DFA. In accordance with House Bill 2, in general, unexpended state appropriations to the University do not revert at the end of each fiscal year. All state appropriations are accounted for separately in the accounting system.

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

Student Loans Receivable. Student loans receivable are shown net of allowance for doubtful accounts in the accompanying Statements of Net Assets. Federal Perkins Loans make up approximately 99% of the student loans receivable at both June 30, 2010 and 2009. Under this program, the federal government provides funds for approximately 75% of the total contribution for student loans, with the University providing the balance. Under certain conditions such loans can be forgiven at annual rates of 10% to 30% of the original balance up to maximums of 50% to 100% of the original loan. The federal government reimburses the University 10% for the amounts cancelled on loans originated prior to July 1, 1993, under the Federal Perkins Loan Program.

Other Significant Accounting Policies. Other significant accounting policies are set forth in the following notes.

Reclassifications. Certain reclassifications were made to 2009 information to conform to 2010 presentation.

Note 3 - Cash and Investments

The University is authorized by the Board of Regents to invest all available University cash. The classification "Cash and cash equivalents" includes cash in banks (deposits), cash on hand, petty cash change funds, certificates of deposit, and funds invested in overnight repurchase agreements.

The Foundation (see Note 11) invests endowment and similar funds for the benefit of the University under the terms of a revocable agreement. These assets are invested in a common pool and as of June 30, 2010 and 2009, the University owned 18,671,566 and 18,548,189 shares which represented 29.80% and 30.54% of the total shares in the pool, respectively. The fair value per share as of June 30, 2010 and 2009, was \$1.79 and \$1.68, respectively.

Cash. The University's deposits are in demand and time deposit accounts at local financial institutions. The University requires a minimum of 50 percent collateralization of all uninsured funds deposited with a financial institution, with the exception of overnight repurchase agreements, which require 102 percent collateralization. All collateral is held in third-party safekeeping in the name of the University. The majority of the total deposits were invested in interest bearing accounts at June 30, 2010 and 2009.

Investments. The Senior Vice President for Administration and Finance, the Associate Vice President, the Controller and the Investment and Tax Manager are authorized to purchase and to sell investments of the University. Investments are required to be made in a prudent manner so as to ensure an acceptable yield with a minimum risk within the guidelines of the University's investment policy, which requires investment in securities or other financial instruments which are not contrary to Section 6-10-10 and 46-9-1 through 46-9-12 NMSA 1978, existing bond covenants or other externally placed restrictions. At June 30, 2010 and 2009, all investments are either held in the name of the University by its agent, or held by the University. The investments not held by the Foundation consisted of certificates of deposit and U.S. agency securities at June 30, 2010 and 2009. The Foundation's short-term investments in marketable securities consisted entirely of domestic stocks and bonds at June 30, 2010 and 2009.

Endowment investments were \$84,192,038 and \$74,785,368 at June 30, 2010 and 2009, respectively, and represent longer term investments in debt and equity securities, including, but not limited to, pooled or common trust funds holding such types of securities, subject to any specific limitation set forth in the applicable gift instrument.

At June 30, 2010 and 2009, the investments of the University and its Component Unit consisted of the following:

	2010		2009	
	Weighted Average		Weighted Average	
	Maturity (Years)	Fair Value	Maturity (Years)	Fair Value
University				
U.S. agency securities	3.58	\$ 120,835,793	3.40	\$ 50,386,714
Certificates of deposit	1.00	6,011,100	1.00	4,011,100
Corporate stocks and bonds		262,628		244,601
Permanent land fund		44,454,560		39,444,489
Pooled cash and investments held by others		33,462,399		31,084,539
Total investments		<u>\$ 205,026,480</u>		<u>\$ 125,171,443</u>
Foundation				
U.S. government and agency securities		\$ 2,620,538		\$ 4,007,984
Certificates of deposit		7,800,000		-
Corporate stocks and bonds		55,515,157		48,307,404
Alternative investments		16,021,862		12,298,835
Other investments		1,667,346		1,996,521
Total investments		<u>\$ 83,624,903</u>		<u>\$ 66,610,744</u>

Investments held in trust by the Foundation for the University are shown in the University section of the table above and not in the Component Unit section. Investments held in trust for others by the Foundation are not included in this note.

In accordance with state statutes, the Land Grant Permanent Fund is held by the State of New Mexico for the benefit of the University.

The following is a schedule of the pooled cash and investments held by the Discrete Component Unit for the University at June 30, 2010 and 2009:

	2010	2009
Equities	87%	72%
Fixed income	7%	21%
Cash and cash equivalents	5%	6%
Investments not securities	1%	1%
	<u>100%</u>	<u>100%</u>

Collateralization of Deposits. At June 30, 2010 and 2009, the recorded values of the University's cash and time deposits with financial institutions were \$6,464,081 and \$5,938,969, respectively. Bank balances, which differ from the reported values due to reconciling items, are categorized and presented in the following table:

	2010	2009
University		
Amount insured by the Federal Deposit Insurance Corporation	\$ 1,000,159	\$ 1,120,225
Amount collateralized with securities held by the pledging financial institution	49,560,152	36,191,347
Uncollateralized	-	-
Total cash and time deposit bank balances	50,560,311	37,311,572
Time deposits	(6,011,100)	(4,011,100)
Cash equivalents	19,055,608	23,499,501
Other reconciling items	(3,890,641)	(6,258,936)
Total reported cash balance	<u>\$ 59,714,178</u>	<u>\$ 50,541,037</u>
Foundation		
Amount insured by the Federal Deposit Insurance Corporation	\$ 599,483	\$ 450,032
Amount in excess of FDIC coverage	115,425	541,368
Amount at Merrill Lynch insured by Security Investor Protection Corporation (SIPC) and the Federal Deposit Insurance Corporation	3,796,036	11,937,483
Total reported cash balance	<u>\$ 4,510,944</u>	<u>\$ 12,928,883</u>

The following table provides information on the University's cash and cash equivalents at June 30, 2010:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
First National Bank of Alamogordo				
Operational	Checking	\$ 160,568	\$ (3,872)	\$ 156,696
Operational	Debt service	481,800	-	481,800
East Texas National Bank				
Operational	Checking	35,154	-	35,154
Standard Chartered Bank				
Operational	Checking	126,575	-	126,575
Grants State Bank				
Operational	Checking	33,423	(110)	33,313
Wells Fargo Bank of New Mexico				
Operational	Checking	-	(3,716,536)	(3,716,536)
Operational	Student ACH	-	1,387	1,387
Operational	General	-	101,306	101,306
Operational	Payroll	-	(450,322)	(450,322)
Operational	Credit card	-	62,998	62,998
Operational	Debt service	4,789,078	-	4,789,078
Operational	Deposit	-	1,682	1,682
Operational	Cash management	28,078,621	-	28,078,621
Operational	Savings	10,800,086	-	10,800,086
Operational	Money Market	198,523	-	198,523
Western Commerce Bank of Carlsbad				
Operational	Checking	41,396	(1,060)	40,336
Operational	Deposit	2,510	9,117	11,627
Cash on Hand				
Cash on hand	Cash	-	104,769	104,769
Federated Investment Manager				
Dividend reinvestment	Money market	18,857,085	-	18,857,085
Total cash and cash equivalents		<u>\$ 63,604,819</u>	<u>\$ (3,890,641)</u>	<u>\$ 59,714,178</u>

The following table provides information on the University's deposit accounts and investments, including reconciling items, at June 30, 2010:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
Morgan Keegan				
U.S. agency securities	Investment	\$ 21,203,521	\$ -	\$ 21,203,521
A.G. Edwards				
Corporate stocks and bonds	Investment	39,640	-	39,640
Wells Fargo				
Bonds	Investment	72,321,464	-	72,321,464
FTN Financial				
U.S. agency securities	Investment	27,202,130	-	27,202,130
Forensic Testing and Laboratory				
Corporate stocks and bonds	Investment	107,327	-	107,327
Eberhardt Memorial				
Corporate stocks and bonds	Investment	4,705	-	4,705
Principal Funds				
Corporate stocks and bonds	Investment	80,193	-	80,193
Franklin Templeton				
Corporate stocks and bonds	Investment	30,763	-	30,763
First Community Bank				
Certificate of deposit	Investment	6,000,000	-	6,000,000
Citizen's Bank of Las Cruces				
Certificate of deposit	Investment	11,100	-	11,100
Department of the Treasury Bureau of the Public Debt				
U.S. agency securities	Investment	61,583	-	61,583
First Tennessee National Bank Association				
U.S. agency securities	Investment	47,095	-	47,095
New Mexico State Investment Council				
Permanent land fund	Investment	44,454,560	-	44,454,560
New Mexico State University Foundation, Inc.				
NMSU endowments	Investment	33,462,399	-	33,462,399
Total investments		<u>\$ 205,026,480</u>	<u>\$ -</u>	<u>\$ 205,026,480</u>

Information on the Foundation's cash and cash equivalents and deposit accounts and investments, including reconciling items, at June 30, 2010, is provided below:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
Wells Fargo Bank of New Mexico				
Operational	Checking	\$ 251,283	\$ (13,848)	\$ 237,435
Operational	Money market	23,370	-	23,370
Program	ACH	1,019	-	1,019
Operational	Checking - SE	102,088	(2,605)	99,483
Citizens Bank of Las Cruces				
Program	Checking	214,451	(8,916)	205,535
Program	Money market	148,066	-	148,066
Merrill Lynch				
Operational	Checking	3	-	3
Operational	Money market	145,201	-	145,201
Program	Checking	1,798,347	(272,496)	1,525,851
Program	Money market	750,043	-	750,043
Investments - Merrill Lynch Managers				
Hedge Access	Money market	1,313,531	-	1,313,531
Eagle	Money market	77,941	-	77,941
McDonnell	Money market	790,774	-	790,774
Tradewinds NWQ	Money market	307,516	-	307,516
Earnest	Money market	84,810	-	84,810
NWQ	Money market	47,842	-	47,842
Insight	Money market	102,216	-	102,216
Fred Alger	Money market	204,418	-	204,418
Oppenheimer	Money market	8,202	-	8,202
Venture Capital	Money market	19,397	-	19,397
Alliance Bernstein	Money market	83,297	-	83,297
Managed Futures	Money market	131,105	-	131,105
Invesco REITS	Money market	187,680	-	187,680
Aletheia (large cap value)	Money market	114,577	-	114,577
Short term investment fund	Money market	465,199	-	465,199
Uma Atlanta	Money market	1,005,295	-	1,005,295
Scafer Cullen (large cap growth)	Money market	273,723	-	273,723
NMSU Business College	Money market	1,662	-	1,662
Less: cash allocated to NMSU for AHIT	Money market	(3,844,247)	-	(3,844,247)
Total cash and cash equivalents		<u>\$ 4,808,809</u>	<u>\$ (297,865)</u>	<u>\$ 4,510,944</u>
Merrill Lynch				
U.S. government and agency securities	Investment	\$ 2,620,538	\$ -	\$ 2,620,538
Corporate stocks and bonds	Investment	41,309,775	-	41,309,775
Mortgage-backed securities	Investment	14,205,382	-	14,205,382
Limited Partnerships				
Alternative investments	Investment	16,021,862	-	16,021,862
Real Estate Holdings				
Other investments	Investment	1,295,758	-	1,295,758
Various Financial Institutions				
Short term investments	Investment	8,071,482	-	8,071,482
Accrued investment interest	Investment	100,106	-	100,106
Total investments		<u>\$ 83,624,903</u>	<u>\$ -</u>	<u>\$ 83,624,903</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the University's investment policy, investment maturities are scheduled to coincide with the University's projected cash requirements. The University does not commit any discretionary funds to financial instruments with maturities longer than ten years from the date of purchase. Funds are only committed to maturities longer than five years from date of purchase if directly related to a specific capital or other long-term project. The maturity dates on non-discretionary fund investments do not exceed the final maturity dates established within the funds' restrictive purposes. At least 50% of all cash and investment balances are invested in instruments with maturities less than two years.

A summary of the investments at June 30, 2010, and their exposure to interest rate risk are as follows:

	Short/Long Term	Fair Value	Less than 1 Year	1 -5 Years	6 - 10 Years	Greater than 10 Years
University						
Agency securities	Long-term	\$ 120,835,793	\$ -	\$ 120,835,793	\$ -	\$ -
Certificates of deposits	Short-term	6,011,100	6,011,100	-	-	-
Corporate stocks and bonds	Short-term	262,628	262,628	-	-	-
Permanent land fund	Long-term	44,454,560	-	44,454,560	-	-
Pooled cash and investments held by others	Long-term	33,462,399	-	33,462,399	-	-
Total investments		<u>\$ 205,026,480</u>	<u>\$ 6,273,728</u>	<u>\$ 198,752,752</u>	<u>\$ -</u>	<u>\$ -</u>
Foundation						
U.S. government and agency securities	Long-term	\$ 2,620,538	\$ 1,216,156	\$ 1,404,382	\$ -	\$ -
Certificates of deposits	Short-term	7,800,000	7,800,000	-	-	-
Corporate and foreign bonds	Short/Long- term	2,964,661	730,384	2,155,724	78,553	-
Items not subject to interest rate risk:						
Corporate and foreign stocks	Not aged	38,345,115	-	38,345,115	-	-
Alternative investment	Not aged	16,021,862	-	16,021,862	-	-
Mortgage-backed securities	Not aged	14,205,382	-	14,205,382	-	-
Other investments	Not aged	1,667,345	-	1,667,345	-	-
Total investments		<u>\$ 83,624,903</u>	<u>\$ 9,746,540</u>	<u>\$ 73,799,810</u>	<u>\$ 78,553</u>	<u>\$ -</u>

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The University's investment policy limits investment in money market instruments and other securities of commercial banks, broker-dealers, or recognized financial institutions to those rated in the highest rating category by a nationally recognized statistical rating organization (NRSROs) or which are guaranteed by a person or entity whose long-term debt obligations are rated in the highest rating category by a NRSRO. This includes without limitation, securities of, or other interests in, any open-end or closed-end management type investment company or investment trust registered under the provisions of 15 USC Sections 80(a)-1 et. seq., which invest only in obligations of the government of the United States of America or securities that are secured by obligations of the government of the United States of America.

A summary of the investments at June 30, 2010, and their exposure to credit risk follows:

	Rating	Fair Value
University		
U.S. agency securities	Moody's---Aaa	\$ 120,835,793
Certificates of deposits	Federally insured	6,011,100
Corporate stocks and bonds	Moody's---B3/B	9,749
	Moody's---BAA2/BBB	10,875
	Not rated	242,004
Pooled cash and investments held by others	N/A	77,916,959
Total investments		<u>\$ 205,026,480</u>
Foundation		
U.S. government and agency securities	Moody's---Aaa	\$ 2,620,538
Certificates of deposits	Federally insured	7,800,000
Corporate bonds	A1	550,405
Corporate bonds	A2	423,712
Corporate bonds	A3	487,784
Corporate bonds	AA2	111,042
Corporate bonds	AA3	167,807
Corporate bonds	BAA1	322,021
Corporate bonds	BAA2	406,407
Corporate bonds	BAA3	495,483
Corporate stocks	Not rated	28,429,108
Foreign stocks	Not rated	9,916,006
Mortgage-backed securities	AAA+	14,205,382
Alternative investments	Not rated	16,021,862
Other investments (real estate and accrued investment interest)	N/A	1,667,346
Total investments		<u>\$ 83,624,903</u>

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributable to the magnitude of an entity's investment in a single issuer. The University diversifies its use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions or maturities. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the total investment portfolio is invested in a single security type or with a single financial institution or at a single maturity. The University holds no investments with any issuer that represents 5% or more of total investments.

Custodial Credit Risk-Deposits. This is the risk that in the event of a bank failure, the University's deposits may not be returned to it. Neither the University, nor its discretely presented component unit, the Foundation, has a deposit policy for custodial credit risk. As of June 30, 2010 and 2009, total bank balances of the University were \$50,560,311 and \$37,331,811, respectively. A portion of the balances were subject to custodial credit risk in Category 2, uninsured and collateralized with securities held by the pledging financial institution, and there were no balances subject to custodial credit risk in Category 3, uninsured and uncollateralized. The detail in Category 2 is displayed as follows:

	June 30, 2010	June 30, 2009
Category 2	\$ 49,077,630	\$ 36,191,347

Custodial Credit Risk-Investments. This is the risk that, in the event of the failure of the counterparty, the University will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2010 and 2009, the University's certificate of deposit balances were \$6,011,100 and \$4,011,100, respectively. There were no investment balances that were subject to custodial credit risk in Category 2, uninsured and collateralized with securities held by the pledging financial institution, and Category 3, uninsured and uncollateralized.

Note 4 – Accounts Receivable and Deferred Revenue

Accounts receivable consists of the following at June 30, 2010 and 2009:

	2010	2009
University		
Student tuition and fees	\$ 28,189,102	\$ 25,768,282
Federal, state, and private grants and contracts	69,129,524	73,374,324
Other	450,408	450,981
Cash and cash equivalents held in trust for NMSU	2,285,474	3,055,478
Due from Component Units	1,230,858	1,505,233
Less: allowance for doubtful accounts	<u>(13,932,073)</u>	<u>(13,451,335)</u>
Net accounts receivable	<u>\$ 87,353,293</u>	<u>\$ 90,702,963</u>
Foundation		
Net miscellaneous accounts receivable	<u>\$ 630,979</u>	<u>\$ 2,512,963</u>

The allowance for doubtful accounts includes consideration for the credit risk associated with the various receivables.

Deferred revenue consists of the following at June 30, 2010 and 2009:

	2010	2009
University		
Student tuition and fees	\$ 2,442,961	\$ 2,942,724
Federal, state, and private grants and contracts	15,474,599	23,349,722
Other	<u>1,475,813</u>	<u>1,550,137</u>
Net deferred revenue	<u>\$ 19,393,373</u>	<u>\$ 27,842,583</u>

Note 5 – Capital Assets

Capital assets as detailed below are stated at cost, or if contributed, at fair market value at the date of gift. Net interest expense incurred during the construction period on revenue bond funded projects is capitalized as an asset.

The University's main campus has permitted water rights equaling 11,454 acre feet per annum. As there is no clear guidance from the GASB on their presentation, neither the water rights nor the livestock bred by the University are presented in the accompanying Statement of Net Assets. The State of New Mexico Land Office holds 193,272 surface and 254,627 sub-surface acres in trust for the University and manages the commercial use of this property including various leases and oil and gas exploration. The value of the land is recorded at the State of New Mexico Land Office; therefore this amount is not presented in the accompanying Statement of Net Assets.

In March 2006, the University was selected to participate in Partners for the Advancement of Collaborative Engineering (PACE) to integrate 3-D solid modeling and other parametric-based applications into design, engineering, and manufacturing curricula. As a participant in this partnership, the University was given a non-exclusive, non-transferable license to install and use, solely for academic and educational purposes, CAD/CAM/CAE products and services in an aggregate amount of \$135,534,390. The University is required to return all copies of the software and the associated documentation at the expiration, cancellation, or termination of the agreement. PACE has made similar donations to many universities and some software licenses donated by PACE are already available to education institutions essentially free of charge; therefore, this transaction was not recorded in the financial statements of the University. In March 2010, Siemens Corporation furnished the Tecnomatix Manufacturing Academic Bundle software, which has a value of \$27,586,430. This gift was not recorded in the accompanying Statement of Net Assets due to the limitation of use and prohibition of transferability for remuneration.

Changes in capital asset balances for the year ended June 30, 2010, were as follows:

	Balance July 1 2009	Additions	Transfers	Retirements	Balance June 30 2010
University					
Capital assets not being depreciated:					
Land and land improvements	\$ 10,696,079	\$ -	\$ -	\$ -	\$ 10,696,079
Construction in progress	16,472,454	13,330,712	(10,130,592)	-	19,672,574
Software implementation in progress	1,446,817	-	(103,511)	(348,285)	995,021
Total capital assets not being depreciated	\$ 28,615,350	\$ 13,330,712	\$ (10,234,103)	\$ (348,285)	\$ 31,363,674
Other capital assets:					
Buildings	\$503,839,764	\$ 19,154,115	\$ 9,715,886	\$ (408,609)	\$532,301,156
Infrastructure	42,786,786	1,588,711	414,706	-	44,790,203
Equipment	118,376,408	9,487,219	-	(7,952,297)	119,911,330
Software	13,865,470	487,199	103,511	(322,923)	14,133,257
Library books	59,960,156	3,976,078	-	(9,837)	63,926,397
Total other capital assets	738,828,584	34,693,322	10,234,103	(8,693,666)	775,062,343
Less accumulated depreciation for:					
Buildings	(224,730,278)	(16,391,510)	-	291,149	(240,830,639)
Infrastructure	(28,349,456)	(1,617,551)	-	-	(29,967,007)
Equipment	(88,105,935)	(7,326,869)	-	7,316,051	(88,116,753)
Software	(5,942,499)	(1,443,975)	-	189,534	(7,196,940)
Library books	(41,661,272)	(2,559,701)	-	9,837	(44,211,136)
Total accumulated depreciation	(388,789,440)	(29,339,606)	-	7,806,571	(410,322,475)
Other capital assets, net	\$350,039,144	\$ 5,353,716	\$ 10,234,103	\$ (887,095)	\$364,739,868
Capital asset summary:					
Capital assets not being depreciated	\$ 28,615,350	\$ 13,330,712	\$ (10,234,103)	\$ (348,285)	\$ 31,363,674
Other capital assets, at cost	738,828,584	34,693,322	10,234,103	(8,693,666)	775,062,343
Total cost of capital assets	767,443,934	48,024,034	-	(9,041,951)	806,426,017
Less: accumulated depreciation	(388,789,440)	(29,339,606)	-	7,806,571	(410,322,475)
Capital assets, net	\$378,654,494	\$ 18,684,428	\$ -	\$ (1,235,380)	\$396,103,542
Foundation					
Capital assets	\$ 405,808	\$ 54,655	\$ -	\$ (47,421)	\$ 413,042
Less: accumulated depreciation	(275,534)	(49,458)	-	33,234	(291,758)
Capital assets, net	\$ 130,274	\$ 5,197	\$ -	\$ (14,187)	\$ 121,284

Changes in capital asset balances for the year ended June 30, 2009, were as follows:

	Balance July 1 2008	Additions	Transfers	Retirements	Balance June 30 2009
University					
Capital assets not being depreciated:					
Land and land improvements	\$ 10,696,079	\$ -	\$ -	\$ -	\$ 10,696,079
Construction in progress	10,740,744	11,891,535	(6,086,276)	(73,549)	16,472,454
Software implementation in progress	1,132,446	314,371	-	-	1,446,817
Total capital assets not being depreciated	<u>\$ 22,569,269</u>	<u>\$ 12,205,906</u>	<u>\$ (6,086,276)</u>	<u>\$ (73,549)</u>	<u>\$ 28,615,350</u>
Other capital assets:					
Buildings	\$486,729,389	\$ 11,245,576	\$ 5,864,799	\$ -	\$503,839,764
Infrastructure	42,317,964	247,345	221,477	-	42,786,786
Equipment	118,789,399	6,868,782	-	(7,281,773)	118,376,408
Software	13,017,496	847,974	-	-	13,865,470
Library books	56,055,732	3,908,274	-	(3,850)	59,960,156
Total other capital assets	<u>716,909,980</u>	<u>23,117,951</u>	<u>6,086,276</u>	<u>(7,285,623)</u>	<u>738,828,584</u>
Less accumulated depreciation for:					
Buildings	(209,849,393)	(14,880,885)	-	-	(224,730,278)
Infrastructure	(26,857,833)	(1,491,623)	-	-	(28,349,456)
Equipment	(87,512,349)	(7,451,560)	-	6,857,974	(88,105,935)
Software	(4,712,784)	(1,229,715)	-	-	(5,942,499)
Library books	(39,227,134)	(2,437,988)	-	3,850	(41,661,272)
Total accumulated depreciation	<u>(368,159,493)</u>	<u>(27,491,771)</u>	<u>-</u>	<u>6,861,824</u>	<u>(388,789,440)</u>
Other capital assets, net	<u>\$348,750,487</u>	<u>\$ (4,373,820)</u>	<u>\$ 6,086,276</u>	<u>\$ (423,799)</u>	<u>\$350,039,144</u>
Capital asset summary:					
Capital assets not being depreciated	\$ 22,569,269	\$ 12,205,906	\$ (6,086,276)	\$ (73,549)	\$ 28,615,350
Other capital assets, at cost	716,909,980	23,117,951	6,086,276	(7,285,623)	738,828,584
Total cost of capital assets	739,479,249	35,323,857	-	(7,359,172)	767,443,934
Less: accumulated depreciation	(368,159,493)	(27,491,771)	-	6,861,824	(388,789,440)
Capital assets, net	<u>\$371,319,756</u>	<u>\$ 7,832,086</u>	<u>\$ -</u>	<u>\$ (497,348)</u>	<u>\$378,654,494</u>
Foundation					
Capital assets	\$ 388,187	\$ 17,621	\$ -	\$ -	\$ 405,808
Less: accumulated depreciation	(220,735)	(54,799)	-	-	(275,534)
Capital assets, net	<u>\$ 167,452</u>	<u>\$ (37,178)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130,274</u>

The University had no significant asset impairments during the fiscal years ended June 30, 2010 and 2009.

Note 6 – Long-Term Liabilities

A summary of changes in long-term liabilities for the University and Discrete Component Unit for the year ended June 30, 2010, follows:

	Balance July 1 2009	Additions	Reductions	Balance June 30 2010	Current Portion (due in 2011)	
University						
Bonds and contracts payable:						
Revenue bonds payable	\$ 89,617,002	\$ 79,407,411	\$ (12,893,014)	\$ 156,131,399	\$ 6,275,000	
Contracts payable	427,753	56,648	(150,440)	333,961	144,804	
Total bonds, contracts	<u>90,044,755</u>	<u>79,464,059</u>	<u>(13,043,454)</u>	<u>156,465,360</u>	<u>6,419,804</u>	
Other liabilities:						
Accrued compensated absences	19,860,644	7,550,633	(7,891,176)	19,520,101	3,856,501	
Other post employment benefits	10,099,000	3,748,000	-	13,847,000	-	
Other	1,173,943	-	(579,682)	594,261	-	
Total other liabilities	<u>31,133,587</u>	<u>11,298,633</u>	<u>(8,470,858)</u>	<u>33,961,362</u>	<u>3,856,501</u>	
Total long-term liabilities	<u>\$ 121,178,342</u>	<u>\$ 90,762,692</u>	<u>\$ (21,514,312)</u>	<u>\$ 190,426,722</u>	<u>\$ 10,276,305</u>	
	Balance July 1 2009	Additions	Reductions	Changes in Estimate	Balance June 30 2010	Current Portion (due in 2011)
Foundation						
Gift annuities payable	\$ 2,217,676	\$ 165,835	\$ -	\$ 19,977	\$ 2,403,488	\$ 181,981
Payable under unitrusts	217,295	-	-	(3,864)	213,431	27,925
Total long-term liabilities	<u>\$ 2,434,971</u>	<u>\$ 165,835</u>	<u>\$ -</u>	<u>\$ 16,113</u>	<u>\$ 2,616,919</u>	<u>\$ 209,906</u>

A summary of changes in long-term liability for the University and Discrete Component Unit for the year ended June 30, 2009, follows:

	Balance July 1 2008	Additions	Reductions	Balance June 30 2009	Current Portion (due in 2010)	
University						
Bonds and contracts payable:						
Revenue bonds payable	\$ 95,425,714	\$ -	\$ (5,808,712)	\$ 89,617,002	\$ 5,940,000	
Contracts payable	541,323	88,267	(201,837)	427,753	203,569	
Total bonds, contracts	<u>95,967,037</u>	<u>88,267</u>	<u>(6,010,549)</u>	<u>90,044,755</u>	<u>6,143,569</u>	
Other liabilities:						
Accrued compensated absences	18,848,646	7,889,019	(6,877,021)	19,860,644	3,835,328	
Other post employment benefits	5,415,850	4,683,150	-	10,099,000	-	
Other	735,623	438,320	-	1,173,943	-	
Total other liabilities	<u>25,000,119</u>	<u>13,010,489</u>	<u>(6,877,021)</u>	<u>31,133,587</u>	<u>3,835,328</u>	
Total long-term liabilities	<u>\$ 120,967,156</u>	<u>\$ 13,098,756</u>	<u>\$ (12,887,570)</u>	<u>\$ 121,178,342</u>	<u>\$ 9,978,897</u>	
	Balance July 1 2008	Additions	Reductions	Changes in Estimate	Balance June 30 2009	Current Portion (due in 2010)
Foundation						
Gift annuities payable	\$ 1,826,830	\$ 176,453	\$ (183,062)	\$ 397,455	\$ 2,217,676	\$ 168,701
Payable under unitrusts	229,703	-	-	(12,408)	217,295	26,372
Total long-term liabilities	<u>\$ 2,056,533</u>	<u>\$ 176,453</u>	<u>\$ (183,062)</u>	<u>\$ 385,047</u>	<u>\$ 2,434,971</u>	<u>\$ 195,073</u>

Bonds Payable. The University issued 2010 parity revenue bonds (Series 2010A, 2010B, 2010C and 2010D). The Series 2010B bonds are designated as "Build America Bonds" and pursuant to the Recovery Act, the University expects to receive a cash subsidy payment from the United States Treasury (referred to as the "Federal Direct Payment") equal to 35% of the interest payables on the bonds on or about each interest payment date. The subsidy payments will be deposited into the Debt Service Fund and applied to the payment of principal and interest on the bonds. The University accounts for the federal subsidy as a non-exchange transaction and therefore recognizes the federal subsidy when the corresponding interest expense is incurred. The Series 2010C are taxable bonds that will be used to fund a new bookstore facility that will operate under the University's agreement with Barnes & Noble College Booksellers, Inc. All outstanding University revenue bonds as of June 30, 2010 and 2009, were issued as parity bonds and are all tax-exempt, except for Series 2010B and 2010C. All bonds are payable solely from, and secured by, a pledge of and a non-exclusive first lien on, certain pledged revenues; the revenues pledged to meet these debt obligations are student tuition and fees, sales and services, other operating income, investment income and building fees. Interest payments are made twice a year, on October 1 and April 1 while principal is paid on April 1 only. Bond issuance costs, premiums, and discounts on bonds payable are recorded in total and amortized according to the bonds outstanding method, which approximates the effective interest method.

The bond interest expense incurred for the fiscal years 2010 and 2009 was \$5,091,881 and \$4,068,262, respectively, net of interest income. Of these amounts, \$1,001,157 and \$186,061 was capitalized during fiscal years 2010 and 2009, respectively.

Total University issued bonds and those outstanding on June 30, 2010 and 2009, excluding bonds issued by local governments on behalf of certain community colleges (See Note 13), consisted of:

	Total Issued	Outstanding	
		2010	2009
Revenue and improvement revenue			
Bond Series 1998, (3.95% - 5.00%) final maturity 2020	\$ 21,010,000	\$ -	\$ 7,395,000
Revenue and improvement revenue			
Bond Series 2001, (3.95% - 5.00%) final maturity 2021	9,210,000	5,610,000	6,085,000
Revenue and improvement revenue			
Bond Series 2002, (2.00% - 5.00%) final maturity 2022	15,495,000	7,445,000	8,730,000
Refunding and improvement revenue			
Bonds Series 2003 (2.00% - 5.00%) final maturity 2023	28,495,000	19,040,000	20,950,000
Improvement revenue bonds			
Bond Series 2004B, (2.00% - 5.00%) final maturity 2025	42,275,000	35,275,000	36,630,000
Improvement revenue bonds			
Bond Series 2006, (4.00% - 5.25%) final maturity 2026	10,245,000	8,765,000	9,140,000
Refunding and improvement revenue bonds			
Bond Series 2010A, 2010B, 2010C, 2010D (1.89% - 5.27%) Final Maturity 2022	78,670,000	78,670,000	-
Total bonds payable	205,400,000	154,805,000	88,930,000
Plus: unamortized net premium	2,498,867	1,461,401	746,033
Less: unamortized loss on refunding	(169,759)	(135,002)	(59,031)
Bonds payable, net	\$ 207,729,108	\$ 156,131,399	\$ 89,617,002
<small>Note: The above-mentioned 1998 revenue bond states a final maturity of 2020, however the balance of this bond was refinanced in the newly issued 2010 Bond Series.</small>			

The maturity schedule for the University bonds payable at June 30, 2010, follows:

Year Ending June 30	Principal	Interest
2011	\$ 6,275,000	\$ 7,928,145
2012	9,325,000	7,068,450
2013	9,470,000	6,715,971
2014	8,715,000	6,362,035
2015	8,930,000	6,016,135
2016-2020	44,055,000	24,658,559
2021-2025	44,695,000	13,876,390
2026-2030	23,340,000	4,318,696
Total	<u>\$ 154,805,000</u>	<u>\$ 76,944,381</u>

Contracts Payable. The University acquires various types of equipment under capital lease agreements. All lease agreements contain a fiscal funding clause, which allows the lease agreements to be canceled if funding for future periods is not appropriated. University administration believes that the likelihood of this occurrence is remote. The following tables detail the carrying value of assets acquired under these arrangements, the future minimum lease payments, the portion of the lease payments representing interest and the present value of the net minimum lease payments at June 30, 2010.

Type of Property	Asset Carrying Value	Net Present Value of Minimum Lease Payments
Office equipment	\$ 654,144	\$ 261,256
Laboratory, video and other equipment	222,076	72,705
Total	<u>\$ 876,220</u>	<u>\$ 333,961</u>

Future minimum payments required under capital leases and the net present values of the future payments are as follows:

Year Ending June 30	Principal	Interest	Minimum Payments
2011	\$ 189,157	\$ 16,817	\$ 205,974
2012	95,627	7,952	103,579
2013	28,024	2,475	30,499
2014	19,780	712	20,492
2015	1,373	25	1,398
Total minimum lease payments	<u>\$ 333,961</u>	<u>\$ 27,981</u>	<u>\$ 361,942</u>

Note 7 – Health Insurance

The University provides group health insurance coverage for all regular employees working 20 hours per week or more. Coverage is optional and is available the first pay period after 30 days of employment. The University's portion of the premium is based on the employee's annual salary. Employee contributions are required for personal, as well as spouse and dependent coverage.

Effective September 1, 2006, the University elected to participate in the State insurance program. Premiums are paid to the State of New Mexico. The State program assumes full responsibility for all claims.

Eligible retirees who were enrolled in health insurance for a minimum of ten consecutive years prior to retirement may elect to continue health insurance coverage through the University's program. The University contributes 60% of the premiums for retirees and their dependents until the retiree reaches age 70, after which, the University contributes 30%.

Effective July 1, 2006, the University enrolled in a fully insured plan for the eligible active retirees. Premiums are paid to the insurance carrier. The insurance carrier assumes full responsibility for all claims.

Note 8 – Retirement Programs

The University offers three retirement plans. All eligible employees (working more than 25% full-time equivalent) are required to participate in one of the first two plans described below. Student employees do not participate in these plans.

A. Educational Retirement Act

Plan Description. Substantially all of the University's eligible employees, except those who participate in the Alternative Retirement Plan (ARP) described below, participate in a public employee retirement system authorized under the Educational Retirement Act (ERA) of the State of New Mexico (Chapter 22, Article 11 NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at www.nmerb.org.

Funding Policy. As of July 1, 2009, House Bill 854 increased plan members' contributions to 9.4%. The University is required to contribute 10.9% of the gross covered salary. Employees earning \$20,000 or less (on a full-time annualized basis) contribute 7.9% of gross salary and the University contributes 12.4%. The employer contribution will increase .75% each year until July 1, 2011, when the employer contribution will be 13.9%, unless State Statute dictates otherwise. The contribution requirements of plan members and the University are established in State Statute under Chapter 22, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. After June 30, 2011, the employee contribution rate will return to 7.9%, based on current plans. The University's contributions to the ERB for the years ended June 30, 2010, 2009 and 2008, were \$22,936,378, \$23,798,427, and \$19,923,444, respectively, which equal the amount of the required contributions for each fiscal year.

Return to Work Program. Effective January 1, 2002, the ERB implemented a retiree Return-To-Work (RTW) program whereby the University is required to make regular (10.9%) employer contributions on eligible retiree wages. As of July 1, 2009, the ERB implemented a retiree Return-To-Work (RTW) program whereby the University is required to make regular (20.3%) employer and employee contributions on eligible retiree wages. No contribution is required by the retiree. The University's contribution to the ERB for RTW program participants for the years ended June 30, 2010, 2009, and 2008 were \$445,167, \$264,822, and \$193,937, respectively, which equal the amount of the required contributions for each year.

B. Alternative Retirement Program

Plan Description. The New Mexico ARP was established by amendment to Chapter 22, Article 11, Section 47-52. Certain faculty and professional staff hired on or after July 1, 1991, may elect to participate in an alternative defined contribution retirement plan in lieu of participation in the ERA in accordance with policies stipulated by the Board of Regents. The two carriers approved by the ERB are the Teachers Insurance and Annuity Association/College Retirement Equities Fund and the Variable Annuity Life Insurance Company. Employees are allowed to transfer between carriers once each year.

Effective July 1, 2009, employees, after 7 years of contribution to the ARP, have a one-time opportunity to move to the ERB's defined benefit plan. Senate Bill 572 allows members of the ARP the option to cash out or rollover the ARP account once they have left employment.

Contributions Required. Total payroll expenses covered by the ARP for the years ended June 30, 2010, 2009 and 2008, were \$25,812,652, \$28,042,960, and \$28,354,154, respectively. Employees under this plan contribute 7.9% of their gross salaries. House Bill 854 increased plan members' contributions to 9.4%, effective July 1, 2009. After June 30, 2011, the contribution rate will return to 7.9%. The University is required to contribute 7.9% to the carrier and 3.0% to the ERB as an administrative fee. The 3.0% fee does not provide retirement benefits. Benefits are determined strictly by contributions made and earnings on contributions.

Vesting is immediate and benefits are distributed only as an annuity. The University's contributions for the years ended June 30, 2010, 2009, and 2008, were \$2,037,466, \$2,405,755, and \$2,238,147, respectively, for employees participating in the ARP. Additionally, \$774,291, \$841,289, and \$850,624, were paid as administrative fees to the ERB for the years ended June 30, 2010, 2009, and 2008, respectively; employees participating in the ARP made contributions totaling \$2,413,082, \$2,199,668, and \$2,219,829, respectively, for the same periods.

C. Federal Retirement Program

Plan Description. Certain employees of the University working under the auspices of the United States Department of Agriculture (through various University sponsored extension programs) are covered under the Civil Service Retirement System (CSRS) or the Federal Employees Retirement System (FERS), established with the passage of Public Law 99-335. Both are defined benefit retirement plans. FERS is a three-tiered retirement plan (covering substantially all Federal employees hired subsequent to December 31, 1986) combining Social Security benefits with a basic benefit plan and a thrift savings plan. Employees hired prior to 1984 do not participate in Social Security, but have the ability to transfer to FERS at their own discretion. The CSRS and FERS are administered by the U.S. Office of Personnel Management, Retirement Operations Center, P.O. Box 45, Boyers, Pennsylvania 16017.

Contributions Required. Employees covered by CSRS and FERS are considered federal employees, and as such, are obligated to contribute according to the guidelines of the federal government. For the years ended June 30, 2010 and 2009, there were 9 and 14 employees, respectively, enrolled under CSRS and 18 employees, for both years, enrolled under FERS. The University contributes 7.0% and employees contribute 7.0% under CSRS. The University contributes 10.7% and employees contribute

0.8% under FERS. For the fiscal years ended June 30, 2010, 2009, and 2008, the University contributed \$215,184, \$221,260, and \$239,083, respectively; employees contributed \$71,912, \$83,952, and \$98,761, respectively, under both plans.

Note 9 – Other Postemployment Benefits Plan

The University implemented GASB Statement No. 45 - *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (OPEB) as of July 1, 2007.

Plan Description. New Mexico State University is a single employer that offers employees and their eligible dependents retiree benefits. The authority to establish and amend the benefit provisions rests with the Board of Regents.

Retirees, who have had 10 consecutive years of health insurance coverage with the University at the time of retirement, are offered the opportunity to participate in a fully-insured PPO medical plan, including prescription drugs. Medicare retirees (for retirees 65 years of age and over) are offered the opportunity to participate in a Medicare carve-out medical plan, including prescription drugs. Eligible retired employees may select a Life Insurance benefit up to \$10,000.

The University currently pays 60% of the monthly medical and prescription premium for retirees and their eligible dependents to age 70. When the retiree reaches age 70, the University reduces its contribution to 30%. The premium for the first \$2,000 of the life insurance benefit is paid by the University, while the premium for any additional benefit, is paid by the retiree. Retiree life insurance benefits are based on pre-retirement benefit levels.

As of June 30, 2010 and 2009, there were 966 and 919 retirees who met the eligibility requirements for health insurance and 1,377 and 1,330 for life insurance, respectively.

Funding Policy. The University does not use a trust fund to administer the financing and payment of benefits. The retired employees that elect to participate in post employment benefits are required to make contributions in the form of monthly premiums based on current rates established under the medical and life plans.

The University funds the plan on a pay-as-you-go basis. The pay-as-you-go expense is the net expected cost of providing retiree benefits, and includes all expected claims and related expenses and is offset by retiree contributions. The pay-as-you-go expense for fiscal year 2010 was \$2,873,000, net of retiree contributions.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2009, actuarial valuation, the unit credit actuarial cost method was used. The actuarial assumptions included a 4.5% annual discount rate assuming the University funds the retirement benefit on a pay-as-you go basis. Currently, the plans are considered to be unfunded as there are no assets and retiree benefits are expected to be paid annually on a cash basis. The actuarial valuation assumes an annual health care cost trend on a select and ultimate basis: medical and prescription benefits on a select basis at 11% and on an ultimate basis at 5%. The select trend rates are reduced .5% each year until reaching the ultimate trend. The Unfunded Actuarial Accrued Liability is amortized over the

maximum acceptable period of 30 years and is calculated assuming a level percentage of projected payrolls. Payroll is projected to increase 3.5% per year.

Annual OPEB Cost and Net OPEB Obligation. The University's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the University's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the University's net OPEB obligation:

	2010
Annual required contribution	\$ 6,553,000
Interest on net OPEB Obligation	454,000
Adjustment to annual required contribution	(386,000)
Annual OPEB cost (expense)	<u>6,621,000</u>
Contributions made	<u>(2,873,000)</u>
Increase in net OPEB obligation	<u>3,748,000</u>
Net OPEB obligation beginning of year	<u>10,099,000</u>
Net OPEB obligation end of year	<u><u>\$ 13,847,000</u></u>

Annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the OPEB obligation for fiscal year 2010 is as follows:

Annual required contribution	\$ 6,553,000
% of annual OPEB cost contributed	43.8%
Net OPEB obligation	\$ 2,873,000

Funded Status and Funding Progress. As of July 1, 2009, the updated actuarial valuation date, the present value of all future expected post-retirement health payments and administrative costs attributable to past service, was \$83,591,000, and the actuarial value of assets was zero. The July 1, 2009 accrued liability of \$83.6 million is lower than the expected July 1, 2009 accrued liability of \$99.6 million. The primary reason for the lower actual July 1, 2009 accrued liability of \$83.6 million is lower than expected premium rates. The retiree premiums effective July 1, 2010 are \$436.60/\$313.78 per month (pre Medicare/post Medicare). These premiums are approximately 16% lower than what was projected and resulted in a decrease in the July 1, 2009 accrued liability of approximately \$16 million. The covered payroll (annual payroll of active employees covered by the plan) was \$273,072,565, and the ratio of the UAAL to the covered payroll was 31%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress and Employee Contributions (Schedule 5), presented as required supplementary information following the notes to the financial statements,

presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Note 10 – Commitments

Capitalizable Project Commitments and Financing. The University has entered into contracts for the construction and renovation of various facilities. These projects are in various stages of completion. At June 30, 2010, the estimated remaining cost to complete these and other in-house construction and renovation projects was approximately \$160 million with an estimated completion date of December 2013. The remaining cost will be financed as follows:

Funding Sources	Amount
Revenue bonds	\$ 71,271,873
General obligation bonds	48,381,143
Severance tax bonds	8,437,897
University funds	16,426,316
State funds	14,838,515
Gifts, grants and contracts	1,245,552
Total	<u>\$ 160,601,296</u>

Operating Leases. The University is obligated under certain lease (rental) agreements which are accounted for as operating leases. The items being leased are primarily office and storage facilities and office equipment. Incorporated into each lease agreement is a fiscal funding clause which allows the University to cancel the operating lease if funding for future periods is not appropriated. As with contracts payable, the likelihood of such an occurrence is considered to be remote by University administration.

Future minimum rental payments required under operating leases are as follows:

Year Ending June 30	Minimum Payments
2011	\$ 2,218,348
2012	1,560,822
2013	1,364,216
2014	1,135,063
2015	1,008,285
Years thereafter	997,940
Total minimum lease payments	<u>\$ 8,284,674</u>

Operating lease payments made in fiscal years 2010 and 2009 are as follows:

	2010	2009
Minimum rentals	\$ 2,185,123	\$ 1,489,058
Contingent rentals	80,870	68,042
Total lease payments	<u>\$ 2,265,993</u>	<u>\$ 1,557,100</u>

Contingent rentals are determined based on usage clauses in certain contracts.

Other Commitments. At June 30, 2010, the University had outstanding purchase orders for materials and services which had not been received, and thus are not recorded as liabilities in the accompanying Statement of Net Assets. The approximate amount of such commitments is \$19 million.

Note 11 – Component Units

The following entities support the University in accomplishing its various missions. These entities were selected for inclusion based on criteria as set forth in GASB 14 and GASB 39. Complete financial statements for these component units can be obtained from each respective administrative office at the addresses listed below.

The Foundation is discretely presented on the face of the financial statements, as prescribed by the Governmental Accounting Standards board (GASB) Statement No. 14, The Reporting Entity, as amended by Statement No. 39, *Determining Whether Certain Organizations Are Components Units*. The entity qualifies as discretely presented according to Statement 14, paragraph 40a, because of the nature and significance of its relationship with the University. This relationship meets the direct benefit, access to economic resources and significance of resources criteria. The Aggie Athletics Fund, Inc. was merged into the Foundation on May 1, 2008. Both Component Units were previously discretely presented. All of the other component units are blended because the University either completely controls their activities or the entities provide services entirely, or almost entirely to the University.

The New Mexico State University Foundation, Inc. The Foundation is a non-profit corporation formed for the purpose of obtaining and disbursing funds for the sole benefit of the University. It is a discrete component unit of the University with financial information presented in a column combined with the NMSU Sports Enterprises (formerly Aggie Athletics Fund, Inc.) in the University's financial statements. Separate audited financial statements are prepared in accordance with the Financial Accounting Standards Board (FASB). The Foundation's address is: New Mexico State University Foundation, Inc., P.O. Box 3590, Las Cruces, NM 88003.

Summary financial information as of June 30, 2010 and 2009, and for the fiscal years then ended follows:

	2010	2009
Capital assets	\$ 121,284	\$ 130,274
Other assets	127,977,146	117,512,436
Total assets	128,098,430	117,642,710
Long-term liabilities	36,000,012	31,245,669
Other liabilities	4,655,776	5,678,289
Total liabilities	40,655,788	36,923,958
Invested in capital assets, net of related debt	121,284	130,274
Restricted for endowments	65,673,845	60,512,668
Restricted for general activities	16,048,751	14,454,317
Unrestricted	5,598,762	5,621,493
Total net assets	<u>\$ 87,442,642</u>	<u>\$ 80,718,752</u>
Operating revenues	\$ 11,065,807	\$ 11,443,152
Depreciation	(49,458)	(54,799)
Other operating expense	(12,343,957)	(10,554,148)
Non-operating revenue (expense)	(253,540)	(139,460)
Gain (loss) on endowments	8,305,038	(13,737,303)
Increase (Decrease) in net assets	<u>\$ 6,723,890</u>	<u>\$ (13,042,558)</u>

Arrowhead Center, Inc. Arrowhead Center, Inc., previously the New Mexico State University Technology Transfer Corporation, was organized pursuant to the provisions of the State of New Mexico University Research Park Act of 1989. Its purpose is to protect, license, and market intellectual property developed by faculty, staff, and students of the University, as well as members of the community, in order to further research and economic development for the State of New Mexico. Arrowhead Center, Inc.'s address is: Arrowhead Center, Inc., MSC 3CR, P.O. Box 30001, Las Cruces, NM 88003.

Summary financial information as of June 30, 2010 and 2009, and for the fiscal years then ended follows:

	2010	2009
Total assets	\$ 888,096	\$ 729,898
Total net assets	\$ 868,297	\$ 701,618
Total revenues and other additions	\$ 461,340	\$ 442,806
Total expenditures	\$ 294,661	\$ 236,414

Note 12 – Contingent Liabilities

The University currently is a party to various litigation and other claims in the ordinary course of business. The University participates in the State of New Mexico Risk Management Program (Risk Management) which provides liability, medical malpractice, and physical damage insurance. The Risk Management program liability insurance coverage includes most employee liability claims; those claims falling outside this State program are covered under the University's liability self-insurance program. During the fiscal years ended June 30, 2010 and 2009, the University paid Risk Management \$3,972,380, and \$4,449,959 in insurance premiums, respectively. After conferring with legal counsel concerning pending litigation and claims, the University administration believes that the outcome of pending litigation should not have a material adverse effect on the financial position or operations of the University, but the details are presented below.

The University is involved in various stages of negotiations with state and federal agencies from one state audit and one self-reported occurrence of misstatement of program eligibility to a federal agency. The details of these two situations are stated below.

1. **TRIO Student Support Services.** As a result of self-reported findings of misstatement of eligible participants in the Student Support Services program (SSS) to the United States Department of Education (Department), the University was issued a Program Determination Letter dated February 25, 2009 requesting payment of the determined liability of \$1,044,163. Through subsequent discussions with the Department, the University was granted a payment extension in order to provide additional information and documentation in support of reducing the assessment. The information was delivered to the Department on July 20, 2009, with additional documentation provided on August 19, 2009. Based on the procedures performed, the University submitted revised overcharge calculations in the amounts of \$173,661 and \$476,932. Management believes a final assessment in the amount of \$476,932 is reasonable. Since the revised overcharge was submitted, NMSU has heard nothing from the Department and has no reason to doubt the reasonability of the final assessment estimate determined in the prior year.
2. **NM Department of Transportation.** The New Mexico Department of Transportation issued a report on an ongoing audit on January 13, 2009. The report was issued to the University in July of 2009, with a letter assessing an original \$1,066,010 repayment to the agency. Of this amount, the University and the New Mexico Department of Transportation have resolved

issues related to \$242,515 with the agency agreeing to remove from the assessment; however an additional \$406,331 was deemed by the Research Bureau Chief to be owed. The total amount of the audit assessment as of July 2010, is \$1,229,825, the University agrees with \$54,944. Until the conclusion of the University's negotiations with the agency, management is unable to reasonably estimate a liability amount.

Note 13 – Community College General Obligation Bonds

General Obligation bonds are issued by the Community Colleges of the University for the purpose of Community College facilities. The bonds are general obligations of the school districts in which the Community Colleges reside and are payable solely out of general (ad valorem) taxes which are levied against all taxable property in each respective district. Taxes collected by the respective district's tax assessor are deposited in bank accounts for the purpose of servicing the debt and are reflected as agency cash and accrued liabilities in the University's Statement of Net Assets. At June 30, 2010 and 2009, the cash balances available to make the next semi-annual payments were \$481,800 and \$450,923, respectively, for the Alamogordo Community College, \$482,518 and \$250,976, respectively, for the Carlsbad Community College and \$4,304,556 and \$3,814,629, respectively, for the Dona Ana Community College.

The following table shows the future scheduled debt payments by Community College (due semi-annually in August and February):

Alamogordo Community College			
Year Ending June 30	Principal	Interest	Total
2011	\$ 270,000	\$ 177,360	\$ 447,360
2012	285,000	166,954	451,954
2013	295,000	156,079	451,079
2014	310,000	144,735	454,735
2015	325,000	132,829	457,829
2016-2020	1,855,000	467,450	2,322,450
2021-2025	1,400,000	100,830	1,500,830
Total	<u>\$ 4,740,000</u>	<u>\$ 1,346,237</u>	<u>\$ 6,086,237</u>
Carlsbad Community College			
Year Ending June 30	Principal	Interest	Total
2011	\$ 265,000	\$ 97,888	\$ 362,888
2012	275,000	88,438	363,438
2013	285,000	78,638	363,638
2014	290,000	68,575	358,575
2015	300,000	58,250	358,250
2016-2020	1,325,000	108,300	1,433,300
2021-2025	-	-	-
Total	<u>\$ 2,740,000</u>	<u>\$ 500,089</u>	<u>\$ 3,240,089</u>
Dona Ana Community College			
Year Ending June 30	Principal	Interest	Total
2011	\$ 2,700,000	\$ 557,320	\$ 3,257,320
2012	2,950,000	458,508	3,408,508
2013	1,600,000	379,933	1,979,933
2014	1,850,000	319,683	2,169,683
2015	1,325,000	265,008	1,590,008
2016-2020	5,060,000	700,201	5,760,201
2021-2025	1,425,000	57,500	1,482,500
Total	<u>\$ 16,910,000</u>	<u>\$ 2,738,153</u>	<u>\$ 19,648,153</u>

Note 14 – Natural Classification Operating Expenses

The University's operating expenses by natural classification were as follows:

	2010		2009	
	University	Component Unit	University	Component Unit
Operating Expenses				
Salaries:				
Faculty	\$ 86,699,165	\$ -	\$ 85,003,765	\$ -
Exempt staff	111,290,811	1,202,208	110,373,721	1,310,973
Non-exempt staff	38,605,162	159,114	39,534,117	121,432
Student/graduate assistant	31,018,372	151,176	29,789,503	38,951
Other compensation	5,459,055	7,765	5,221,532	6,715
Total salaries	<u>273,072,565</u>	<u>1,520,263</u>	<u>269,922,638</u>	<u>1,478,071</u>
Other Operating Expenses:				
Benefits	80,684,532	-	80,244,059	-
Travel	15,506,300	127,125	15,879,827	145,032
Scholarship and fellowships	52,536,854	2,680	40,434,027	8,244,650
Utilities	14,044,289	243,629	14,475,901	2,672
Professional fees	18,626,000	934,209	20,623,009	175,358
Supplies and other services	66,945,983	49,458	76,624,187	508,365
Depreciation	29,339,606	9,516,051	27,491,771	54,799
Total operating expenses	<u>\$ 550,756,129</u>	<u>\$ 12,393,415</u>	<u>\$ 545,695,419</u>	<u>\$ 10,608,947</u>

Note 15 – Subsequent Events

Effective August 2010, the Governor authorized a reduction in the allocation of University's budgeted state appropriations for Instruction and General, and for Research and Public Service line item appropriations, for the current fiscal year by 3.24%. The University has a plan in place to absorb these current year reductions with minimal impact to core mission functions, through a one-time use of contingency funds, balances and strategic program reductions. It is anticipated that additional allocation reductions may be authorized at a similar level prior to the end of the current fiscal year; the University has identified, through a strategic budget reduction process, sufficient sources of recurring funds to absorb the current and anticipated level of Instruction and General appropriation funding reductions, should they become permanent.

Note 16 – New Accounting Standards

GASB Statement No. 51 (*Accounting and Financial Reporting for Intangible Assets*) and GASB Statement No. 53 (*Accounting and Financial Reporting for Derivative Instruments*) are effective for the University as of fiscal year 2010. The University has implemented GASB No. 51, however there are no changes to the University's financial position, as there have not been any additional activities produced for the University, as a result of this implementation. GASB Statement No. 53 does not apply to the University as the University does not use derivative instruments.

New Mexico State University
Combining Statement of Net Assets
Primary Institution
June 30, 2010 and 2009

Schedule 1

	New Mexico State University		Arrowhead Center, Inc		Elimination Adjustments		Total Primary Institution	
	2010	2009	2010	2009	2010	2009	2010	2009
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 16,766,909	\$ 7,488,675	\$ 755,562	\$ 597,693	\$ -	\$ -	\$ 17,522,471	\$ 8,086,368
Cash and cash equivalents held in trust by Component Unit for NMSU	2,285,474	3,055,478	-	-	-	-	2,285,474	3,055,478
Short-term investments	6,011,100	4,011,100	-	-	-	-	6,011,100	4,011,100
Accounts receivable, net	83,811,754	86,117,561	25,207	24,691	-	-	83,836,961	86,142,252
Due from Component Unit	1,230,858	1,505,233	-	-	-	-	1,230,858	1,505,233
Inventories	1,977,295	2,251,495	-	-	-	-	1,977,295	2,251,495
Prepaid expenses	5,896,735	7,970,831	-	-	-	-	5,896,735	7,970,831
Student loans receivable - current portion, net	1,532,359	1,487,126	-	-	-	-	1,532,359	1,487,126
Total current assets	119,512,484	113,887,499	780,769	622,384	-	-	120,293,253	114,509,883
Non-current assets:								
Restricted cash and cash equivalents	42,191,707	42,454,669	-	-	-	-	42,191,707	42,454,669
Investments held by others	43,846,667	41,494,076	-	-	-	-	43,846,667	41,494,076
Investments held in trust by Component Unit for NMSU	33,592,999	29,005,771	-	-	-	-	33,592,999	29,005,771
Other long-term investments	121,468,387	50,553,982	107,327	106,514	-	-	121,575,714	50,660,496
Student loans receivable, net	13,791,235	13,384,137	-	-	-	-	13,791,235	13,384,137
Prepaid expenses	487,114	460,976	-	-	-	-	487,114	460,976
Capital assets, net	396,103,542	378,654,494	-	-	-	-	396,103,542	378,654,494
Total non-current assets	651,481,651	556,008,105	107,327	106,514	-	-	651,588,978	556,114,619
TOTAL ASSETS	770,994,135	669,895,604	888,096	728,898	-	-	771,882,231	670,624,502
LIABILITIES								
Current liabilities:								
Accounts payable	13,447,509	20,994,038	1,942	24,532	-	-	13,449,451	21,018,570
Other accrued liabilities	21,482,676	19,999,900	-	-	1,780,960	948,269	23,263,636	20,948,169
Deferred revenue	19,375,516	27,839,835	17,857	2,748	-	-	19,393,373	27,842,583
Accrued interest payable	2,813,529	1,304,541	-	-	-	-	2,813,529	1,304,541
Long-term liabilities - current portion	10,276,305	9,978,897	-	-	-	-	10,276,305	9,978,897
Total current liabilities	67,395,535	80,117,211	19,799	27,280	1,780,960	948,269	69,196,294	81,092,760
Non-current liabilities:								
Accrued benefit reserves	677,995	529,743	-	-	-	-	677,995	529,743
Other long-term liabilities	180,150,417	111,199,445	-	-	-	-	180,150,417	111,199,445
Total non-current liabilities	180,828,412	111,729,188	-	-	-	-	180,828,412	111,729,188
TOTAL LIABILITIES	248,223,947	191,846,399	19,799	27,280	1,780,960	948,269	250,024,706	192,821,948
NET ASSETS								
Invested in capital assets, net of related debt	282,243,615	267,896,256	-	-	-	-	282,243,615	267,896,256
Restricted for:								
Non-expendable:								
Endowments	68,565,126	55,304,274	-	-	-	-	68,565,126	55,304,274
Expendable:								
General activities	1,080,510	6,359,027	-	-	-	-	1,080,510	6,359,027
Federal student loans	16,923,800	16,776,329	-	-	-	-	16,923,800	16,776,329
Capital projects	20,912,071	19,225,151	-	-	-	-	20,912,071	19,225,151
Related entity activities	7,291,444	655,677	-	-	(912,663)	(246,651)	6,378,781	409,026
Unrestricted	125,753,622	111,832,491	868,297	701,618	(868,297)	(701,618)	125,753,622	111,832,491
TOTAL NET ASSETS	\$ 522,770,188	\$ 478,049,205	\$ 868,297	\$ 701,618	\$ (1,780,960)	\$ (948,269)	\$ 521,857,525	\$ 477,802,554

New Mexico State University
Combining Statement of Revenues, Expenses, and Changes in Net Assets
Primary Institution
For the Years Ended
June 30, 2010 and 2009

Schedule 2

	New Mexico State University		Arrowhead Center, Inc.		Elimination Adjustments		Total Primary Institution	
	2010	2009	2010	2009	2010	2009	2010	2009
REVENUES								
Operating revenues:								
Student tuition and fees (gross)	\$ 96,159,698	\$ 84,059,927	\$ -	\$ -	\$ -	\$ -	\$ 96,159,698	\$ 84,059,927
Less: Scholarship allowances	(35,691,500)	(29,072,497)	-	-	-	-	(35,691,500)	(29,072,497)
Student tuition and fees (net)	60,468,198	54,987,430	-	-	-	-	60,468,198	54,987,430
Federal appropriations, grants and contracts	180,898,447	157,258,243	-	-	-	-	180,898,447	157,258,243
State grants and contracts	27,930,788	27,579,989	-	-	-	-	27,930,788	27,579,989
Local appropriations, grants and contracts	10,928,847	9,915,316	-	-	-	-	10,928,847	9,915,316
Non-governmental grants and contracts	6,865,192	9,780,429	-	-	-	-	6,865,192	9,780,429
Sales and services	31,752,368	34,582,632	460,527	366,292	(460,527)	(366,292)	31,752,368	34,582,632
Other operating revenues	36,135,145	31,285,312	-	-	-	-	36,135,145	31,285,312
Total operating revenues	354,978,985	325,389,351	460,527	366,292	(460,527)	(366,292)	354,978,985	325,389,351
EXPENSES								
Operating expenses:								
Instruction	134,093,369	138,278,951	-	-	(800,143)	(681,436)	133,293,226	137,597,515
Research	126,506,814	123,236,599	-	-	(754,874)	(607,307)	125,751,940	122,629,292
Public service	63,213,766	64,863,655	-	-	(377,200)	(319,647)	62,836,566	64,544,008
Academic support	26,350,946	22,999,844	-	-	(157,238)	(113,343)	26,193,708	22,886,501
Student services	17,473,545	16,768,454	-	-	(104,266)	(82,635)	17,369,279	16,685,819
Institutional support	28,177,950	30,044,137	-	-	(168,139)	(148,057)	28,009,811	29,896,080
Operation and maintenance of plant	23,839,031	23,935,011	-	-	(142,249)	(117,951)	23,696,782	23,817,060
Scholarships and fellowships	46,288,438	35,767,454	-	-	(276,206)	(176,261)	46,012,232	35,591,193
Auxiliary enterprises	23,659,879	25,894,118	-	-	(141,180)	(127,606)	23,518,699	25,766,512
Independent operations	15,937,150	18,210,451	-	-	(95,098)	(89,741)	15,842,052	18,120,710
Intercollegiate athletics	14,896,133	17,072,127	-	-	(88,886)	(84,131)	14,807,247	16,987,996
Student social and cultural	3,996,999	3,426,658	-	-	(23,850)	(16,886)	3,973,149	3,409,772
Loan administration	112,503	271,190	-	-	(671)	-	111,832	271,190
Depreciation	29,339,606	27,491,771	-	-	-	-	29,339,606	27,491,771
Other operating expense	-	-	294,661	236,414	(294,661)	(236,414)	-	-
Total operating expenses	553,886,129	548,260,420	294,661	236,414	(3,424,661)	(2,801,415)	550,756,129	545,695,419
Net operating income / (expense)	(198,907,144)	(222,871,069)	165,866	129,878	2,964,134	2,435,123	(195,777,144)	(220,306,068)
Non-operating revenues / (expenses):								
State appropriations	203,327,500	211,751,502	-	-	-	-	203,327,500	211,751,502
Gifts and non-exchange grants	7,767,251	8,953,633	-	-	-	-	7,767,251	8,953,633
Investment income	6,465,007	5,910,371	-	-	-	-	6,465,007	5,910,371
Interest and other expenses on capital asset-related debt	(3,758,603)	(4,057,355)	-	-	886,017	638,019	(2,872,586)	(3,419,336)
Other non-operating revenues / (expenses)	(16,018,094)	(24,524,880)	813	76,514	(813)	63,947	(16,018,094)	(24,384,419)
Net non-operating revenues / (expenses)	197,783,061	198,033,271	813	76,514	885,204	701,966	198,669,078	198,811,751
Income before other revenues, expenses, gains or losses	(1,124,083)	(24,837,798)	166,679	206,392	3,849,338	3,137,089	2,891,934	(21,494,317)
Capital appropriations	21,579,897	13,347,261	-	-	(4,682,029)	(4,151,288)	16,897,868	9,195,973
Capital grants, gifts and other income	12,666,798	10,848,768	-	-	-	-	12,666,798	10,848,768
Building fees	5,481,150	5,190,051	-	-	-	-	5,481,150	5,190,051
Gain on sale of land	-	-	-	-	-	-	-	-
Loss on disposal of plant	(1,234,155)	(497,348)	-	-	-	-	(1,234,155)	(497,348)
Gain / (loss) on permanent endowments	7,351,376	(17,783,740)	-	-	-	-	7,351,376	(17,783,740)
Increase / (decrease) in net assets	\$ 44,720,983	\$ (13,732,806)	\$ 166,679	\$ 206,392	\$ (832,691)	\$ (1,014,199)	\$ 44,054,971	\$ (14,540,613)
NET ASSETS								
Beginning of year	478,049,205	491,782,011	701,618	495,226	(948,269)	65,930	477,802,554	492,343,167
End of year	\$522,770,188	\$478,049,205	\$868,297	\$701,618	\$ (1,780,960)	\$ (948,269)	\$521,857,525	\$ 477,802,554

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2010**

Schedule 3

Schedule 3A

Unrestricted and Restricted - All Operations

**Revised Budget vs
Actuals - Variance
Favorable
(Unfavorable)**

	Original Budget	Revised Budget	Actuals	
Unrestricted and restricted beginning fund balance	\$ 109,844,357	\$ 121,307,045	\$ 121,350,455	\$ 43,410
Unrestricted and restricted revenues:				
Tuition and fees income	86,757,705	95,182,242	96,184,467	1,002,225
Federal government appropriations	7,400,000	7,168,553	6,299,043	(869,510)
State government appropriations	212,099,000	203,144,208	203,327,501	183,293
Local government appropriations	13,028,396	10,898,900	10,690,213	(208,687)
Federal government grants and contracts	168,101,499	201,529,202	191,577,145	(9,952,057)
State government grants and contracts	35,008,501	30,536,609	28,219,277	(2,317,332)
Local government grants and contracts	10,000	9,200	157,374	148,174
Private gifts, grants and contracts	17,233,070	20,939,709	16,078,641	(4,861,068)
Endowment, land and permanent fund income	4,779,300	5,256,600	5,048,313	(208,287)
Sales and services	32,577,588	36,866,967	32,709,086	(4,157,881)
Other sources	78,260,932	87,221,001	79,319,920	(7,901,081)
Total unrestricted and restricted revenues	655,255,991	698,753,191	669,610,980	(29,142,211)
Unrestricted and restricted expenditures:				
Instruction	145,954,509	151,236,777	139,366,255	11,870,522
Academic support	26,644,789	28,253,583	27,108,237	1,145,346
Student services	17,919,252	17,795,326	17,586,180	209,146
Institutional support	28,363,405	30,018,933	29,863,867	155,066
Operation and maintenance	28,911,740	29,697,696	24,555,179	5,142,517
Subtotal instruction and general	247,793,695	257,002,315	238,479,718	18,522,597
Student social and cultural activities	4,259,913	4,320,241	4,084,499	235,742
Research	132,845,492	147,007,273	143,798,622	3,208,651
Public service	74,653,991	78,312,765	68,767,149	9,545,616
Internal services	3,934,015	5,037,230	2,219,227	2,818,003
Student aid, grants and stipends	73,557,412	85,056,364	83,578,328	1,478,036
Auxiliary services	23,894,957	26,123,879	24,183,344	1,940,535
Intercollegiate athletics	15,032,870	16,529,051	15,394,353	1,134,698
Independent operations	17,226,948	16,688,121	16,471,479	216,642
Capital outlay	51,554,462	45,596,026	38,040,191	7,555,835
Renewal and replacement	16,734,480	16,012,190	11,057,110	4,955,080
Retirement of indebtedness	10,006,022	11,294,038	11,300,163	(6,125)
Total unrestricted and restricted expenditures	671,494,257	708,979,493	657,374,183	51,605,310
Net transfers to (from)	-	-	-	-
Change in fund balance (budgetary basis)	(16,238,266)	(10,226,302)	12,236,797	22,463,099
Ending fund balance	\$ 93,606,091	\$ 111,080,743	\$ 133,587,252	\$ 22,506,509

Under title 5 of the New Mexico Administrative Code, chapter 3, part 4, paragraph 10 - Items of Budgetary Control: The total expenditures in each of the following budgetary functions will be used as the items of budgetary control. Total expenditures or transfers in each of the following items of budgetary control may not exceed the amounts shown in the approved budget: A. Unrestricted expenditures and restricted expenditures. B. Instruction and general. C. Each budget function in current funds other than instruction and general. D. Within the plant funds budget: major projects, library bonds, equipment bonds, minor capital outlay, renewals and replacements, and debt service. E. Each individual item of transfer between funds and/or functions.

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2010**

Schedule 3

**Schedule 3B
Unrestricted - Non-Instruction and General**

	Original Budget	Revised Budget	Actuals	Revised Budget vs Actuals - Variance Favorable (Unfavorable)
Unrestricted beginning fund balance	\$ 94,751,600	\$ 97,864,896	\$ 97,908,306	\$ 43,410
Unrestricted revenues:				
Tuition and fees income	11,661,044	11,695,628	12,312,170	616,542
Federal government appropriations	-	-	-	-
State government appropriations	49,458,100	45,953,005	46,173,495	220,490
Local government appropriations	-	-	-	-
Federal government grants and contracts	-	6,077	5,702	(375)
State government grants and contracts	350,000	-	37,500	37,500
Local government grants and contracts	-	-	-	-
Private gifts, grants and contracts	30,000	128,529	197,586	69,057
Endowment, land and permanent fund income	-	-	-	-
Sales and services	32,098,088	36,387,467	32,249,962	(4,137,505)
Other sources	59,384,440	67,726,942	60,560,312	(7,166,630)
Total unrestricted revenues	<u>152,981,672</u>	<u>161,897,648</u>	<u>151,536,727</u>	<u>(10,360,921)</u>
Unrestricted expenditures:				
Student social and cultural activities	4,140,813	4,196,841	4,023,035	173,806
Research	37,474,338	38,431,177	35,385,364	3,045,813
Public service	20,995,170	24,477,413	23,285,329	1,192,084
Internal services	3,833,815	4,929,230	2,143,831	2,785,399
Student aid, grants and stipends	6,645,587	7,440,027	6,881,939	558,088
Auxiliary services	23,601,557	25,846,579	24,075,095	1,771,484
Intercollegiate athletics	14,455,570	15,088,717	14,575,599	513,118
Independent operations	15,776,248	15,302,442	14,915,721	386,721
Capital outlay	51,554,462	45,596,026	38,040,191	7,555,835
Renewal and replacement	16,734,480	16,012,190	11,057,110	4,955,080
Retirement of indebtedness	10,006,022	11,294,038	11,300,163	(6,125)
Total unrestricted expenditures	<u>205,218,062</u>	<u>208,614,680</u>	<u>185,683,377</u>	<u>22,931,303</u>
Net transfers to (from)	<u>(35,825,446)</u>	<u>(39,796,683)</u>	<u>(39,411,998)</u>	<u>(384,685)</u>
Change in fund balance (budgetary basis)	<u>(16,410,944)</u>	<u>(6,920,349)</u>	<u>5,265,348</u>	<u>12,185,697</u>
Ending fund balance	<u>\$ 78,340,656</u>	<u>\$ 90,944,547</u>	<u>\$ 103,173,654</u>	<u>\$ 12,229,107</u>

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2010**

Schedule 3

Schedule 3C

Restricted - Non-Instruction and General

**Revised Budget vs
Actuals - Variance
Favorable
(Unfavorable)**

	Original Budget	Revised Budget	Actuals	
Restricted beginning fund balance	\$ -	\$ -	\$ -	\$ -
Restricted revenues:				
Tuition and fees income	-	-	-	-
Federal government appropriations	7,400,000	7,168,553	6,299,043	(869,510)
State government appropriations	-	-	-	-
Local government appropriations	5,805,210	3,230,664	2,489,656	(741,008)
Federal government grants and contracts	156,589,195	186,404,806	184,145,959	(2,258,847)
State government grants and contracts	32,049,315	27,906,095	25,766,568	(2,139,527)
Local government grants and contracts	10,000	-	157,374	157,374
Private gifts, grants and contracts	13,386,310	16,089,672	12,495,412	(3,594,260)
Endowment, land and permanent fund income	2,196,800	2,174,100	1,857,076	(317,024)
Sales and services	-	-	-	-
Other sources	1,045,670	388,608	-	(388,608)
Total restricted revenues	<u>218,482,500</u>	<u>243,362,498</u>	<u>233,211,088</u>	<u>(10,151,410)</u>
Restricted expenditures:				
Student social and cultural activities	119,100	123,400	61,464	61,936
Research	95,371,154	108,576,096	108,413,258	162,838
Public service	53,658,821	53,835,352	45,481,820	8,353,532
Internal services	100,200	108,000	75,396	32,604
Student aid, grants and stipends	66,911,825	77,616,337	76,696,389	919,948
Auxiliary services	293,400	277,300	108,249	169,051
Intercollegiate athletics	577,300	1,440,334	818,754	621,580
Independent operations	1,450,700	1,385,679	1,555,758	(170,079)
Capital outlay	-	-	-	-
Renewal and replacement	-	-	-	-
Retirement of indebtedness	-	-	-	-
Total restricted expenditures	<u>218,482,500</u>	<u>243,362,498</u>	<u>233,211,088</u>	<u>10,151,410</u>
Net transfers to (from)	-	-	-	-
Change in fund balance (budgetary basis)	-	-	-	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2010**

Schedule 3

Schedule 3D

Unrestricted - Instruction and General

**Revised Budget vs
Actuals - Variance
Favorable
(Unfavorable)**

	Original Budget	Revised Budget	Actuals	
Unrestricted beginning fund balance	\$ 15,092,757	\$ 23,442,149	\$ 23,442,149	\$ -
Unrestricted revenues:				
Tuition and fees income	75,096,661	83,486,614	83,872,297	385,683
Federal government appropriations	-	-	-	-
State government appropriations	162,640,900	157,191,203	157,154,006	(37,197)
Local government appropriations	7,223,186	7,668,236	8,200,557	532,321
Federal government grants and contracts	304,500	304,000	287,703	(16,297)
State government grants and contracts	-	4,000	3,976	(24)
Local government grants and contracts	-	-	-	-
Private gifts, grants and contracts	67,300	67,300	-	(67,300)
Endowment, land and permanent fund income	2,582,500	3,082,500	3,191,237	108,737
Sales and services	479,500	479,500	459,124	(20,376)
Other sources	17,830,822	19,105,451	18,759,608	(345,843)
Total unrestricted revenues	<u>266,225,369</u>	<u>271,388,804</u>	<u>271,928,508</u>	<u>539,704</u>
Unrestricted expenditures:				
Instruction	131,389,909	136,744,973	129,916,657	6,828,316
Academic support	25,499,139	26,488,020	25,920,112	567,908
Student services	16,471,752	16,298,052	16,330,523	(32,471)
Institutional support	27,984,005	29,198,333	29,339,522	(141,189)
Operation and maintenance	28,882,440	26,168,696	24,038,247	2,130,449
Total unrestricted expenditures	<u>230,227,245</u>	<u>234,898,074</u>	<u>225,545,061</u>	<u>9,353,013</u>
Net transfers to (from)	<u>35,825,446</u>	<u>39,796,683</u>	<u>39,411,998</u>	<u>384,685</u>
Change in fund balance (budgetary basis)	172,678	(3,305,953)	6,971,449	10,277,402
Ending fund balance	<u>\$ 15,265,435</u>	<u>\$ 20,136,196</u>	<u>\$ 30,413,598</u>	<u>\$ 10,277,402</u>

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2010**

Schedule 3

Schedule 3E

Restricted - Instruction and General

	Original Budget	Revised Budget	Actuals	Revised Budget vs Actuals - Variance Favorable (Unfavorable)
Restricted beginning fund balance	\$ -	\$ -	\$ -	\$ -
Restricted revenues:				
Tuition and fees income	-	-	-	-
Federal government appropriations	-	-	-	-
State government appropriations	-	-	-	-
Local government appropriations	-	-	-	-
Federal government grants and contracts	11,207,804	14,814,319	7,137,781	(7,676,538)
State government grants and contracts	2,609,186	2,626,514	2,411,233	(215,281)
Local government grants and contracts	-	9,200	-	(9,200)
Private gifts, grants and contracts	3,749,460	4,654,208	3,385,643	(1,268,565)
Endowment, land and permanent fund income	-	-	-	-
Sales and services	-	-	-	-
Other sources	-	-	-	-
Total restricted revenues	<u>17,566,450</u>	<u>22,104,241</u>	<u>12,934,657</u>	<u>(9,169,584)</u>
Restricted expenditures:				
Instruction	14,564,600	14,491,804	9,449,598	5,042,206
Academic support	1,145,650	1,765,563	1,188,125	577,438
Student services	1,447,500	1,497,274	1,255,657	241,617
Institutional support	379,400	820,600	524,345	296,255
Operation and maintenance	29,300	3,529,000	516,932	3,012,068
Total restricted expenditures	<u>17,566,450</u>	<u>22,104,241</u>	<u>12,934,657</u>	<u>9,169,584</u>
Net transfers to (from)	-	-	-	-
Change in fund balance (budgetary basis)	-	-	-	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**New Mexico State University
 Budgetary Comparison Schedules - Combined Campuses
 Fiscal Year Ended June 30, 2010**

Schedule 3

Change in fund balance (budgetary basis) as presented in schedule 3A	\$ 12,236,797
Financial statement net operating loss	<u>(195,777,144)</u>
Difference	<u><u>\$ 208,013,941</u></u>
Reconciling items:	
State appropriations classified as non-operating revenues	203,327,500
Gifts classified as non-operating revenue	7,767,131
Fund investment and endowment income shown as non-operating	8,509,085
Interest and other expenses on capital assets - non-operating	(5,207,221)
Other net expenses	(8,715,710)
Capital appropriations, gifts, grants and contracts - non-operating	34,622,960
Building fee revenue classified as non-operating	5,481,150
Net loan fund operating activity	(108,949)
Depreciation expense included in operating expense	(29,321,323)
Net plant fund non-operating	(1,951,628)
Financial statement adjustments not included in budget actuals	<u>(6,389,054)</u>
Total statement - only adjustments	<u><u>\$ 208,013,941</u></u>

Notes

- 1) The final State Budget Adjustment Request for Restricted Funds may not reflect all restricted revenue for the year due to timing differences; all restricted expenses were within restricted revenues earned as of June 30, 2010.
- 2) Although line item titles may be similar to line items on the Statement of Revenues, Expenditures and Changes in Net Assets, reconciling amounts may not include activity for certain fund types and/or functional classifications.

**New Mexico State University
Pledged Collateral Requirements
As of June 30, 2010**

Schedule 4

Pledged Collateral By Financial Institution

Account	Type of Security	CUSIP No./ Security #	Maturity Date	Fair Value of Collateral	
CITIZEN'S BANK OF LAS CRUCES					
<i>Certificate of deposit endowment</i>	None				
STANDARD CHARTERED BANK-KABUL					
<i>Cash</i>	None				
FIRST NATIONAL BANK OF ALAMOGORDO					
<i>Cash</i>	Muni Tax Exempt	82320XBN4	4/1/2024	\$	488,396
FIRST COMMUNITY BANK					
<i>Certificate of deposit</i>	GNR 2009-53 AB	38374VVM8	10/16/2038	\$	1,295,939
	GNR 2008-47 ME	38375XEJ9	10/16/2037	\$	562,920
	GNR 2009-42 MA	38374UWL1	1/20/2036	\$	1,134,001
	GNR 2009-82 GA	38376FT44	9/16/2035	\$	558,046
	GNR 2009-43 JP	38374UG62	10/20/2036	\$	252,513
	GNR 2009-87 CA	38376KNR8	1/20/2033	\$	400,051
	MBS GNMA II 1-Yr Tsy	36225ELT7	8/20/2038	\$	1,263,879
	MBS GNMA I 15-Yr SF	3620A6FL6	8/15/2024	\$	243,206
	FHR 3283 NW	31397EXX8	2/15/2037	\$	89,612
EAST TEXAS NATIONAL BANK - PALESTINE					
<i>Cash</i>	None				
GRANTS STATE BANK					
<i>Cash</i>	None				
WELLS FARGO BANK OF NEW MEXICO					
<i>Cash</i>	FNMS	31410WQ68	8/1/2037	\$	43,415,169
	FNMS	31411LQX2	2/1/2037	\$	7,663,871
	FNMS	31413A5D1	5/1/2037	\$	7,617,577
WESTERN COMMERCE BANK, CARLSBAD					
<i>Cash</i>	GNMA	876947	11/20/2029	\$	32,389
	GNMA	80581	2/20/2032	\$	23,320
	GNMA	8919	2/20/2022	\$	103,038
	GNMA	8121	1/20/2023	\$	112,137

Note: The Foundation is not subject to the State of New Mexico pledged collateral requirement.

**New Mexico State University
Pledged Collateral Requirements
As of June 30, 2010**

**Schedule 4
(continued)**

Account	Deposit Amount	FDIC/SPIC Insurance	Uninsured Public Funds	Pledged Collateral held by the pledging Federal Institution	Over/ (Under) 50% Collateral Requirement
CITIZEN'S BANK OF LAS CRUCES					
<i>Certificate of deposit endowment</i>	\$ 11,100	\$ 11,100	\$ -	\$ -	\$ -
STANDARD CHARTERED BANK-KABUL					
<i>Cash</i>	\$ 126,575	\$ 126,575	\$ -	\$ -	\$ -
FIRST NATIONAL BANK OF ALAMOGORDO					
<i>Cash</i>	\$ 642,368	\$ 250,000	\$ 392,368	\$ 488,396	\$ 292,212
FIRST COMMUNITY BANK					
<i>Certificate of deposit</i>	\$ 6,000,000	\$ 250,000	\$ 5,750,000	\$ 5,800,167	\$ 2,925,167
EAST TEXAS NATIONAL BANK - PALESTINE					
<i>Cash</i>	\$ 35,154	\$ 35,154	\$ -	\$ -	\$ -
GRANTS STATE BANK					
<i>Cash</i>	\$ 33,423	\$ 33,423	\$ -	\$ -	\$ -
WELLS FARGO BANK OF NEW MEXICO					
<i>Cash</i>	\$ 43,667,785	\$ 250,000	\$43,417,785	\$ 58,696,617	\$ 36,987,725
WESTERN COMMERCE BANK, CARLSBAD					
<i>Cash</i>	\$ 43,906	\$ 43,906	\$ -	\$ 270,884	\$ 270,884

Note: The Foundation is not subject to the State of New Mexico pledged collateral requirement.

New Mexico State University
Schedule of Funding Progress and Employer Contributions
As of June 30, 2010

Schedule 5

The Schedule of Funding Progress and the Schedule of Employer Contributions present multi-year trend information comparing the actuarial value of plan assets to the actuarial accrued liability, and the actual contributions of the University to the annual required contributions.

Schedule of Funding Progress

Fiscal Year Ending	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
6/30/2010	\$ -	\$ 83,591,000	\$ 83,591,000	0%	\$ 273,072,565	31%
6/30/2009	\$ -	\$ 94,506,000	\$ 94,506,000	0%	\$ 269,922,638	35%

Schedule of Employer Contributions

Fiscal Year Ending	Annual Required Contributions (ARC)	Actual Contributions	% Contributed
6/30/2010	\$ 6,553,000	\$ 2,873,000	43.8%
6/30/2009	\$ 7,740,000	\$ 3,094,000	40.0%

Summary of Key Actuarial Methods and Assumptions

Valuation year	July 1, 2009 to June 30, 2010
Actuarial cost method	Unit Credit Actuarial Cost Method
Amortization method	30 Years
Discount rate	4.5%
Projected payroll growth rate	3.5%
Health care cost trend rate	Medical and prescription benefits on a select basis at 11% and on an ultimate basis at 5%. The select trend rates are reduced .5% each year until reaching the ultimate trend.

1. The Regents of New Mexico State University and Albuquerque Bernalillo County Water Authority entered into a Memorandum of Understanding on January 1, 2010 to continue through December 31, 2011. The total amount of the agreement is \$47,700 with a maximum of \$23,850 per year. The Soil Water Air Testing Lab at the University will provide the analysis of samples for the ABCQUA, in order to meet the compliance requirements set forth by Federal and State Agencies. There were no expenses recorded for the current year. Each party in this agreement acts as their own fiscal agent, reporting its own revenues and expenses and accepting audit responsibility.
2. New Mexico School for the Blind and Visually Impaired and the Regents of New Mexico State University have entered into a Memorandum of Understanding for July 1, 2009 through June 30, 2010. The agreement requires that a program be designed to create preparation courses for instruction of the visually impaired. New Mexico School for the Blind and Visually Impaired will provide the faculty member selected to prepare the course with 3/12 of his/her salary, and the University will provide the remaining 9/12. The agreement provided the University with \$22,872. The total expenses recorded for the current year's agreement are \$22,872. The University has contributed \$40,026 to the project, as the 9/12 portion, in the current fiscal year. Each party in this agreement acts as their own fiscal agent, reporting its own revenues and expenses and accepting audit responsibility.
3. New Mexico Department of Health and the University have entered into a Memorandum of Understanding for the Strong Women Strong Bones program. The University is required to have a Home Economist in ten New Mexico Counties that offer a training twice a week for twelve weeks. The total expenses recorded for fiscal year 2010 are \$13,699. The agreement is to be completed between August 19, 2009 and June 30, 2010. Each party in this agreement acts as their own fiscal agent, reporting its own revenues and expenses and accepting audit responsibility.
4. The Regents of New Mexico State University and the Ohio Board of Regents have entered into an agreement to provide the technical support of MATRIX. The award amount has been increased from \$41,796 to \$49,796 in fiscal year 2010. The total expenses recorded for the project for the current fiscal year are \$115. Each party in this grant is responsible for reporting its own revenues and expenses. Each party accepts its own audit responsibility and reports its own expenses and revenues.
5. The Dairy Industry Group for a Clean Environment, the Regents of New Mexico State University and Texas AgriLife Research & Texas AgriLife Extension, Texas A&M University System entered into a Memorandum of Understanding to complete research in review of the environmental production strategies, current issues and proposed regulations to be used by New Mexico Dairy Producers. The University was given \$65,715 to complete the tasks outlined in the agreement. The total expenses recorded for the project for fiscal year are \$65,695. Each party accepts its own audit responsibility and reports its own expenses and revenues.

6. The Regents of New Mexico State University have entered into agreements with two local school districts, Las Cruces Public Schools and Gadsden Independent School District. The program is an ongoing program that is renewed yearly at the discretion of all parties. The objective of the agreement is to provide coursework curriculum for district staff. The total amount of the project is \$180,000. The total expenses for the current year's agreement are \$20,864. The University is acting as the fiscal agent for the project; it reports revenues and expenses and accepts audit responsibility.
7. The City of Las Cruces and the Department of Fish, Wildlife and Conservation Ecology at the University have entered into a Memorandum of Understanding in an effort to conserve the habitat of the Burrowing Owl. The dates of the project are February 2010 through July 2010. The funds available for this project are \$10,220. The total expenses for the current year's agreement are \$5,348. Each party accepts its own audit responsibility and reports its own expenses and revenues.
8. The Department of Finance and Administration and the Regents of New Mexico State University signed a Memorandum of Understanding to support the Rodeo Initiative signed by Governor Richardson. The agreement is for \$5,000 and is for the purchase of PA and wireless microphone system as well as other equipment for the Santa Fe County 4-H Rodeo program. The total expenses for the current year's agreement are \$4,918. The University will monitor and distribute the funds, as well as report them to the appropriate entities.
9. The Regents of New Mexico State University and the Department of Finance and Administration entered into a Memorandum of Understanding to support water systems across the state of New Mexico. The agreement provides funding for Phase I of the capital equipment needed in algae test ponds in proving the viability of New Mexico ecosystems for commercial algae production. The funding for this project is \$200,000. The total expenses for the current year's agreement are \$3,166. The University acts as a fiscal agent, reporting revenues and expenses for this agreement.
10. A Memorandum of Understanding was entered into between the Department of Finance and Administration and the Regents of New Mexico State University to reimburse the CeBiel for services provided in the New Mexico State Action for Education Leadership Project Work Plan. The amount agreed to is \$40,000 for the term of the project - July 1, 2009 to July 15, 2010. The total expenses for the current year's agreement are \$24,049. CeBiel will act as the fiscal agent for the funds in the agreement and will track expenses and revenues.
11. The Regents of New Mexico State University and the New Mexico Farm and Ranch Museum have entered into a Memorandum of Understanding in January 2010 to be performed prior to June 30, 2010. The agreement is for the digitalization of 22 Museum files for a Kiosk and uploads to the web. The total amount awarded for this project is \$6,550. The total expenses for the current year's agreement are \$6,550. The Farm and Ranch Museum will maintain all financial records for the project and accepts audit responsibility.

12. The New Mexico Higher Education Department and the University entered into a Memorandum of Understanding to maintain the No Child Left Behind program. The project is an ongoing project that has multiple phases. The University is currently working on Phase IV and contributed \$19,590 in the current fiscal year. The total expenses for the current year's agreement are \$116,794. The University will maintain five years of records for audit purposes.
13. The Regents of New Mexico State University, the Regents of the New Mexico Institute of Mining and Technology and the State of New Mexico General Services Department Communications Division entered into an agreement to cooperate, jointly manage and share telecommunications facilities namely, fiber optic infrastructure located between El Paso, Texas and Santa Fe, New Mexico, effective on September 1, 2005. The project establishes a foundation to create a self provisioned statewide fiber optic network to be utilized by agencies and universities within the State of New Mexico. The agreement continues in effect until the termination of the University/FiberCo contract, which is September 30, 2025, or upon the parties' written agreement to terminate this agreement. The total estimated cost of the project is \$3,003,240. The total expenses for the current year's agreement are \$91,016. Each party to the agreement acts as its own fiscal agent, reporting its own revenues and expenses, and accepting audit responsibility.
14. The Regents of New Mexico State University and the New Mexico Economic Development Department have entered into a Memorandum of Understanding for the University to prepare a comprehensive feasibility study for the development of a business incubator at Arrowhead Center. This agreement is in effect from the period of June 2, 2008 through June 30, 2010. There were no expenses recorded for the current year. The University acts as fiscal agent, reporting revenues and expenses, and accepting audit responsibility.
15. The Department of Finance and Administration and the University entered into a Memorandum of Understanding on July 17, 2007 that was amended and extended through June 30, 2010. The agreement is to provide funding to the soil conservation districts, pursuant to the agreement with the United States Department of Agriculture to match the funds. The funds are to be used to establish water conservation practices and resource restoration assistance. There were no expenses recorded for the current year. The University acts as the fiscal agent for the funds and accepts audit responsibility.

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
DEPARTMENT OF DEFENSE (DOD)							
DIRECT DOD							
	N63394-03-D-1126 DOD		12.300	GRP000916	800312	458,574	1,242,419
	ONR N00014-07-1-0552 NOZZLE TECH		12.300	GR0002348	603392	-	(3,383)
	ONR N00014-08-1-0304 DESALINATION		12.300	GR0002568	603710	220,802	474,965
	53301 PREDICTIVE TECH		12.431	GRP0005533	801531	-	372,027
	53301 PREDICTIVE TECH		12.431	GRP0005533	801531	3,290,452	5,322,658
	DAAB07-00-D-G504 DOD		12.431	GRP0007747	800031	-	38,803
	DAAD07-00-C-0210		12.431	GRP000767	800039	-	235,514
	DAAD19-03-2-0038		12.431	GRP000942	801366	-	847,033
	DAAE30-01-C-1075ARMY		12.431	GRP000820	800454	-	63
	DASCO1-03-G-0005 DOD		12.431	GRP000907	800307	-	(27,376)
	DATM05-01-C-0026 DOD		12.431	GRP000832	800113	2,223,644	10,309,787
	DOD/ACA/WSMR W9124Q-08-D-0800		12.431	GRP001099	801452	107,242	2,230,143
	US ARMY W9124R-09-C-0021		12.431	GRP001124	801575	-	15,584
	W31P4Q05PR041USAA&MC		12.431	GRP000518	800310	-	(1,361)
	W9113M05D0001 ARMY		12.431	GRP000507	800007	350,000	909,212
	DATM05-01-C-0026 DOD		12.431	GRP000832	800113	-	4,489
	ARMY RO W911NF-06-1-0441		12.431	GR0002034	602895	-	51,441
	ARMY/DOD W911NF-08-1-0198		12.431	GR0002657	603871	-	61,650
	DOD W911NF-06-1-0487		12.431	GR0002057	602923	-	(5,476)
	W911NF-06-1-0200/49455 CH H		12.431	GR0001865	602642	-	39,007
	NGIA HM1582-07-1-203		12.630	GRP001085	801390	-	51,032
	NATL GEO INTELL AGENCY HM15820612036		12.630	GR0002082	602957	-	91,992
	FA9550-04-1-0392USAF		12.800	GR0000273	602235	-	44,333
	FA9550-09-1-0616		12.800	GR0003083	604535	-	63,030
	USAF FA9550-09-1-0025		12.800	GR0002904	604277	-	26,997
	545 USOVP PHASE II FA9201 AAC/PKET		12.rd	GRP000545	801297	(120,989)	912,606
	545 USOVP PHASE II FA9201 AAC/PKET		12.rd	GRP000545	801297	-	124,946
	AIR FORCE FA9201-08-D-0093 UAS		12.rd	GRP001107	801482	656,206	2,616,914
	HC 1047-05-C-4045 DISA		12.rd	GRP000529	800004	-	56,322
	MDA HQ0147-10-D-0051		12.rd	GRP001133	801592	-	111,102
	N63394-10-P-0253 NAVY		12.rd	GRP001134	801591	-	12,651
	NGA HM157105C0004		12.rd	GRP000541	801462	-	61,811
	NGA HM157105C0004		12.rd	GRP001541	801463	-	72,304
	US ARMY W15P7T-09-C-C303		12.rd	GRP001123	801561	-	1,897,477
	W15QKN-07-D-0006		12.rd	GRP000592	801358	-	2,958
	W15QKN-07-D-0006 FFP		12.rd	GRP001592	801409	-	565,806
	DOD ACE W913E5-06-C-0008		12.rd	GR0001765	604304	-	11,666
	DOD-W91WAW-07-C-0078 EMITS PH. II		12.rd	GR0002451	603529	-	85,353
	NGIA/DOD HM157608C0006		12.rd	GR0002757	604009	-	159,953
	US GOV		12.rd	GRP000972	800132	-	(3,267)
	US GOVT 06 C 3052		12.rd	GRP000563	800470	-	192,387
	USARMY WAR COLLEGE W91QF0-07-P-0139		12.rd	GR0002490	604186	-	1,110
	WSMR COOP AGREEMENT 4/20/09		12.rd	GR0002992	604362	-	3,046
	0004C0217 U.S. GOV		12.rd	GRP000990	800135	-	(192)
			TOTAL DIRECT DOD			7,375,912	29,279,536
PASS THROUGH DOD							
ManTech International Corporation	MANTECH SUBK-09-032-NMSU		12.114	GRP001125	801583	-	56,692
Texas A&M University	TAMU MOA 06/00 TASK ORDER #14		12.114	GR0002591	603766	-	14,760
New Mexico Institute of Mining and Technology	FPIA1 NMT		12.114	GR0001212	601749	-	(5,680)
University of New Mexico	798014-8745 UNM		12.300	GRP000979	800123	-	616
Johns Hopkins University	JHUAPL 966506		12.300	GRP001127	801581	-	4,991
University of New Mexico	UNM 798157-8745		12.351	GRP001113	801503	-	109,573
Science and Technology Corp.	STC 09-08-6007-013		12.431	GR0003187	604943	-	98,337
Northrop Grumman Information Technology Inc	SSES-SC-01-079 NGIT		12.431	GRP000855	800502	-	(576)
L-3 Communications Telemetry East	L-3 COLEMAN AEROSPACE 11010-S-1000		12.800	GRP001128	801582	-	23,059
Management Sciences Inc (MSI)	MSI-08-1390		12.800	GR0002658	603872	-	(2,539)
High Performance Technologies, Inc. (HPTI)	HPTI PO# 10-04-095		12.rd	GR0003302	605122	-	19,061
Texas A&M University	TAMU MOA 06/00 TO#15 SALINITY MGMT		12.rd	GR0002934	604267	8,233	29,361
Newtec New Mexico Technology Group	NEWTEC S64907		12.rd	GRP001116	801513	-	418,293
Science Applications International Corporation (SAIC)	SAIC 440014163		12.rd	GRP001589	801342	-	(6,774)
University of New Mexico	EP027958-8745 UNM SCIENTIST		12.rd	GR0001084	601627	-	(71,187)
Honeywell Technology Solutions Incorporated	PO SM0002632 HONEYWE		12.rd	GRP000997	800131	-	(343)
Newtec New Mexico Technology Group	PO#S29034 NEWTEC/DOD		12.rd	GR0001464	600803	-	436
The Aerospace Corporation	4600002268 AEROSPACE CORP		12.rd	GRP000953	800394	-	2,240
TMC Design Corporation	GEO-BAND TMC SUBC0605		12.rd	GR0001940	602774	-	(48)
ZETA Associates Inc	ZETA PO 06-0563		12.rd	GRP000553	800450	-	(829)
ADVANTEDGE TECHNOLOGY, INC.	PO#2149		12.rd	GRP001132	801590	-	16,267
BAE Systems	BAE 331935 TELEMETRY SUPPORT IR&D 5		12.rd	GRP001115	801510	-	2,866
Battelle Memorial Institute	BATTELLE TCN 07142		12.rd	GR0002390	603452	-	181,471
Blythe & Trousil Inc.	BLYTHE & TROUSIL SUB NO. 0001		12.rd	GR0002233	603166	-	29,480
Continuum Dynamics Inc	CD PO 08-302A/PPO 09-348A		12.rd	GR0002695	603914	-	43,167
High Performance Technologies, Inc. (HPTI)	AHPCRC - HPTI		12.rd	GR0002275	603278	-	803,540
Infocitex Corporation	IST 1206-S003		12.rd	GRP001110	801570	-	537
Invertix Corporation	INVERTIX-REGENTS OF NMSU 2010-1		12.rd	GR0003249	605047	-	11,409
ITT Corporation	LTCD-012 ITT AES CORP LAUNCH DESIGN		12.rd	GRP001100	801447	-	1,829
Lockheed Martin Shared Svcs	LM 4500099002		12.rd	GRP001119	801525	-	51,567
MC Fuhrman and Associates LLC (MCFA)	MCFA URS0006-3-1		12.rd	GR0002164	603067	-	3,058
Micro Analysis & Design Inc.	MICRO ANALY & DESIGN		12.rd	GR0000473	603606	89,155	303,178
Miratek	MIRATEK PO 2009-011 FT BLISS TOWER		12.rd	GR0003011	604396	-	44,413
nanoComposix	nanoComposix BROADBAND OBSCURANTS		12.rd	GR0002918	604244	-	(52)
New Mexico Institute of Mining and Technology	CACTUS SUBCON NM TECH		12.rd	GRP001095	801418	(526)	(8,909)
Quiroga-Pfeiffer Engineering Corporation	QPEC BRIDGE ASSESSMENT SERVICES		12.rd	GR0003049	604464	-	39,553
Raytheon	RAYTHEON LC3016405REV A		12.rd	GRP000555	800509	-	72,262
Sarnoff Corporation	SARNOFF NO. RTVGN-06-223 TASK#2		12.rd	GRP001557	801415	25,000	96,585
Sarnoff Corporation	SARNOFF RTVGN-06-223#89PO49000003004		12.rd	GR0002505	603622	-	(1,855)
Science Applications International Corporation (SAIC)	4400077896 SC APP		12.rd	GRP000946	800396	-	141,405
Scientific Application & Research Associates	STTR Topic N07-T025		12.rd	GRP001112	801519	-	104,108
Texas A&M University	06/00 TASK9 TEXAS A & M		12.rd	GR0000609	601363	-	(40,042)
University of New Mexico	798027-8745 UNM		12.rd	GR0001473	600849	-	3,007

New Mexico State University
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
Battelle Memorial Institute	188450 BATTELLE DASG		12.rd	GRP000984	800126	-	(624)
				TOTAL PASS THROUGH DOD		121,862	2,587,663
				TOTAL DOD		7,497,774	31,867,199
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (NASA)							
DIRECT NASA							
	NASA NAG5-5351 849 SUBORBL COE		43.001	GRP000849	800433	-	(15)
	NASA NNG06G126G		43.001	GR0001849	602615	-	17,274
	NASA NNX07AV25H FELLOWSHIP 07-08		43.001	GR0002457	603542	-	28,081
	NASA NNX08AF53A		43.001	GR0002536	603667	-	44,098
	NASA NNX08AK14G		43.001	GR0002601	603782	32,088	105,153
	NASA NNX09AP69A NESSI		43.001	GR0003065	604498	34,901	42,958
	NASA NNX09AQ96H		43.001	GR0003094	604552	-	26,300
	NNG05GB86G NASA		43.001	GR0001554	601108	5,692	493,495
	NNG05GE97H NASA		43.001	GR0000182	440221	258,835	1,115,765
	NNX09AN68G NASA		43.001	GR0003088	604542	-	6,494
	NNX09AV36G NASA		43.001	GR0003109	604589	-	6,415
	RTA#1477 SATOP/NASA		43.001	GR0001496	600967	-	(6,157)
	STScI HST-AR-11271.01-A		43.001	GR0002359	603413	-	19,408
	STScI HST-GO-11210.04-A		43.001	GR0002360	603414	-	577
	STScI HST-GO-11211.07-A		43.001	GR0002361	603415	-	6,086
	STSI HST-GO-10915.04-A		43.001	GR0002143	603038	-	1,945
	JPL 1349299		43.002	GR0002721	603958	-	11,123
	NASA EPSCOR NNX08AV85A		43.002	GR0002815	604083	21,483	268,142
	NASA NNX09AV90G		43.002	GR0003151	604855	-	2,391
	NASA NNX10AC36A		43.002	GR0003195	604952	32,211	43,611
	NASA NNX10AG26G		43.002	GR0003254	605055	-	11,672
	NNX09AP76A		43.002	GR0003074	604509	16,823	52,591
	SATOP-RTA #3334		43.002	GR0003261	605061	-	864
	SATOP-RTA #3338		43.002	GR0003257	605057	-	2,607
	SATOP-RTA #3354		43.002	GR0003258	605058	-	1,759
	SATOP-RTA #3356		43.002	GR0003263	605063	-	1,808
	SATOP-RTA #3376		43.002	GR0003272	605074	-	2,607
	1257395 JPL		43.rd	GR0000153	602166	-	21,635
	JPL #1309074 CYCLOTRON/SYNCHROTRON		43.rd	GR0002325	603365	-	4,760
	JPL #1309082 STAR FORMATION		43.rd	GR0002324	603364	-	2,597
	JPL 1293638		43.rd	GR0002170	603078	-	2,117
	NAS5-03003 NASA		43.rd	GRP000904	800222	9,646,650	24,063,264
	NASA NNX07A042A EPSCoR-RID		43.rd	GR0002485	603579	30,842	91,120
	NASA NNX07AT64A EPSCoR		43.rd	GR0002488	603582	70,089	249,817
	NASA NNX08AV43H OBSERVATIONAL TEST		43.rd	GR0002725	603963	-	26,072
	NASA NNX08AV68H SIMULATION STUDY		43.rd	GR0002761	604011	-	28,638
	NASA NNX08AY44G SPECTROSCOPY		43.rd	GR0002800	604057	-	26,470
	NASA NNX09AH61A DREAM		43.rd	GR0002985	604347	-	18,681
	STScI HST-AR-11746.03-A		43.rd	GR0002882	604313	-	714
	STScI HST-GO-11111.01-A		43.rd	GR0002580	603743	-	12,867
	STScI HST-GO-11667.01-A		43.rd	GR0003312	605165	-	3,258
	STScI HST-GO-11704.05-A GL CLUSTERS		43.rd	GR0002881	604190	-	3,394
				TOTAL DIRECT NASA		10,149,614	26,862,996
PASS THROUGH NASA							
Hamilton Sundstrand	HS PO#4802510		43.001	GR0003066	604499	-	58,379
United Negro College Fund Special Programs Corporation	2009 UNCF		43.001	GR0003090	604546	-	19,635
ZONA Technology, Inc.	ZONA ZTNMSU012209-DUST		43.001	GR0002910	604232	-	13,141
University of Maryland	UOM #7356 OPTICAL SCATTERING		43.001	GR0003242	605042	-	3,752
ZONA Technology, Inc.	ZONA ZTNMSU012209-DSMC		43.001	GR0002911	604233	-	9,594
Northrop Grumman Information Technology Inc	PRC 024053-SC-99-003		43.002	GRP000687	800171	-	974,158
Northrop Grumman Information Technology Inc	DO475551300 NORTHROP		43.002	GRP000517	800269	-	(6,118)
Universities Space Research Association	USRA SUBGRANT 03450-32		43.002	GR0002970	604319	-	35,054
Enterprise Advisory Services Inc	EASI PO 453539 90 DAYS WAIVER		43.rd	GR0002596	603777	-	3,549
Jacobs Technology Inc.	JACOBS TECH INC. INTERN. W/S		43.rd	GR0002276	603279	-	134,942
NorthWest Research Associates, Inc.	NWRA SUBCON NWRA-09-S-117		43.rd	GR0002979	604336	-	16,215
State of Arizona	U OF A #Y502563 MODELS F COSMIC RAY		43.rd	GR0002855	604151	-	21,808
Texas Tech University	TEXAS TECH UNI 1314/C846-01		43.rd	GR0002237	603178	-	9,913
				TOTAL PASS THROUGH NASA		-	1,294,022
				TOTAL NASA		10,149,614	28,157,018
NATIONAL SCIENCE FOUNDATION (NSF)							
DIRECT NSF							
	CBET-0854411		47.041	GR0003073	604508	-	37,363
	NSF BES-0607175		47.041	GR0001905	602709	-	(143)
	NSF CBET-0754525 MATH VISUAL IMPAIR		47.041	GR0002777	604033	-	40,543
	NSF CMMI-0900289 STOCHASTIC SYSTEM		47.041	GR0002953	604291	-	58,564
	NSF ECCS-0702208		47.041	GR0002225	603155	68,927	123,174
	NSF ECS0636512		47.041	GR0001990	602844	-	66,559
	AST-00908126		47.049	GR0003025	604419	-	54,154
	AST-0349155 NSF		47.049	GR0000163	602169	-	167,569
	AST-0507558 NSF SATURN		47.049	GR0000689	601427	6,439	45,585
	AST-0519398 NSF		47.049	GR0001019	601589	-	57,254
	CHE0540843 NSF		47.049	GR0000629	601371	-	51,009
	NSF AST-0708185		47.049	GR0002395	603460	-	54,407
	NSF AST-0708210		47.049	GR0002414	603479	-	112,056
	NSF AST-0807290 TEST OF GRB FIREBAL		47.049	GR0002724	603962	-	26,192
	NSF AST-0807989 MODELING VARIATIONS		47.049	GR0002755	604006	(671)	40,267
	NSF CHE-0809966 ARRAY PLATFORMS		47.049	GR0002746	603992	-	79,702
	ARRA-NSF DBI-0959817		47.049	GR0003288	605106	-	19,820
	NSF DMR-0804032		47.049	GR0002611	603792	-	121,830
	NSF DMR-0900238		47.049	GR0002994	604372	-	144,925
	NSF DMS 0604843		47.049	GR0001961	602807	-	64,411
	NSF DMS-0710228 THETA LIFTS		47.049	GR0002373	603433	-	7,861
	NSF DMS-0968766		47.049	GR0003148	604843	-	21,821

New Mexico State University
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NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
	NSF/DMR-0822846	47.049	GR0002794	604052	-	32,311	
	EAR-0335802 NSF	47.050	GR0000196	600220	-	(44)	
	NFS EAR-0636075	47.050	GR0002178	603089	-	22,014	
	NSF EAR-0809608	47.050	GR0002758	604007	-	48,611	
	NSF EAR-0810305 SILICIC SUPERVOLCAN	47.050	GR0002891	604204	-	6,414	
	NSF INDEPTH IV EAR-0409870	47.050	GR0002189	603101	-	115,958	
	NSF/EAR-0852467	47.050	GR0002807	604065	-	22,169	
	NSF/OCE 0909083	47.050	GR0002886	604198	-	19,938	
	EIA-0220590 NSF	47.070	GR0000914	601211	-	7,709	
	NSF CCF-0541075	47.070	GR0001763	602468	-	21,455	
	NSF CFF-0830666	47.070	GR0002764	604016	-	42,788	
	NSF CNS-0551734	47.070	GR0001772	602479	-	79,348	
	NSF CNS-0836632 COMMUNI & COMPUTING	47.070	GR0002733	603974	-	88,195	
	NSF CNS-0838726	47.070	GR0002646	603818	36,300	124,537	
	NSF IIS-0812267	47.070	GR0002739	603983	-	45,037	
	DEB-0316194 NSF	47.074	GR0000221	600245	-	4,720	
	NSF #IOS 0744498	47.074	GR0002539	603670	-	148,176	
	NSF DBIO619747 EQPT	47.074	GR0002031	602890	-	185	
	NSF DBI-0821806	47.074	GR0002796	604054	-	291,209	
	NSF DBI-0964127	47.074	GR0003285	605095	-	4,557	
	NSF DEB-0815808 SOIL EROSION & UV	47.074	GR0002838	604123	-	64,857	
	NSF DEB-0817033 REVSYN	47.074	GR0002747	603993	-	63,280	
	NSF IOS-0725032 RIG/CAA	47.074	GR0002343	603384	-	18,806	
	NSF LTER V DEB-0618210	47.074	GR0002158	603055	21,689	883,629	
	NSF MCB-0718735	47.074	GR0002378	603439	-	161,517	
	NSF MCB-0818729	47.074	GR0002734	603976	-	158,071	
	CHE-0348956 NSF	47.075	GR0000181	602174	-	73,362	
	SBE-0123690 NSF	47.075	GR0000908	601171	-	(651)	
	DRL-0918794	47.076	GR0003080	604527	15,000	311,085	
	DUE-0926743	47.076	GR0003061	604488	-	41,644	
	HRD-0124198NSF/RASEM	47.076	GR0000907	601164	-	(618)	
	HRD-0420407 NSF	47.076	GR0000053	600115	22,986	1,267,913	
	NFS DUE-0652968	47.076	GR0002418	603487	-	325,993	
	NSF 0633736	47.076	GR0002210	603132	-	50,692	
	NSF DRL-0733690 SUMA	47.076	GR0002394	603457	103,804	381,704	
	NSF DUE 0717752 LEARN MATH & CS	47.076	GR0002355	603406	-	74,445	
	NSF DUE-0627811	47.076	GR0002544	603677	-	8,827	
	NSF DUE-0633010	47.076	GR0002329	603369	-	20,236	
	NSF DUE-0633746	47.076	GR0002136	603029	-	52,046	
	NSF DUE-0715694 OPEN-SOURCE PHYSICS	47.076	GR0002425	603496	-	15,977	
	NSF DUE-0817003-VALLIS	47.076	GR0002768	604017	-	35,349	
	NSF HRD-0803171	47.076	GR0002816	604084	120,135	678,692	
	NSF HRD-0832947 NM AMP BD VI	47.076	GR0002738	603982	451,022	479,932	
	NSF HRD-0929343	47.076	GR0003009	604393	-	414,275	
	NSF S-STEM DUE-0807226	47.076	GR0002745	603990	-	128,335	
	PROBLEM SOLVING DUE-0618765	47.076	GR0001929	602751	-	125,932	
	REACHING PINNACLE NSF HRD	47.076	GR0001980	440229	90,646	401,550	
	NSF OISE-0936691 CANCELLATION PROB	47.079	GR0003041	604455	-	4,212	
	ARRA-CMMI-0928062	47.082	GR0003058	604483	-	37,456	
	ARRA-NSF ARRA-0849986 PAARE PROG NS	47.082	GR0003052	604467	-	23,987	
	ARRA-NSF CMMI-0960156	47.082	GR0003212	604984	-	32,324	
	ARRA-NSF DMS-0914706 HYBRID GASKINETIC	47.082	GR0003053	604471	-	36,071	
	AMP PH III YR 3 BRDG TO DR	47.rd	GR0001945	602782	-	6,604	
	AMP PH III YR 3 BRDG TO FR ADMIN	47.rd	GR0001944	602781	-	3,357	
	NSF FELLOWHSIP S GIBSON	47.rd	GR0002049	602912	-	98,326	
	NSF HARVESON FELLOW	47.rd	GR0001154	601707	-	1,432	
	NSF HRD0331446	47.rd	GR0002470	603557	-	77,016	
	NSF HRD0331446 MOD# 9 & 10	47.rd	GR0002347	603390	-	124,430	
	TOTAL DIRECT NSF					936,277	9,202,305
PASS THROUGH NSF							
Colorado State University	CRC G-3189-1	47.049	GR0002106	602985	-	20,141	
Regents University Of California Santa Barbara	UCSC #SC080756 NANOPARTICLE-MEDIATE	47.049	GR0003007	604390	-	124,891	
University of Michigan	UoM 3000615888	47.050	GR0002088	602964	-	26,534	
University of Texas	UTEP/NSF 26-1006-9261	47.070	GR0001825	602586	-	71,250	
Massachusetts Institute of Technology	MIT 5710001970	47.070	GR0001768	602474	-	23,921	
University of Texas	UTEP 26-1007-49-63	47.070	GR0002971	604320	-	16,325	
University of New Mexico	UNM 048805-8745 SEVILLETA	47.074	GR0002571	603715	-	20,270	
Cornell University	CORNELL UNIV #53684-8935 LADYBUGS	47.076	GR0003141	604833	-	7,012	
University of New Mexico	UNM SUBAWARD 06013-8745	47.077	GR0002942	604278	-	543,288	
Brown University	ARRA-BU #0000257 PRECIPITATION CONTROL	47.082	GR0003142	604834	-	31,061	
	TOTAL PASS THROUGH NSF					884,693	
	TOTAL NSF					936,277	10,086,998
DEPARTMENT OF AGRICULTURE (USDA)							
DIRECT USDA							
	00-52101-9770 USDA	10.001	GR0000839	600871	-	(8,661)	
	58-6235-0-028 USDA	10.001	GR0000658	600682	-	(8,581)	
	58-6235-5-0022 USDA-ARS	10.001	GR0000390	601228	-	104,478	
	58-6235-5-0024 USDA-ARS	10.001	GR0001090	601644	-	83,568	
	58-6606-5-246 USDA	10.001	GR0000966	601497	-	360,272	
	LM USDA ARS 59 5428 6 342	10.001	GR0001952	602790	-	43,273	
	USDA 58-5428-9-342	10.001	GR0003119	604606	-	84,868	
	USDA 58-6235-7-031	10.001	GR0002071	602952	-	(25)	
	USDA 58-6235-9-046	10.001	GR0002660	603876	-	(484)	
	USDA ARS 58-1910-9-931 ONION ACCESS	10.001	GR0003039	604453	5,872	12,210	
	USDA ARS 58-6209-8-048 CORN SUBSTIT	10.001	GR0002960	604303	-	40,694	
	USDA ARS 58-6235-9-61 COTTON GINNIN	10.001	GR0003030	604431	-	2,401	
	USDA ARS 58-6235-9-62	10.001	GR0003029	604430	-	263,779	
	USDA ARS 58-6606-9-218 ORCHARD INPU	10.001	GR0003075	604510	-	4,841	
	USDA/ARS 58-1910-9-927	10.001	GR0003027	604422	-	38,828	
	USDA/ARS 58-6235-8-044 RANGELND MGT	10.001	GR0002616	603801	-	1,096,189	

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RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
	USDA/ARS/MWA	59-3655-9-739	10.001	GR0002943	604281	-	52,589
	USDA/ARS/SPA	58-6235-8-045	10.001	GR0002659	603875	-	(4,929)
	USDA-ARS	58-6235-6-029	10.001	GR0001884	602666	-	51,945
		59-5428-1-327 USDA	10.001	GR0000838	600870	-	(8,650)
		0497351216-GR USDA	10.025	GR0000058	600204	-	(6)
		APHIS/PPQ 08-8100-1140-CA	10.025	GR0002603	603784	-	201
		USDA 09-8580-1148-CA	10.025	GR0003043	604458	-	23,640
		USDA APHIS 10-8100-1140-CA	10.025	GR0003247	605045	-	43,369
		USDA APHIS 10-8580-1148-CA	10.025	GR0003306	605129	-	510
		USDA/APHIS09-8100-1140-CA PEST RISK	10.025	GR0002990	604356	-	72,380
		USDA/APHIS 08-7488-0716CA	10.028	GR0002809	604067	-	6,189
		USDA AMS#12-25-G-0560 MKTG ANALYSIS	10.156	GR0002427	603498	-	5,924
		2002-34186-12385USDA	10.200	GR0000832	600209	-	(1,686)
		2003-34410-13096USDA	10.200	GR0000819	600843	-	(67,329)
		2003-38415-13979USDA	10.200	GR0000922	601225	-	(8,806)
		2004-38415-14556USDA	10.200	GR0000634	602038	-	(13,689)
		2005-04756 USDA	10.200	GR0000625	602037	-	(830)
		QLTY RESRCH/HATCH	10.200	GRODD0001	600001	-	480
		STRSSED CALVES/ANIML	10.200	GRODD0003	600003	-	25,731
		USDA/REGNL BDGT CNTR	10.200	GREVEN006	600012	-	(905)
		USDA/REGNL BDGT CNTR	10.200	GRODD0006	600011	-	1,101
		2005-34410-15637 USDA	10.200	GR0000406	601532	-	(1,241)
		2009-34331-20004	10.200	GR0003077	604519	-	171,988
		2009-34358-19803	10.200	GR0003076	604518	-	45,945
		2009-34604-19939	10.200	GR0003062	604490	-	76,052
		ANIMAL HEALTH FED APPN USDA	10.200	GR0002014	602873	-	1,005
		ANIMAL HEALTH FED APPN USDA	10.200	GR0002790	604048	-	12,083
		ANIMAL HEALTH FED APPN USDA	10.200	GR0003132	604747	-	11,120
		CSREES 2006-38415-17701	10.200	GR0002054	602918	90,594	137,314
		CSREES/USDA 2009-34250-20223	10.200	GR0003113	604595	-	189,711
		MCINTIRRE STENNIS FED APPR FY09	10.200	GR0002792	604050	-	166,636
		MCINTIRRE STENNIS FED APPR FY10	10.200	GR0003134	604814	-	245,362
		MCINTIRRE STENNIS FED APPROP	10.200	GR0002016	602875	-	203,331
		MCINTIRRE STENNIS FED APPROP	10.200	GR0002408	603475	-	48,064
		MULTI STATE FED APPROP FY07	10.200	GR0002017	602876	-	99,623
		MULTI STATE FED APPROP FY08	10.200	GR0002409	603476	-	4,190
		MULTI STATE FED APPROP FY09	10.200	GR0002793	604051	-	184,505
		MULTI STATE FED APPROP FY10	10.200	GR0003135	604819	-	345,518
		USDA 2008-34358-19164	10.200	GR0002666	603891	-	31,149
		USDA 2008-34604-19434	10.200	GR0002723	603961	-	77,864
		USDA CSREES #2008-34250-19274	10.200	GR0002682	603900	-	36,619
		USDA CSREES 2008-34331-19122 OIL RE	10.200	GR0002675	603892	-	7,894
		USDA CSREES 2008-34624-19311 SOIL-B	10.200	GR0002676	603893	-	78,943
		USDA/CSREES 2009-34625-20150	10.200	GR0003137	604829	-	114,066
		USDA/CSREES 2007-34103-18312	10.200	GR0002358	603412	-	39,831
		USDA/CSREES 2008-34186-19307 SWC 09	10.200	GR0002703	603930	43,642	77,865
		USDA/CSREES 2009-34186-20084 SWC 10	10.200	GR0003118	604605	4,096	62,132
		USDA/NIFA 2009-34635-19854	10.200	GR0003269	605070	3,952	3,952
		ADMINISTRATION	10.202	GR0000005	600009	-	62,287
		MCINTIRRE STENNIS FED APP USDA	10.202	GR0001161	601716	-	76,154
		HATCH FED APPROP FY 07 USDA	10.203	GR0002015	602874	-	47,111
		HATCH FED APPROP FY 08 USDA	10.203	GR0002407	603474	-	11,436
		HATCH FED APPROP FY 09 USDA	10.203	GR0002791	604049	-	473,779
		HATCH FED APPROP FY 10 USDA	10.203	GR0003133	604748	-	1,006,049
		HATCH FED APPROPRIATIONS	10.203	GR0000447	601383	-	(151,981)
		2005-35100-16268 USDA	10.206	GR0001052	601603	-	73,183
		2005-35102-16346 CSREES	10.206	GR0001007	601551	-	7,804
		2007-55204-18259	10.206	GR0002341	603382	81,765	222,417
		59-3620-7-607 USDA	10.206	GR0002220	603149	-	77,691
		CSREES 2009-55618-05094 IMPROV ECO	10.206	GR0002889	604202	-	91,711
		USDA CSREES #2008-55101-19208	10.206	GR0002688	603907	36,357	189,034
		USDA/CSREES 2007-35101-18134 IRRIG	10.206	GR0002321	603359	-	(3,049)
		USDA/CSREES 2007-35102-18120 WATER	10.206	GR0002322	603360	14,631	152,917
		USDA/CSREES 2007-35318-18483	10.206	GR0002442	603515	-	4,323
		USDA/CSREES 2008-35205-18751	10.206	GR0002518	603636	-	49,107
		USDA/CSREES 2008-35320-18684	10.206	GR0002511	603629	-	56,718
		USDA/CSREES 2008-55215-18837	10.206	GR0002574	603720	145,968	418,623
		CSREES/USDA 2007-38422-18027	10.223	GR0002333	603374	10,169	80,297
		PATHWAYS TO SUCCESS USDA 2006-38422	10.223	GR0001902	602699	7,000	35,130
		USDA/CSREES 2006-38422-17071	10.223	GR0001915	602721	-	1,309
		2001-36201-11449USDA	10.224	GR0000615	600639	-	138
		USDA 2010-85101-20482	10.310	GR0003209	604974	4,175	5,353
		05IE08310214 USDA FCIC RISK MNGMNT	10.450	GR0001374	601848	-	30,017
		ANIMAL HEALTH FED APPRTRN USDA	10.500	GR0001159	601714	-	18,388
		MULTI-STATE FEDERAL APPROPRIATIONS	10.500	GR0001163	601717	-	46,983
		68 8C30-7-974 SCS	10.903	GR0002779	604036	-	148,164
		USDA NRCS 69-8C30-08-0008	10.912	GR0002847	604138	-	21,137
		00-JV-11221606-163	10.rd	GR0000681	600705	-	(29)
		USDA 58-6209-7-040	10.rd	GR0002446	603519	-	(2,570)
		USDA 69-8C30-7-0016	10.rd	GR0002410	603477	-	2,496
		USDA APHIS PPQ 06-8100-1140-CA	10.rd	GR0001981	602834	-	(138)
		USDA FS 08-JV-11051670-022	10.rd	GR0002570	603714	-	(1)
		TOTAL DIRECT USDA				448,221	8,018,388
PASS THROUGH USDA							
Texas A&M University	TAMU 451022		10.200	GR0002913	604235	-	17,477
Texas A&M University	TAMU TAEX 570346		10.200	GR0002004	602863	-	(10,035)
Texas A&M University	TAMU 570600		10.200	GR0003232	605017	-	23,776
Texas A&M University	TAMU 57485		10.200	GR0002822	604096	-	174,329
Texas A&M University	TAMU AGRILIFE #450039 CANOLA PROD		10.200	GR0002600	603781	-	7,886
Texas A&M University	TAMU AGRILIFE 570461		10.200	GR0002592	603768	-	53,932
Texas A&M University	TAMU AGRILIFE 570506 CTR F AMERICAN		10.200	GR0002837	604122	-	92,081
Texas A&M University	TAMU/USDA 570596		10.200	GR0003160	604878	-	133,309

New Mexico State University
Schedule of Expenditures of Federal Awards
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
State of Arizona	UNIV OF AZ	Y554513	10.200	GR0003292	605111	-	5,208
State of Arizona	UoA	Y602653 FIRE IN CHIHUAH GRASSLA	10.200	GR0002915	604241	22,788	46,033
Regents University Of California Santa Barbara	012317-02	UNIV CAL	10.200	GR0001548	601102	-	(1,062)
Kansas State University	KSU	S10063	10.200	GR0003179	604931	-	2,486
Regents University of California Davis	UC DAVIS	SA7482C WINE GRAPE VARIETY	10.200	GR0002907	604229	-	194
Regents University Of California Santa Barbara	UC DAVIS	SUB0700264	10.200	GR0002424	603495	-	18,437
Rutgers University	RUTGERS UNIV	2008-NM001BDP	10.200	GR0002932	604265	-	9,000
Texas A&M University	570176 TX AG EXP STN		10.200	GR0000821	600845	-	(51,207)
Texas A&M University	TEXAS A&M #570435	SWEET SORGHUM	10.200	GR0002535	603661	-	8,924
State of Arizona	UNIV OF ARIZ	Y483314 ECOSYSTEM	10.206	GR0002743	603987	-	2,881
Regents University Of California Santa Barbara	UCSB	KK6123	10.206	GR0001818	602577	-	(2,191)
University of Connecticut	UNIV OF CONNECT	#5828 AGRI FIELD EM	10.206	GR0002294	603307	-	90,201
Utah State University	USU #090758004	SUSTAINABL LIVESTOCK	10.215	GR0003140	604832	1,896	50,481
Utah State University	USU #090758002	WINTER PROD OF GREEN	10.215	GR0003147	604842	-	52,183
Tuskegee University	36-32091-130-62112	TUSKEGEE UNIV	10.224	GR0000089	600113	-	(367)
Regents University Of California Santa Barbara	UC-D 08-003512-NMSU	SENSING&CONTROL	10.309	GR0002964	604310	-	141,391
Board of Trustees University of Illinois	UNIV OF IL	2009-06801-02	10.310	GR0003251	602862	-	132
Regents University Of California Santa Barbara	UCDAVIS 08-001786-NEWM1	LEGUME PIPE	10.500	GR0002774	604030	-	683
La Jicarita Enterprise Community	MORA WTRSHD	2002-01	10.652	GR0000738	600762	-	(246)
La Jicarita Enterprise Community	LA JICARITA UPPER MORA	H2OSHED	10.679	GR0000284	602960	-	33,350
State of New Mexico	SNM CYFD	3143 SUMMER FOOD PROGRAM	10.rd	GR0001951	602791	-	(2,937)
FastDitch Inc	080105	FASTDITCH INC	10.rd	GR0000638	601384	-	29,864
New Mexico Hay Association	NM HAY ASSOC/USDA		10.rd	GR0000739	600763	-	(8)
State of Arizona	U OF A	Y452456	10.rd	GR0002085	602961	-	35,350
State of New Mexico	96-521.04-021	J.P.A	10.rd	GR0001031	604596	-	15,418
TOTAL PASS THROUGH USDA						24,684	976,953
TOTAL USDA						472,905	8,995,341
DEPARTMENT OF HEALTH AND SOCIAL SERVICES (HSS)							
DIRECT HSS							
	1U18FD003820-01	FDA	93.103	GR0003114	604601	-	63,808
	DHHS 5U01FD001941-09		93.103	GR0002771	604557	-	170,881
	DC003292-06	NIH	93.173	GR0000886	600270	-	(66,599)
	NIH BRE 2P20 RR016480-09		93.389	GR0002974	604325	2,942,309	4,131,065
	NIH BRE 5-P20 RR016480-08		93.389	GR0002581	603745	114,717	114,717
	HHS 90EV0398/01	FAMILY VIOLENCE PRE	93.592	GR0002834	604935	80,930	172,457
	ARRA-DHHS 3R25GM048998-10S1		93.701	GR0003107	604587	-	337,495
	HHS NIH SCORE 1SC3GM084613-01		93.701	GR0002615	603798	-	106,963
	ARRA-HHS NIH SCORE 1SC3GM084613-01		93.701	GR0002615	604529	-	55,644
TOTAL HHS NIH SCORE 1SC3GM084613-01						-	162,607
	ARRA-NIH 1R15EB012013-01		93.701	GR0003270	605072	-	55,135
	ARRA-NIH 1R21AI082399-01		93.701	GR0003000	604381	-	212,155
	ARRA-NIH 3P20RR016480-09S1	INBRE P20	93.701	GR0003105	604585	92,596	106,213
	ARRA-NIH 3SC1AI081659-02S1		93.701	GR0003110	604591	-	81,685
	NIH 5U54CA132383-02/03	ADV CANCER	93.701	GR0002811	604069	(34)	1,043,522
	ARRA-NIH 5U54CA132383-02/03	ADV CANCER	93.701	GR0002811	604529	-	65,129
TOTAL NIH 5U54CA132383-02/03 ADV CANCER						(34)	1,108,651
	ARRA-NIH/DHHS 3P20RR016480-09S2		93.701	GR0003117	604604	152,137	163,537
	ARRA-NIH/DHHS 3S06GM008136-34S1		93.701	GR0003096	604568	-	27,863
	ARRA-NIH/DHHS 3SC3GM084809-02S1		93.701	GR0003106	604586	-	37,295
	DHHS SCORE ISC1AI081425-01		93.856	GR0002662	603878	-	297,346
	NIH SCORE - 1SC1AI081659-01		93.856	GR0002708	603941	-	244,574
	2S06GM008136-34		93.859	GR0002259	603243	-	138,384
	HHS NIH SCORE INST DEVELOPT		93.859	GR0002614	603797	-	9
	NIH 1F31 GM090483-01		93.859	GR0003244	605041	-	8,825
	NIH 1SC1GM083693-01		93.859	GR0002638	603839	-	183,767
	NIH 1SC2GM083697-01A1	BACTERIA RecN	93.859	GR0003055	604478	-	133,712
	NIH 1SCHDO60887-1	INFANT	93.859	GR0002701	603928	-	230,699
	NIH MARC 5T34GM07667-33		93.859	GR0003310	605142	-	15,637
	NIH SCORE 1SC3GM084809-01	CHELATOR	93.859	GR0002700	603927	-	107,604
	US D OF HHS ISC2GM092300-01		93.859	GR0003267	605068	-	55,054
	1SC1HD063917-01A1		93.865	GR0003060	604486	-	202,324
	HHS BERYLLIUM ANALYSES 2009	CK1068	93.rd	GR0003101	604578	-	1,499
TOTAL DIRECT HSS						152,137	1,848,129
PASS THROUGH HSS							
Iowa State University	IOWA STATE UNI	430-25-08 A METABLAS	93.389	GR0002863	604161	-	34,609
University of New Mexico	UNM	3R73Y DEVELOPT OF GPR30-LIGAND	93.395	GR0002826	604100	-	39,379
State of New Mexico	0569050005033	CYFD	93.556	GR0000896	600279	-	50
Massachusetts Institute of Technology	ARRA-MIT	#5710002674	93.701	GR0003181	604934	-	67,370
University of Texas	ARRA-UTA09-000703	ADMIN SUPPLEMENT	93.701	GR0003122	604616	-	35,501
University of Texas	UT SUBAWARD	09-013	93.855	GR0002896	604213	-	42,253
Massachusetts Institute of Technology	MIT	#5710002650	93.859	GR0003150	604854	-	54,939
California State La University Auxiliary Services Inc	CSU LA - NMSU-SLOVACEK	230060	93.859	GR0002447	603520	-	3,067
Massachusetts Institute of Technology	MIT	#5710002497	93.859	GR0002868	604169	-	36,054
TOTAL PASS THROUGH HSS						-	313,222
TOTAL HSS						3,382,655	8,811,621
DEPARTMENT OF ENERGY (DOE)							
DIRECT DOE							
	DE-FG29-91AL74167		81.041	GR0000858	600984	-	2,318,655
	DE-FG02-96ER40965	DOE	81.049	GR0002647	603851	-	187,859
	DOE DE-FG02-08ER15996	N-H BOND FORM	81.049	GR0002808	604066	-	120,379
	DOE STUDIES OF QUARK-GLUON		81.049	GR0002958	604301	-	438,163
	DOEnergy DE-FG02-94ER40847		81.049	GR0001783	602489	-	(1,005)
	SNL 905051		12.rd	GR0002950	604287	-	16,940
	DEFC3605GO15149	DOE	81.087	GR0001588	602762	-	776,026
	ARRA-DOE DE-EE0001381		81.087	GR0003184	604939	-	69,841

New Mexico State University
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2010

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
	DOE DE-FG36-08GO88008 CASCADE SOLR	81.087		GR0002710	603943	103,594	433,591
	DE-FC0401AL67403NMSU	81.104		GR0000855	600936	(405)	(3,468)
	DOE DE-FG52-09NA29357	81.113		GR0003145	604840	-	149,892
	939102	81.114		GR0003087	604541	-	8,825
	FERMI LETTER 7/10/09	81.114		GR0003056	604480	-	31,510
	US DOE DE-FC36-07GO17034	81.117		GR0002420	603490	634,606	776,618
	75110-001-09	81.122		GR0003064	604497	-	10,159
	DOE DE-OE0000098 ENERGY TECH INITIA	81.122		GR0003158	604863	-	152,364
	SNL 993827	81.122		GR0003233	605000	-	8,748
	SNL PO 847834	81.122		GR0002730	603970	-	29,180
	SNL PO 898047	81.122		GR0002933	604266	-	38,443
	LANL 71178-001-09	84.041		GR0002972	604322	-	127,075
	251853 SANDIA NATIONAL LAB	81.rd		GR0000866	601006	-	(15)
	97102-001-04 3P LANL	81.rd		GR0001475	600851	-	168,924
	LANL 72286-001-09 KIRCHNER	81.rd		GR0002949	604286	-	23,188
	LANL 74472-001-09 SUB#78276-001-09	81.rd		GR0003092	604548	-	14,747
	LANL 76531-001-09	81.rd		GR0003111	604593	-	25,562
	SANDIA PO 798225	81.rd		GR0002609	603790	-	10,100
	SNL #757194 PO#536578	81.rd		GR0002471	603560	-	626
	SNL #768080 PO#536578	81.rd		GR0002498	603610	-	11,108
	SNL 783004 PO 536578	81.rd		GR0002540	603671	-	29,121
	SNL 854325 PO 536578	81.rd		GR0002831	604105	-	22,155
	SNL 890081 PO 536578 LAMMERS	81.rd		GR0002940	604274	-	33,664
	SNL PO 1015553	81.rd		GR0003318	605171	-	12,002
	SNL PO 994078	81.rd		GR0003298	605117	-	23,312
	SNL PO#846442	81.rd		GR0002770	604023	-	35,928
	SNL PO#846661	81.rd		GR0002769	604022	-	11,980
	SNL PO#853194	81.rd		GR0002804	604062	-	146,146
	LANL 73068-001-09	12.rd		GR0002935	604269	-	100,445
	408731 SANDIA NATL	81.rd		GR0001617	601284	-	(29,864)
	91683 001 04 8C LANL	81.rd		GR0000119	602156	-	(13,026)
	CHIP PERFORMANCE MODEL	81.rd		GR0001679	602317	-	(426)
	JSA 09-P0208 BURKARDT	81.rd		GR0002849	604140	-	(1)
	LANL # 74243-001-010	81.rd		GR0003211	604983	-	49,075
	LANL 56155-001-08	81.rd		GR0002489	603583	-	59,447
	LANL RSG-002-07SUB#73265-001-09 IAS	81.rd		GR0002957	604298	-	108,135
	SNL 577758 PO#536578	81.rd		GR0001796	602521	-	(6,533)
	SNL 734668 PO536578	81.rd		GR0002415	603484	-	2,454
	SNL 825188	81.rd		GR0002626	603828	-	4,329
	SNL PO 871801 HEALTH MONITOR SYS	81.rd		GR0002848	604139	-	25,000
	SNL PO#940871 28V BATTERY PACK	81.rd		GR0001121	801548	-	15,326
			TOTAL DIRECT DOE			737,795	6,572,704
PASS THROUGH DOE							
Water Research Foundation	#03068AWWA RSRCH FND	81.049		GR0000057	602227	-	350,432
Daniel Danforth Plant Science Center	ARRA-28302-K DANFORTH CENTER	81.087		GR0003280	605082	-	131,215
Washington Tru Solutions Llc	WIPP1-PO403138 WTS	81.106		GR0000056	600114	-	(225)
Washington Tru Solutions Llc	WTS WIPP - MTO 408664	81.rd		GR0002593	603770	-	177,725
Kaiser-Hill Company Llc	KH-021448 KAISER-HIL	81.rd		GR0000380	600404	-	11,319
National Renewable Energy Laboratory	NREL - WIND DISTRIBUTION	81.rd		GR0001727	602425	-	(5)
SM Stoller Corporation	STOLLER CORP P3166	81.rd		GR0001992	602846	-	668
University of Missouri	STABILIZING POWER SYSTEMS	81.rd		GR0001864	602641	-	(4,328)
University of New Mexico	UNM/DOE-EPSCoR NAKOTTE	81.rd		GR0002874	604180	-	44,765
West Texas A&M University	WTAMU WEATS PROGRAM 2009	81.rd		GR0002901	604224	-	6,529
			TOTAL PASS THROUGH DOE				718,095
			TOTAL DOE			737,795	7,290,799
DEPARTMENT OF INTERIOR (DOI)							
DIRECT DOI							
	GDA 050012 BLM/DOI	15.225		GR0001006	601550	-	34,222
	05-FG-40-2276 BOR/DOI	15.252		GR0000829	600091	-	2
	US DOI/BOR R10AC80283F	15.504		GR0002841	604127	-	75,425
	05-FC-40-243 CA9-FG-81-0143 BOR/DOI	15.517		GR0001054	601604	-	(2,924)
	US FWS 201818J807/201818J865	15.608		GR0002813	604081	-	16,182
	US F&W/DOI 2018191819	15.615		GR0003023	604413	-	4,927
	USFWS 201819J806	15.650		GR0002900	604223	-	66,997
	DOI/USGS 08HQAG0146	15.805		GR0002840	604126	205,876	259,843
	NCGP 2006 NMT	15.805		GR0001950	602789	2,912	2,912
	USDOI/USGS 08HQAG01117	15.805		GR0002587	603760	-	98,601
	USGS 06HQGR0101	15.805		GR0001731	602429	-	92,007
	01HQURU1572 RWO 52 USGS	15.808		GR0001128	601667	-	(199)
	1434-01HQURU1572RWO41	15.808		GR0000700	600724	-	(352)
	SW REGIONAL GAP DOI 06HQAG0132	15.811		GR0001894	602684	-	(315)
	DOI/USGS 1434-01HQURU1572 W0#059	15.812		GR0002754	604004	-	49,634
	DOI/USGS G10AC00320	15.812		GR0003332	605194	-	317
	US DOI/USGS G09AC00360	15.812		GR0003200	604957	-	18,550
	USFWL G09AC00404 PRONGHORN POPULATI	15.812		GR0003098	604571	-	18,046
	USGS 1434-01HQURU1572	15.812		GR0002056	602922	-	8,007
	USGS 1434-01HQURU1572 RWO#057	15.812		GR0002421	603491	-	184,205
	USGS G09AC00033 EFFECTS OF THERMAL	15.812		GR0002902	604225	-	26,525
	NPS/DOI H1200050003/J7179100007	15.912		GR0003245	605043	-	54,329
	NPS/DOI J2124080045	15.912		GR0002776	604032	-	41,192
	NPS/DOI J8100090369/NMSUDS-40	15.912		GR0003161	604891	-	969
	NPS/DOI NMSUCP-07	15.912		GR0003217	604993	-	3,617
	USDOI/NPS J124070015	15.912		GR0002249	603222	-	471
	J717005A001 NPS	15.921		GR0000148	600108	-	62,359
	NPS J7127080144	15.921		GR0002824	604098	-	22,307
	201819J832	15.977		GR0003068	604502	-	22,196
	01HQURU1572 RWO51/DOI	15.rd		GR0000636	602041	-	(219)
	04-FC-40-2219 DOI	15.rd		GR0000094	602263	-	464
	201814J863 DOI/USFG	15.rd		GR0001335	600495	-	12,077
	201814J887 DOI 05/09	15.rd		GR0001466	600814	-	100,459

New Mexico State University
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
	NBCHC 050080 DOI		15.rd	GR0001041	601596	-	(136,997)
	NPS H1200050003 J2124107002		15.rd	GR0003281	605092	-	33,862
	NPS J2124070023		15.rd	GR0002334	603375	-	18,325
	USGS G1PX01708		15.rd	GRP001139	801594	-	11,870
			TOTAL DIRECT DOI			208,788	1,199,893
PASS THROUGH DOI							
Texas A&M University	BOR CHALL MOA 06/00 TO#10 TX A&M		15.507	GR0001735	602435	-	(2,935)
America View, Inc.	AMERVIEW AV08-NM01 STATE VIEW PROG		15.809	GR0002927	604259	4,750	22,234
City of Las Cruces	CLC PO#10201238 LUSH & LEAN GARDEN		15.rd	GR0003115	604602	-	5,000
			TOTAL PASS THROUGH DOI			4,750	24,299
			TOTAL DOI			213,538	1,224,192
DEPT OF TRANSPORTATION (DOT)							
DIRECT DOT							
	DTFH61-04-H-00004DOT		20.rd	GR0000243	602217	-	(5,991)
			TOTAL DIRECT DOT			-	(5,991)
PASS THROUGH DOT							
New Mexico State Highway and Transportation	C04285 NMSHTD		20.205	GR0000305	600329	-	(71)
Washington State University	WSU #108634_G002243		20.700	GR0002464	603550	-	15,715
New Mexico Transportation	NMDOT M00657		20.801	GR0002172	603080	-	26,085
Lockheed Martin Shared Svcs	LM PO 06K0121		20.rd	GRP000999	801346	-	(2,343)
SeeAero Ltd.	SEEAERO LTD FAAUAV-100 OBSERVER		20.rd	GRP001120	801536	-	30,000
State of New Mexico	C04416 NMSHTD		20.rd	GR0000283	602242	-	(319)
State of New Mexico	M00455 WEIGH IN MOTION NMDOT		20.rd	GRP000530	800388	407,475	487,340
	NM DOT M00669 - STP-5910(1)		20.rd	GR0002270	603266	-	(4,157)
			TOTAL PASS THROUGH DOT			407,475	552,250
			TOTAL DOT			407,475	546,259
DEPARTMENT OF HOMELAND SECURITY (DHS)							
DIRECT DHS							
	FAA S&T 06-G-030		97.069	GR0002080	602955	-	214,443
			TOTAL DIRECT DHS			-	214,443
PASS THROUGH DHS							
State of Arizona	UoA Y503220 CENTER OF EXCELLENCE		97.061	GR0002922	604251	-	149,246
University of Minnesota	UNIV OF MINNESOTA FOOD PROTECTN/DEF		97.061	GR0002744	603988	-	75,744
University of Rhode Island	UORH#112108/0001865 SAMPLG F EXPLOS		97.061	GR0002888	604200	-	72,059
Arizona State University	ASU 10-319		97.108	GR0003167	604910	-	184,819
			TOTAL PASS THROUGH DHS			-	481,868
			TOTAL DHS			-	696,311
ENVIRONMENTAL PROTECTION AGENCY (EPA)							
DIRECT EPA							
	EPA FELLOWSHIP MA 91670701-0		66.513	GR0001984	602829	-	406
	EPA NP-00F01201		66.708	GR0003156	604861	-	22,782
	EPA NP-96673901-0		66.708	GR0002830	604104	-	21,931
	X8-96691401-0		66.716	GR0003057	604481	-	18,755
			TOTAL DIRECT EPA			-	63,874
PASS THROUGH EPA							
Arizona State University	05-591		66.001	GR0000377	601096	-	(2,002)
San Diego State University	SDSU 55573A-7803 E0006425		66.202	GR0002843	604130	-	177,367
University of Tennessee	8500010753		66.436	GR0003203	604962	-	12,381
			TOTAL PASS THROUGH EPA			-	187,746
			TOTAL EPA			-	251,620
AGENCY FOR INTERNATIONAL DEVELOPMENT (USAID)							
PASS THROUGH USAID							
Winrock International Institute Of Agricultural Development	WINROCK INTERNATIONAL 12/1/09		98.001	GR0003180	604933	-	144,495
University of Georgia	UOG RC710-025/3842048		98.012	GR0002690	603910	-	15,051
			TOTAL PASS THROUGH USAID			-	159,546
			TOTAL USAID			-	159,546
NUCLEAR REGULATORY COMMISSION (NRC)							
DIRECT NRC							
	NRC-38-07-373 NUCLEAR EDUCATION		77.006	GR0002307	603324	-	106,465
			TOTAL DIRECT NRC			-	106,465
			TOTAL NRC			-	106,465
DEPARTMENT OF EDUCATION (EDUC)							
DIRECT EDUC							
	PO19A050022 EBTUN MX		84.019	GR0000652	601401	-	(27)
	P116Z050340 EDUC		84.116	GR0000298	600768	-	(82)
	EDUC P120A060058 - MESH		84.120	GR0002165	603068	-	45,413
			TOTAL DIRECT EDUC			-	45,304
PASS THROUGH EDUC							
State of Arizona	UOA PO#Y202594		84.116	GR0002867	604167	-	17,161
			TOTAL PASS THROUGH EDUC			-	17,161
			TOTAL EDUC			-	62,465
DEPARTMENT OF COMMERCE (DOC)							
PASS THROUGH DOC							
Winrock International Institute Of Agricultural Development	5464-03-01 WINROCK		11.110	GR0000367	602541	-	(619)
Texas A&M University	TEXAS A&M #09-002 HEIGHT MODERNIZAT		11.400	GR0002810	604068	-	6,006
			TOTAL PASS THROUGH DOC			-	5,387

New Mexico State University
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
RESEARCH AND DEVELOPMENT CLUSTER - MAJOR PROGRAM							
			TOTAL DOC			-	5,387
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)							
PASS THROUGH HUD							
Edenspace	2005 EDENSPACE/HUD		14.900	GR0001586	800137	-	(1,527)
			TOTAL PASS THROUGH HUD			-	(1,527)
			TOTAL HUD			-	(1,527)
TOTAL RESEARCH AND DEVELOPMENT CLUSTER						23,798,033	98,259,694

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NAME OF PROGRAM/ NAME	AGENCY	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
STUDENT FINANCIAL AID CLUSTER - MAJOR PROGRAM							
DEPARTMENT OF EDUCATION (EDU)							
	WS FED APP		84.033	GR0000870	601012	-	1,090,249
	ARRA -WS FED APP		84.033	GR0000870	604837	-	199,475
			Total WS FED APP			-	1,289,724
	PERKINS REPAY		84.037	N/A	170083	-	247,633
	PELL FY2004 MAIN		84.063	GRB000001	601008	-	8,049
	FEDERAL PELL FY07		84.063	GRB000019	602660	-	(1)
	FEDERAL SEOG FY07		84.063	GRB000020	602661	-	(95,492)
	FEDERAL SMART FY 07		84.063	GRB000026	602745	-	(6)
	FEDERAL ACG GRANT FY07		84.063	GRB000027	602746	-	(275)
	FEDERAL ACG GRANT FY08		84.063	GRB000032	340093	-	(6,018)
	FEDERAL PELL FY08		84.063	GRB000036	440175	-	4,310
	FEDERAL SEOG FY08		84.063	GRB000037	603352	-	95,492
	FEDERAL SEOG FY09		84.063	GRB000043	603724	-	33,363
	FEDERAL PELL FY09		84.063	GRB000044	240106	-	26,614
	FEDERAL ACG GRANT FY09		84.063	GRB000046	603727	-	(375)
	FEDERAL TEACH GRANT FY08		84.063	GRB000051	604059	-	2,000
	FEDERAL SEOG FY10		84.063	GRB000055	240127	-	746,763
	FEDERAL PELL FY10		84.063	GRB000056	240128	-	50,630,992
	FEDERAL ACG GRANT FY10		84.063	GRB000058	604444	-	641,782
	FEDERAL SMART FY 10		84.063	GRB000059	604445	-	859,239
	FEDERAL TEACH GRANT-UNDERGRADS FY10		84.379	GRB000063	604448	-	55,500
	FEDERAL TEACH GRANT-GRADS FY10		84.379	GRB000064	604449	-	46,169
			TOTAL EDU			-	54,585,463
DEPARTMENT OF VETERANS ADMINISTRATION (VA)							
	REPORTING OF VETERANS					-	3,702
			TOTAL VA			-	3,702
			TOTAL STUDENT FINANCIAL AID			-	54,589,165
HEAD START CLUSTER - MAJOR PROGRAM							
DEPARTMENT OF HEALTH AND HUMAN SERVICES (HSS)							
DIRECT HSS							
	06CH0224/22 HHS		93.600	GR0001498	600969	-	(1,009)
	06CH0224/23 2006HEAD START		93.600	GR0001452	601900	-	(18,743)
	DHHS 90YPO030/04		93.600	GR0002478	603572	-	(6,246)
	DHHS 90YPO030/05		93.600	GR0002765	604015	-	61,859
	HHS ACF 06CH0224/27 FY1C		93.600	GR0003165	604907	-	1,086,540
	HHS US ACF #06CH0224/25		93.600	GR0002853	604147	-	728,185
	ARRA - CYFD/HHS 06SE0224/01		93.708	GR0003100	604576	-	63,583
			TOTAL HEAD START CLUSTER			-	1,914,169
TEMPORARY ASSISTANCE FOR NEEDY FAMILIES - MAJOR PROGRAM							
DEPARTMENT OF HEALTH AND HUMAN SERVICES (HSS)							
PASS THROUGH HSS							
	State of New Mexico	GSA 09-630-9000-0013	93.558	GR0002653	603861	9,651	304,862
	State of New Mexico	GSA 10-630-9000-0013	93.558	GR0003018	604404	474,020	8,410,654
	State of New Mexico	GSA 10-630-9000-0013	93.558	GR0003019	604407	122,144	1,292,627
	State of New Mexico	NMHS D GSA # 10-630-9000-006	93.558	GR0003035	604437	-	605,220
			TOTAL TEMPORARY ASSISTANCE FOR NEEDY FAMILIES			605,815	10,613,363
COOPERATIVE EXTENSION - MAJOR PROGRAM							
DEPARTMENT OF AGRICULTURE (USDA) - MAJOR PROGRAM							
DIRECT USDA							
		STATE EFNEP FY 07 FED APPROP	10.500	GR0002020	602879	-	306,612
		STATE EFNEP FY 08 FED APPROP	10.500	GR0002399	603466	-	99,512
		STATE EFNEP FY 10 FED APPROP	10.500	GR0003125	604718	-	193,778
		STATE OPERATION FED SMITH LEVR 3B&C	10.500	GR0002018	602877	-	1,014,295
		STATE OPERATION FED SMITH LEVR 3B&C	10.500	GR0002781	604039	-	617,046
		STATE OPERATION FED SMITH LEVR 3B&C	10.500	GR0003123	604618	1,597	1,126,094
		STATE OPS/SL-3B	10.500	GR0000002	600002	-	124,624
			TOTAL DIRECT USDA			1,597	3,481,961
PASS THROUGH USDA							
	Texas A&M University	TAMU TCE IRAQ-3	10.500	GR0002208	604341	-	269,133
	Texas A&M University	TAMU AgriLife 628005	10.500	GR0002806	604064	-	203,805
			TOTAL PASS THROUGH USDA			-	472,938
			TOTAL DEPARTMENT OF AGRICULTURE (USDA)			1,597	3,954,899

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NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
DEPARTMENT OF HEALTH AND HUMAN SERVICES (HSS)							
DIRECT HSS							
	DHHS 90FE0135		93.086	GR0002820	604093	-	493,779
	DHHS 90FE0135/02		93.086	GR0002545	603678	-	(395)
	HHS 90FR0057/01		93.086	GR0002062	602932	-	(14,577)
	HHS 90FR0057/03		93.086	GR0002752	604002	-	229,418
	DHHS 1D40HP0259300HHS		93.191	GR0002527	603648	-	91,280
	DHHS/HRSA 1 A10HP12814-01-00		93.358	GR0003108	604588	-	43,162
	WVR-1 D11 HP 00440-01HHS		93.359	GR0000240	600264	-	61,697
	HHS 90EV0398/01 FAMILY VIOLENCE PRE		93.592	GR0002834	604935	(36,744)	(15,412)
	NIGMS BRIDGES GM48998-06		93.859	GR0001723	602419	-	(103)
	NIH 2R25GM048998-11		93.859	GR0003227	605011	-	76,040
	NIH 5R25 GM048998-10		93.859	GR0002929	604261	-	122,762
	NIH MARC 5T34GM007667-31		93.859	GR0002629	603821	-	2,826
	NIH MARC 5T34GM07667-32		93.859	GR0002993	604364	-	604,982
	NIH MARC GM07667		93.859	GR0002247	603198	-	6,754
	NMSU RISE 3R25GM061222-08S2		93.859	GR0002741	603985	-	16,620
	NMSU RISE 5R25GM061222-08		93.859	GR0002697	603918	-	720,636
	DHHS 1D1DHP16328-01-00		93.888	GR0003112	604594	-	105,564
			TOTAL DIRECT HSS			(36,744)	2,545,033
PASS THROUGH HSS							
CCDF Cluster							
State of New Mexico	CYFD 0587		93.575	GR0001820	602580	-	(108)
State of New Mexico	ARRA -10-690-9999-01007 LA VIDA FY10		93.713	GR0003079	604524	-	133,099
			TOTAL CCDF CLUSTER			-	132,991
OTHER PASS THROUGH HSS							
University of New Mexico	FEDERAL AHEC 3R471		93.107	GR0001672	604171	-	61,794
University of New Mexico	UNM 3R47G/347G1		93.262	GR0002537	603668	-	(4,962)
University of New Mexico	UNM 3R47G/347G2		93.262	GR0002984	604342	-	40,557
University of New Mexico	UNM 3R47G/347G2		93.262	GR0003186	604942	-	72,532
State of New Mexico	CYFD 09-690-8831 TITLE IV-B MULTICU		93.556	GR0002846	604134	-	60,481
State of New Mexico	GSA076309000-0005 E&T FP		93.558	GR0001870	602930	-	124,558
Eastern Area Workforce Development Board	T06-07/NMSU -LC		93.558	GR0001874	602653	-	(10,553)
State of New Mexico	GSA-07-630-9000-0005		93.558	GR0001891	602680	-	(521)
Eastern Area Workforce Development Board	T06-07/NMSU -LC		93.558	GR0002188	603100	-	(1,377)
State of New Mexico	NMHS D GSA-08-630-9000-0005 TANF		93.558	GR0002316	603336	-	110,234
State of New Mexico	NMHS D GSA-08-630-9000-0005 FSP/E&T		93.558	GR0002317	603342	-	(53,597)
Eastern Area Workforce Development Board	EAWDB TC07-08/NMSU -LC TANF ALAMO		93.558	GR0002319	603355	-	(1,489)
Eastern Area Workforce Development Board	EAWDB TC07-08/NMSU -LC E&T ALAMO		93.558	GR0002320	603357	-	(41)
State of New Mexico	GSA 09-630-9000-0013		93.558	GR0002799	440231	-	7
Eastern Area Workforce Development Board	TC 05-06 NMSU-A TANF		93.558	GR0020021	240040	-	(450)
Eastern Area Workforce Development Board	TC08/09-NMSU-A ALAMOGORDO		93.558	GR0020033	240114	-	2,053
Eastern Area Workforce Development Board	EAWDB TC09/10-NMSU-A ALAMOGORDO		93.558	GR0020036	240144	-	194,799
Eastern Area Workforce Development Board	T04-05E&T EAWDB		93.558	GR0020053	240015	-	1
Eastern Area Workforce Development Board	T04-05EAWDB TANF		93.558	GR0020054	240016	-	(4,090)
Eastern Area Workforce Development Board	EAWDB T08-09/NMSU-C E&T		93.558	GR0030036	340123	-	12,149
Eastern Area Workforce Development Board	EAWDB TC09/100NMSU-C		93.558	GR0030068	340150	-	136,487
State of New Mexico	06-690-7000-7055		93.575	GR0000503	601344	-	(673)
State of New Mexico	03-690-7027-03 CYFD		93.575	GR0000730	602206	-	(379)
Pennsylvania Coalition Against Domestic Violence	PCODV 606-0410-101-800		93.592	GR0003102	604582	-	5,175
State University of New York	RESEACH FOUND SNY SUB #10-06		93.648	GR0003236	605021	-	25,584
State of New Mexico	05-6905000-5018 CYFD		93.658	GR0000748	602184	-	(3,602)
State of New Mexico	TITLE IV-E NM CYFD 06-07 0978		93.658	GR0001861	602635	-	(19)
State of New Mexico	NMCYFD 09-690-8270 TITLE IV-E		93.658	GR0002778	604034	-	(4,516)
State of New Mexico	NMCYFD 10-690-10562 TITLE IV-E FY10		93.658	GR0003130	604742	-	1,284,217
State of New Mexico	NM CYFD #10-690-11535		93.669	GR0003301	605121	-	29,540
State of New Mexico	NM CYFD 10-690-9944		93.674	GRF003097	604569	-	13,967
University of New Mexico	UNM 3R60X		93.969	GR0002952	604290	-	322
University of New Mexico	UNM GERIATRIC ED CNTRS YR3		93.969	GR0003204	604963	-	8,450
University of New Mexico	UNM 3R885/38852/38853		93.996	GR0001647	602938	-	(4,411)
State of New Mexico	NMCYFD 08-690-5414		93.xxx	GR0002393	603521	-	6,512
			TOTAL PASS THROUGH HSS			-	2,098,739
			TOTAL HSS			(36,744)	4,776,763
DEPARTMENT OF AGRICULTURE (USDA)							
DIRECT USDA							
	05/06 USDA CSF SURVEILLANCE		10.025	GR0001648	602172	-	(301)
	05-9735-1483-CA		10.025	GR0001050	601601	-	(649)
	09-9208-0217-CA		10.025	GR0003084	604544	-	240,081
	USDA APHIS 09-8580-0814-CA		10.025	GR0003021	604409	-	20,897
	USDA APHIS 10-8580-0814-CA		10.025	GR0003290	605108	-	3,710
	USDA/APHIS 08-9419-0094-CA 8/9		10.025	GR0002818	604091	-	11,764
	USDA/APHIS 08-9508-0217-CA SURVEILL		10.025	GR0002727	603967	-	22,798
	USDA/APHIS AG-6395-P-09-0870		10.025	GR0003121	604615	-	4,500
	USDA/APHIS/PP0 09-8580-0609-CA		10.025	GR0003036	604438	-	78,220
	USDA/APHIS/PPQ 10-8580-0609-CA		10.025	GR0003224	605004	-	49,702
	USDA APHIS 10-7335-6314-CA		10.028	GR0003340	605206	-	10,000
	USDA/APHIS 08-7100-0123-CA/09		10.028	GR0002920	604558	-	12,000
	USDA-FSA-ARRA-AGP-25 AQUACULTURE		10.086	GR0003032	604434	-	5,837
	USDA/OASCR COOP AGREEMENT 8/28/09		10.140	GR0003138	604830	-	43,853
	USDA 12-24-B-0804		10.155	GR0002759	604008	-	102,006
	USDA AMS12-25-G-0895 BEEF BRAND PrG		10.156	GR0003103	604583	2,270	2,790
	08/09 USDA 12-25-A-5064		10.163	GR0002890	604203	-	15,878
	092105 USDA AMS		10.163	GR0001127	601666	-	43
	USDA 12-25-A-5232		10.163	GR0003238	605023	-	31,154
	AMS 12-25-B-0939 09/10 SPECIALTY		10.170	GR0003164	604899	115,610	161,867

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NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
	CSRS S-274 ARTHROPOD		10.200	GR0000048	600023	-	(24,181)
	FARM SAFETY FY08 FED APPROP		10.200	GR0002400	603467	-	(9,332)
	PSEP FY08 FED APPROP SMITH LEVER		10.200	GR0002405	603472	-	(10,763)
	PSEP FY09 FED APPROP SMITH LEVER		10.200	GR0002789	604047	-	13,118
	RENEWAL RESOURCES RREA FY07 FED APP		10.200	GR0002025	602884	-	29,643
	RENEWAL RESOURCES RREA FY08 FED APP		10.200	GR0002404	603471	-	(29,583)
	RENEWAL RESOURCES RREA FY09 FED APP		10.200	GR0002788	604046	-	30,345
	RENEWAL RESOURCES RREA FY10 FED APP		10.200	GR0003128	604739	-	38,078
	CSR AGENCY CONT FED APPROP FY07		10.207	GR0002019	602878	-	(32,226)
	CSR AGENCY CONT FED APPROP FY08		10.207	GR0002398	603465	-	53,305
	CSR AGENCY CONT FED APPROP FY09		10.207	GR0002782	604040	-	38,569
	USDA 2009-38411-19752		10.217	GR0003253	605053	8,535	42,117
	USDA CSREES 2008-38411-19105		10.217	GR0002696	603915	(28,991)	114,349
	2005-38422-15934 USDA		10.223	GR0000877	601475	-	(59,963)
	USDA/CSREES 2007-51110-03813		10.303	GR0002338	603380	59,953	192,312
	CSREES 2005-37620-16393		10.304	GR0002138	603031	-	30,168
	USDACSREES 2009-37620-05615 NMALIRT		10.304	GR0003081	604530	-	36,144
	FMHA AG MEDIAT. FY97		10.435	GR0000836	600868	-	55,556
	2009-39300-19980		10.443	GR0003086	604538	-	28,319
	CSREES/USDA 2009-39300-20168		10.443	GR0003237	605022	-	39,829
	USDA/CSREES 2008-51200-19292		10.443	GR0002680	603898	-	94,460
	USDA 091E08310099		10.455	GR0003205	604964	-	41,825
	USDA FSIS-C-15-2008/01 00		10.477	GR0002839	604124	-	77,342
	2002-41580-01357USDA		10.500	GR0000812	600836	-	(48)
	2004-45040-03005USDA		10.500	GR0000859	600240	-	(2,578)
	CSREES 2006-41581-02410		10.500	GR0001838	602602	-	17,379
	CSREES 2009-45040-05520		10.500	GR0003067	604501	-	114,280
	FERS RETIREMENT AGCY CONTRIBUTN FY9		10.500	GR0002787	604045	-	64,702
	FERS RETIREMENT AGENCY CONTRIBUTION		10.500	GR0002024	602883	-	(4,245)
	FERS RETIREMENT AGENCY CONTRIBUTION		10.500	GR0002403	603470	-	77,189
	IPM SMITH LEVER FY07		10.500	GR0002023	602882	-	7,460
	IPM SMITH LEVER FY08		10.500	GR0002402	603469	-	13,422
	JUST BE IT!		10.500	GR0001803	602533	-	110,173
	SMITH-LEVER 3 (D)		10.500	GR0001354	601845	-	2,222
	SMITH-LEVER 3(B)&(C)		10.500	GR0000078	600022	-	(74,770)
	SMITH-LEVER 3(D)		10.500	GR0000134	600027	-	12,631
	SMITH-LEVER EFNEP		10.500	GR0000007	600028	-	(130,125)
	SPCL NEEDS SMITH LVR 3B FED AP FY07		10.500	GR0002022	602881	-	95,522
	SPCL NEEDS SMITH LVR 3B FED AP FY08		10.500	GR0002401	603468	-	83,628
	SPCL NEEDS SMITH LVR 3B FED AP FY09		10.500	GR0002785	604043	-	47,232
	SPCL NEEDS SMITH LVR 3B FED AP FY10		10.500	GR0003126	604734	-	5,699
	STATE EFNEP FY 09 FED APPROP		10.500	GR0002783	604041	-	(86,151)
	STATE OPERATION FED SMITH LEVR 3B&C		10.500	GR0002397	603464	-	(214,220)
	STATE OPS/SL-3B		10.500	GR0001339	601836	-	(279,363)
	USDA CSREES 2007-41580-03786		10.500	GR0002282	603286	-	24,633
	USDA CSREES 2008-45040-04326		10.500	GR0002643	603845	-	8,959
	USDA CSREES 2009-45043-05528 DIABET		10.500	GR0003104	604584	-	55,127
	USDA SPECIAL NEEDS		10.500	GR0001351	601843	-	63,532
	USDA STATE EFNEP YOUTH SERVICES BY		10.500	GR0001344	601841	-	13,989
	USDA/CSREES 2008-45043-04469 DIABET		10.500	GR0002699	603926	-	32,934
	USDA/CSREES EXTENSION IPM		10.500	GR0002980	604337	-	48,370
	USDA/OASCR ZUNI EXTENSION PROGRAM		10.500	GR0003139	604831	-	27,018
	01-JV-11221615-233FS		10.652	GR0000751	600775	-	(50)
	04JV11221615266 USDA		10.652	GR0001330	600491	-	86,652
	05JV 11221615 163 USFS		10.652	GR0000504	601353	-	99,096
	USDA-NRCS #67-8C30-7-0017		10.912	GR0002467	603554	-	410,113
	58-3148-5-008 USDA		10.960	GR0001577	601226	-	9,799
	58-3148-5-11 USDA		10.960	GR0001620	601287	-	49,472
	58-3148-6-001 USDA FAS		10.960	GR0001129	601681	-	213,363
	58-3148-6-004 USDA		10.960	GR0001295	601812	-	(5,607)
	USDA 58-3148-0-014		10.960	GR0003255	605056	-	148,416
	USDA FAS 58-3148-4-005		10.960	GR0000805	600829	-	(10,673)
	USDA FAS 58-3148-8-024		10.960	GR0002515	603633	-	190,566
	USDA-FAS 58-3148-9-009 NATUR RESOUR		10.960	GR0002917	604243	-	360,413
				TOTAL DIRECT USDA		157,377	3,287,742
PASS THROUGH USDA							
Regents University of California Davis	UC DAVIS 08-001136-NMSU1		10.200	GR0002795	604053	-	6,623
Regents University of California Davis	UC DAVIS 09-002101-NMSU1		10.200	GR0003174	604924	-	51,613
Regents University of California Davis	UC DAVIS 200911201-NEWM2		10.200	GR0003176	604928	-	2,014
State of New Mexico	05-199-000456 SNM		10.202	GR0001581	601242	-	(811)
Colorado State University	CSU G-1419-2 COOKING W KIDS:CLASS		10.206	GR0002976	604333	-	51,141
Utah State University	USU 080019038		10.215	GR0002803	604061	-	13,066
University of Arkansas at Pine Bluff (UAPB)	UNIV OF ARK 229-430217		10.216	GR0002200	603116	-	15,352
North Dakota State University	NDSU #13950 INSTITUTE F FOOD SAFETY		10.217	GR0002877	604184	-	2,956
Cornell University	CORNELL UNI#57099-8829 HEALTH CHOIC		10.250	GR0002909	604231	-	2,050
Michigan State University	MICHIGAN STATE UNI 61-4181B IMPROVG		10.303	GR0002864	604162	-	6,250
Texas A&M University	TAMU 451003		10.303	GR0002884	604195	-	31,956
Ohio State University	OSU PO RF01187669		10.303	GR0003243	605040	-	7,854
Purdue University	PU 598-0479-01		10.304	GR0002133	603025	-	25,730
Regents University Of California Santa Barbara	USDA-CSREES07-002558-08		10.304	GR0002486	603580	-	40,581
Texas A&M University	TAMU 450010 TX A & M		10.350	GR0000330	600874	-	1,495
Extension Service	EXT-EFER 03100/FERS		10.500	GR0000802	600826	-	88,756
State of Arizona	Y542283 U OF ARIZONA		10.500	GR0000815	600839	-	85,642
Texas A&M University	628001 TX A M		10.500	GR0001008	601557	-	(33)
University of Wyoming	UTSTUNV46465NM FY2007		10.500	GR0002434	603506	-	2,531
Kansas State University	KSU S08061 2008 4-H MILITARY		10.500	GR0002522	603640	-	24,467
Washington State University	WSU G002362		10.500	GR0002671	603887	-	(2,030)

New Mexico State University
Schedule of Expenditures of Federal Awards
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
Auburn University	AUBURN UNIV 08-HHP-37464-0020		10.500	GR0002698	603925	-	4,391
Texas A&M University	TEXAS A&M #650001 EPA SPECIAL TOPIC		10.500	GR0002801	604058	-	(1,389)
University of Wyoming	UOW UTSTUNV46466NM IMPLS SARE 2008		10.500	GR0002926	604256	-	8,632
National 4-H Council	4-H ATV SAFETY GAME		10.500	GR0002948	604285	-	74,700
Washington State University	WSU G002514 PROJ# RME-DYDO2830		10.500	GR0003070	604504	-	7,702
Washington State University	WSU G002518 IMPROVING NM SMALL FARM		10.500	GR0003071	604505	-	23,340
University of Minnesota	H000756402 UOF MINN		10.500	GR0003143	604836	-	15,076
University of Wyoming	UNIV OF WYOMING SARE PROF DEV 2009		10.500	GR0003155	604860	-	451
Texas A&M University	TAMU/USDA 628006		10.500	GR0003159	604865	-	132,220
Kansas State University	KSU OMK PROJECT FY10		10.500	GR0003171	604916	-	4,063
University of Kentucky	USDA/CSREES 3048106528-10-148		10.500	GR0003177	604929	-	35,509
State of New Mexico	0463094600417SNM		10.550	GR0000146	600103	-	47,229
State of New Mexico	SNM 04-630-9460-04-17 A-3		10.550	GR0001842	602605	-	(4,289)
State of New Mexico	SNM 04-630-9460-04-17 A4		10.550	GR0002292	603303	-	(63,337)
State of New Mexico	NMCYFD #0169 FY09-11		10.558	GR0002857	604153	-	83,173
State of New Mexico	NM CYFD#3180 SUMMER FOOD 07		10.559	GR0002273	603271	-	(310)
State of New Mexico	NMCYFD#3070 SUMMER FOOD-UPWARD FY09		10.559	GR0002986	604349	-	7,277
State of New Mexico	NM CYFD 2009 #3179		10.559	GR0002989	604354	-	4,347
State of New Mexico	3143		10.559	GR0003085	604537	-	13,838
State of New Mexico	GSA09-630-9000-0024 NMHSD		10.561	GR0002630	603833	6,499	1,541,573
State of New Mexico	05199000450 SNM		10.664	GR0001203	601743	-	17,348
State of New Mexico	06 199 000456 SNM		10.664	GR0001217	601747	-	47,153
State of New Mexico	05-199-000456 SNM		10.664	GR0001582	601243	-	(7,239)
Gila Forest Permittee's Association	GFPA EASTERN GILA FOREST & COMMUNIT		10.679	GR0002905	604227	-	25,249
Texas A&M University	TAMU #461005 PHASE II COMMUNICATION		10.960	GR0003003	604385	-	204,736
Texas A&M University	450140-3 TEXAS A&M		10.xxx	GR0000771	600795	-	(29)
United Sorghum Checkoff Program Board	USCP R0008-09		10.xxx	GR0002963	604308	8,250	14,961
TOTAL PASS THROUGH USDA						14,749	2,693,578
TOTAL USDA						172,126	5,981,320
DEPARTMENT OF EDUCATION (EDUC)							
DIRECT EDUC							
TRIO Cluster							
	PO42A060738 DEPT OF EDUC		84.042	GR0002052	602916	-	401,606
	EDUC P044A060889		84.044	GR0001976	602823	-	241,936
	P047A030840 EDUC		84.047	GR0000465	600489	-	(7,671)
	P047A070631		84.047	GR0002331	603371	-	426,012
	ARRA -P217A030217 EDUC		84.217	GR0000930	601245	-	(46,232)
TOTAL TRIO CLUSTER						-	1,015,651
OTHER EDUC DIRECT							
	EDUC P031C080038 STAIRWAY TO STEM		84.031	GR0030063	340132	-	662,590
	EDUC P031C080067 PRIMOS		84.031	GR0002835	440234	73,557	1,062,405
	P031S000105A EDUC		84.031	GR0040028	440039	-	(1,060)
	P031S020014 EDUC		84.031	GR0050004	540007	-	(1,379)
	P031S040005 DEV EDUC		84.031	GR0020058	240066	-	54,080
	P031S040005ADNM EDUC		84.031	GR0020059	240067	-	8,930
	P031S040004 EDUC.		84.031	GR0030058	240044	-	213,169
	US DEPT OF EDUC P031S090069		84.031	GR0050027	540103	-	252,335
	EDUC P116N090001		84.116	GR0003178	604930	5,000	38,043
	US DEPT OF ED P116V090037		84.116	GR0003193	604949	-	32,049
	USDE S149A070006		84.149	GR0002387	604020	-	476,587
	US DOE U215K080093		84.215	GR0002821	604094	-	131,032
	US EDUC U215K080249 PROG TO TRANSIT		84.215	GR0040093	440228	-	58,674
	US DEPT OF ED H325K080309		84.325	GR0002762	604012	-	180,828
	EDUC H325K060537 TRNG SCHOOL PSYCH		84.325	GR0002121	603006	-	303,804
TOTAL DIRECT EDUC						78,557	4,487,738
PASS THROUGH EDUC							
State of New Mexico	SNM ABE2009-2010 EL/CIVIC ALAMO CC		84.002	GR0020072	240138	-	4,117
State of New Mexico	NMPED CPERKINS FY09		84.002	GR0040082	440210	-	6,398
State of New Mexico	ABE04-05 FED		84.002	GR0030045	340059	-	12,608
State of New Mexico	06-07 CARL PERKINS CARLSBAD		84.002	GR0030023	340089	-	1,060
State of New Mexico	08-09 CARL PERKINS CARLSBAD		84.002	GR0030065	340136	-	2,167
State of New Mexico	09-10 CARL PERKINS CARLSBAD		84.002	GR0030071	340157	-	54,800
State of New Mexico	ABE CARLSBAD FY06		84.002	GR0030007	340033	-	(1,901)
State of New Mexico	ABE FY06 SNM		84.002	GR0020014	240036	-	(27,049)
State of New Mexico	ABE FY07 HED		84.002	GR0020028	240078	-	(1,313)
State of New Mexico	C PERKINS CAREER TECH 05-06		84.002	GR0020024	240045	-	(4,458)
State of New Mexico	CARL PERKINS YEAR 2 (09-10)		84.002	GR0040096	440241	-	534,678
State of New Mexico	C PERKINS SNM FY 06 DABCC		84.002	GR0040007	440031	-	(43)
State of New Mexico	DABCC ABE FY 06 SNM		84.002	GR0040087	440018	-	1
State of New Mexico	EL CIVICS NMHED FY07		84.002	GR0020061	240080	-	(89)
State of New Mexico	NM HED ABE 06/07		84.002	GR0030021	340074	-	(4,526)
State of New Mexico	NM HED ABE 08/09 FED		84.002	GRF040090	440223	-	355
State of New Mexico	NM HED ABE 08/09 FEDERAL		84.002	GRF030061	340128	-	166
State of New Mexico	NM HED ABE 08/09 FEDERAL		84.002	GRF050021	540083	-	(738)
State of New Mexico	NM HED ABE 09/10 FEDERAL		84.002	GRF050026	540091	-	42,716
State of New Mexico	NM HED ABE 09-10 FEDERAL		84.002	GRF040099	440248	-	320,659
State of New Mexico	NM HED ABE 09-10FEDERAL		84.002	GRF030069	340154	-	121,754
State of New Mexico	NM HED ABE EL - CIVICS FY10		84.002	GR0040097	440238	-	60,562
State of New Mexico	NM HED ELC 08-09		84.002	GR0040083	440214	-	(282)
State of New Mexico	NM PED CARL PERKINS 09-10		84.002	GR0020037	240147	-	72,686
State of New Mexico	NM HED ABE FY09/10 ALAMO CC		84.002	GRF020073	240140	-	87,090
State of New Mexico	NMPED CPERKINS FY07		84.002	GR0040033	440079	-	(1,274)
State of New Mexico	NMPED CPERKINS FY09		84.002	GR0040082	440210	-	101,525
State of New Mexico	008541855C PERKINS SNM		84.002	GR0040040	440114	-	(980)
University of New Mexico	UNM 617000-8745 NM CNSRTM LATIN AM		84.015	GR0001020	601590	-	(78)

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

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NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
State of New Mexico	06-924-P527-0001 SNMPED	84.048	GR0001317		601828	-	(23)
State of New Mexico	TIA - RETA 05/06	84.048	GR0001674		602295	-	(25,970)
Mdc Inc.	MDC	84.116	GR0030048		340062	-	(262)
Los Angeles County Office of Education ET and T	MATH STAR 0607 0378470607	84.203	GR0001965		602812	-	(2,704)
Los Angeles County Office of Education ET and T	0157010405MTHSTR LACEDU	84.203	GR0001450		601932	-	(179)
National Council for Economic Education	NCEE INT ED SHOWCASE 08/09	84.215	GR0002893		604206	-	55
Las Cruces Public Schools	MOU MC2 LCPS	84.283	GR0000768		603409	-	(8,168)
State of New Mexico	NMCHP-16 2004	84.300	GR0030042		340056	-	(1)
New Mexico Association of Community Colleges	2006 GEAR UP TUTORING PLUS PROJECT	84.300	GR0030013		350012	-	1
State of New Mexico	JPA #07-924-P527-0096	84.366	GR0002252		603225	-	(4,109)
State of New Mexico	NM PED IGA 08-924-0252 MC2	84.366	GR0002586		603758	6,044	556,792
State of New Mexico	NMPED IGA# 10 924 1093	84.366	GR0003299		605119	-	260,447
State of New Mexico	MOU 2007	84.367	GR0002248		603221	-	(2)
State of New Mexico	NM HED MOU 2008 OTEC PHASE III	84.367	GR0002617		603802	-	116,794
State of New Mexico	NM HED #10-950-1650-00002	84.378	GR0003305		605126	-	45,000
State of New Mexico	NM HED NMSU 953-1	84.394	GR0003337		540122	-	491,440
National Writing Project	03-NM05 NWP CORP	84.928A	GR0000275		603817	-	59,276
Eastern New Mexico University	GTPE4-NMSU ENMU	84.xxx	GR0000967		601450	-	(5)
TOTAL PASS THROUGH EDUC						6,044	2,868,993
TOTAL EDUC						84,601	7,356,731
AGENCY FOR INTERNATIONAL DEVELOPMENT (USAID)							
DIRECT USAID							
	USAID 306-A-00-08- AWATT	98.012	GR0002569		603713	1,643,242	5,103,027
TOTAL DIRECT USAID						1,643,242	5,103,027
PASS THROUGH USAID							
State of Arizona	Y404192 UNIV ARIZONA	98.001	GR0000728		600752	-	29,748
TOTAL PASS THROUGH USAID						-	29,748
TOTAL USAID						1,643,242	5,132,775
NATIONAL SCIENCE FOUNDATION (NSF)							
DIRECT NSF							
	DBI-0451557 NSF	47.074	GR0000869		600121	-	(50)
	NSF DBI-0852044	47.074	GR0002954		604292	-	108,023
	NSF SBE-0620112	47.075	GR0002117		602998	46,076	90,135
	DUE-0402572 NSF ATE	47.076	GR0000356		601299	(1,057)	21,152
	DUE-0903212	47.076	GR0040101		440263	-	80,752
	DUE-0934919	47.076	GR0003059		604484	-	2,136
	HRD-0331446 **REPLACED GR1939**	47.076	GR0001316		601824	-	(129)
	REACHING PINNACLE NSF HRD	47.076	GR0001980		440229	-	(106)
	NSF ESI-0639269	47.076	GR0002177		603088	-	206,769
	ARRA - NSF DUE 0928867	47.082	GR0003014		604399	-	409,572
TOTAL DIRECT NSF						45,019	918,254
PASS THROUGH NSF							
Institute Of Advanced Study	IAS 7445-2307	47.049	GR0002140		603033	-	40,998
Institute Of Advanced Study	9900969-05 IAS	47.049	GR0000888		600272	-	4,913
Institute For Global Environmental Strategies	IGES 071020 RITESONLINE II	47.050	GR0002285		603296	-	10,730
Brevard Community College	BCC SPACETEC	47.076	GR0040046		440235	-	2,358
California State La University Auxillary Services Inc	PO CGA46120 NSF	47.076	GR0000061		600786	-	158
Iowa State University	420-40-50 ISU	47.076	GR0001035		601594	-	128,010
University of New Mexico	UNM 048552-8745	47.076	GR0002661		603877	-	5,000
Utah State University	USU 08064802	47.076	GR0002854		605035	-	1,567
TOTAL PASS THROUGH NSF						-	193,734
TOTAL NSF						45,019	1,111,988
DEPARTMENT OF ENERGY (DOE)							
DIRECT DOE							
	USDOE DE-NT0004397	81.089	GR0002819		604092	-	260,061
	DOE/NNSA DE-FG52-07NA28084	81.123	GR0002439		603511	-	595,729
	SNL PO993220	81.xxx	GR0003264		605064	-	258
	LANL 220293000053C MBA	81.xxx	GR0001970		603566	-	14,904
TOTAL DIRECT DOE						-	870,952
PASS THROUGH DOE							
Carlsbad Community Development Corporation	CCDC BUILDING TRADES PROG	81.xxx	GR0030031		340108	-	39,590
TOTAL PASS THROUGH DOE						-	39,590
TOTAL DOE						-	910,542
DEPARTMENT OF LABOR (DOL)							
DIRECT DOL							
	AN-11053-01-60 DOL	17.246	GR0040001		440001	-	(32)
	US DOL CB-17323-08-60-A-35	17.262	GR0030035		340120	-	146,119
	US DOL CS-17348-08-60-A-35	17.269	GR0040068		440206	-	381,082
TOTAL DIRECT DOL						-	527,169
PASS THROUGH DOL							
Eastern Area Workforce Development Board	EAWDB OSC 05-06 NMSU ALAMO	17.201	GR0002003		602862	-	(12,902)
Eastern Area Workforce Development Board	EAWDB OSC 08/09 NMSU-C WIA	17.260	GR0030037		340126	-	(2,021)
Eastern Area Workforce Development Board	WIA OSC 08/09 NMSU-A	17.260	GR0020032		240113	-	483
Eastern Area Workforce Development Board	WIA OSC 09/10 NMSU-A	17.260	GR0020074		240143	-	63,442
Family And Youth Inc Americorp	DONA ANA/WIA/SWRPY06/Y001/PSADABCC	17.269	GR0040049		440143	-	158
Southwest Area Workforce Development Board	WIA LITERACY INSTRUCTION	17.269	GR0040027		440061	-	(297)
State of New Mexico	ARRA - NM DWS 10-631-9999-00088	17.275	GR0003333		605195	-	38,646
Eastern Area Workforce Development Board	EAWDB OSC-05/06-NMSU-A	17.xxx	GR0020027		240069	-	(7,007)

New Mexico State University
Schedule of Expenditures of Federal Awards
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Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
Eastern Area Workforce Development Board	EAWDB WIA OSC 09/10 NMSU-C	17.xxx	GR0030067		340147	-	39,224
Family And Youth Inc Americorp	WIA/SWR-PY06-001 EXT2/PSADACC	17.xxx	GR0040092		440227	-	(1,504)
Family And Youth Inc Americorp	WIA/SWR-PY06-001 EXT3/PSADACC	17.xxx	GR0040104		440269	-	10,148
Eastern Area Workforce Development Board	05/06 NMSU-A WIA	17.xxx	GR0020023		240043	-	(1,813)
			TOTAL PASS THROUGH DOL			-	126,557
			TOTAL DOL			-	653,726
ENVIRONMENTAL PROTECTION AGENCY (EPA)							
DIRECT EPA							
	EPA EP106000001	66.037	GR0003166		604909	-	12,618
	08/09 EPA AWARD	66.700	GR0002704		603931	-	79,603
	EPA 08/09 BUILDING IPM	66.700	GR0002767		604018	-	17,803
	EPA E-00664310-0	66.700	GR0003120		604607	-	340,380
	EPA EP 076000127 ON-SITE WASTEWATER	66.xxx	GR0002345		603386	-	7,827
			TOTAL DIRECT EPA			-	458,231
PASS THROUGH EPA							
State of New Mexico	NMED 10-667-5000-009	66.439	GR0003221		605015	3,800	11,532
State of New Mexico	NM ENVIR DEPT 09-667-1000-0008	66.xxx	GR0003016		604402	-	47,371
State of New Mexico	SNM ENVIR DEPT PSC 08-667-1000-0003	66.xxx	GR0002508		603625	-	9,524
			TOTAL PASS THROUGH EPA			3,800	68,427
			TOTAL EPA			3,800	526,658
SMALL BUSINESS ADMINISTRATION (SBA)							
DIRECT SBA							
	USSBA SBAHQ-08-1-0065	59.007	GR0002817		604087	-	260,660
	SBAHQ-06-1-0094	59.037	GR0002155		603052	-	92,540
			TOTAL DIRECT SBA			-	353,200
PASS THROUGH SBA							
Santa Fe Community College	NMSBDC 9-603001-Z-0032-21	59.037	GRF050025		540089	-	21,689
State of New Mexico	5603001Z003217 SBDC	59.037	GR0040008		440034	-	(7)
State of New Mexico	6-603001-Z-0032-18 SNM SBDC	59.037	GR0040034		440090	-	(9,372)
State of New Mexico	FEDERAL SBDC 06/07	59.037	GR0030015		340045	-	(275)
State of New Mexico	NM SBDC 9-603001-Z-0032-21	59.037	GRF040098		440246	-	21,687
State of New Mexico	NMSBDC 8-603001-Z-0032-20	59.037	GRF020067		240117	-	(30)
State of New Mexico	NMSBDC 8-603001-Z-0032-20	59.037	GRF030090		340122	-	(116)
State of New Mexico	NMSBDC 8-603-001-Z-0032-20	59.037	GRF050022		540085	-	(2)
State of New Mexico	NMSBDC 9-603001-Z-0032-21	59.037	GRF030066		340137	-	21,584
State of New Mexico	NMSBDC 9-603001-Z-0032-21 NMSU-A FD	59.037	GRF020035		240141	-	21,639
State of New Mexico	SBDC 06-07 6-63001-Z-0032-18	59.037	GR0020062		240082	-	(587)
State of New Mexico	5603001Z003217 NMSBDC	59.037	GR0050002		540012	-	(24)
			TOTAL PASS THROUGH SBA			-	76,186
			TOTAL SBA			-	429,386
DEPARTMENT OF HOMELAND SECURITY (DHS)							
PASS THROUGH DHS							
State of New Mexico	NMDHSEM 2006-GE-T6-0064 08/09	97.006	GR0002772		604025	-	(9,573)
State of New Mexico	2009 SNM GRANT PROGAM	97.067	GR0003149		604846	-	189,931
State of New Mexico	NMDHSEM 2008-NMSU-AGROGUARD-CCP	97.067	GR0003048		604463	-	41,857
State of New Mexico	NM-OEM 2005-GE-T5-0012-NMSU	97.067	GR0002236		603177	-	100,437
University of Tennessee	UNIV OF TENN 012475-001.01	97.068	GR0003274		605076	-	12,434
Kansas State University	KSU S10054	97.104	GR0003170		604915	-	25,032
University of Minnesota	NCFPD LETTER DATED 8/18/08	97.104	GR0002731		603971	-	55,709
			TOTAL PASS THROUGH DHS			-	415,827
			TOTAL DHS			-	415,827
DEPARTMENT OF JUSTICE (DOJ)							
DIRECT DOJ							
	DEA FORFEITURE FUNDING FY08	16.001	GR0002344		603385	-	885
	DEA FORFEITURE FUNDING FY08/09	16.001	GR0002665		603882	-	35,623
	DEA FORFEITURE FUNDING FY09-11	16.001	GR0003069		604503	-	62,732
	2003-JS-FX-0074 DOJ	16.541	GR0000723		602366	-	99,158
	OJP-DOJ 2007-WR-AX-0084	16.589	GR0002469		603556	18,172	176,494
	DOJ #9P-USA51-0147 ANTI TERROR TRG	16.xxx	GR0003093		604549	-	3,000
	FY09 HIDTA OT REIMBURSEMENT	16.xxx	GR0002836		604121	-	1,197
	FY10 HIDTA TASK FORCE AGREEMENT	16.xxx	GR0003169		604914	-	10,831
			TOTAL DIRECT DOJ			18,172	389,920
PASS THROUGH DOJ							
State of New Mexico	CYFD 09-690-8333 UNDERAGE DRINK LAW	16.727	GR0002923		604254	-	3,581
			TOTAL PASS THROUGH DOJ			-	3,581
			TOTAL DOJ			18,172	393,501
DEPARTMENT OF COMMERCE (DOC)							
DIRECT DOC							
	US DEPT OF COMMERCE EDA	11.300	GP086B0A4		186409	-	832,239
	NOAA NA07OAR4310407	11.431	GR0002372		603432	-	192,672
			TOTAL DIRECT DOC			-	1,024,911
			TOTAL DOC			-	1,024,911
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (NASA)							
DIRECT NASA							
	NASA NNC10CA04C	43.001	GR0003199		604956	-	55,804

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures	
INDIVIDUAL AWARDS - OTHER								
	NNG05GE97H NASA		43.001	GR0000182	440221	-	5,000	
	RTA# 1823 SATOP/NASA		43.001	GR0000177	600197	-	275	
	RTA#1477 SATOP/NASA		43.001	GR0001496	600967	-	6,599	
	SATOP #2548 CRACKING/GRINDING/CHOO		43.002	GR0001942	602778	-	(1,439)	
	SATOP RTA#1553 NASA		43.002	GR0001544	601098	-	2,000	
	SATOP #2588		43.xxx	GR0002012	602870	-	(1,609)	
	NASA NNX10AJ30A		43.xxx	GR0003307	605148	-	73,783	
			TOTAL DIRECT NASA				-	140,413
PASS THROUGH NASA								
American Institute of Physics	90DAYWAIVRSPS AIP STUDENT SCHOLARS		43.001	GR0002422	603492	-	5,702	
Dces Educational Services	DCES EDSRV 7768/7754		43.001	GR0001579	601230	-	77	
Jacobs Technology Inc.	JACOBS TECH COOP ED		43.001	GR0040054	440168	-	(46)	
Paragon TEC	PARAGON TEC NNC07CB50C SEMAA 08-09		43.001	GR0002712	603946	-	15,100	
Paragon TEC	NAS3-02123-SNM		43.001	GR0000849	600903	-	5,879	
			TOTAL PASS THROUGH NASA				-	26,712
			TOTAL NASA				-	167,125
DEPARTMENT OF STATE (DOS)								
PASS THROUGH DOS								
New Mexico Institute of Mining and Technology	NMIMT RLF1		19.400	GR0003234	605019	-	101,848	
			TOTAL PASS THROUGH DOS				-	101,848
			TOTAL DOS				-	101,848
DEPARTMENT OF INTERIOR (DOI)								
DIRECT DOI								
	BIA CMK16080003 WATER RES 07		15.037	GR0002604	603785	-	425	
	DOI CMK16090003		15.037	GR0003010	604395	-	64,880	
	04-FG-40-2188 DOI/BO		15.504	GR0001109	600319	-	3,928	
	DOI NPS J2120070112		15.916	GR0002751	604001	-	2,394	
			TOTAL DIRECT DOI				-	71,627
			TOTAL DOI				-	71,627
DEPARTMENT OF DEFENSE (DOD)								
DIRECT DOD								
	DOD W91WAW-10-1-0001		12.599	GR0003282	605097	-	41,832	
			TOTAL DIRECT DOD				-	41,832
PASS THROUGH DOD								
University of New Mexico	UNM 456117-8745 DIST ED		12.002	GR0001398	601858	-	(15,640)	
Academy of Applied Science	AASc 09-39 REAP 2009		12.431	GR0002996	604375	-	1,407	
Academy of Applied Science	AASc 09-40 REAP 2009		12.431	GR0002995	604373	-	1,331	
University of New Mexico	DTRA UNM		12.xxx	GR0000358	602294	-	13,633	
			TOTAL PASS THROUGH DOD				-	731
			TOTAL DOD				-	42,563
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)								
DIRECT HUD								
	HSIAC-90-NM-32		14.514	GR0040103	440268	-	34,797	
			TOTAL DIRECT HUD				-	34,797
			TOTAL HUD				-	34,797
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE (CNCS)								
PASS THROUGH CNCS								
American Association of Community Colleges	AACC Letter 02_12_08		94.005	GR0002543	603675	-	10,206	
Central New Mexico Community College formerly TVI	CNM 2136-8224C		94.005	GR0050013	540074	-	20,971	
			TOTAL PASS THROUGH CNCS				-	31,177
			TOTAL CNCS				-	31,177
DEPARTMENT OF TREASURY (TS)								
PASS THROUGH TS								
State of New Mexico	SUPPORT FOR INT BUSINESS		21.xxx	GR0001986	602837	-	(1)	
			TOTAL PASS THROUGH TS				-	(1)
			TOTAL TS				-	(1)
			TOTAL INDIVIDUAL AWARDS - OTHER				1,930,216	29,163,264
			TOTAL EXPENDITURES OF FEDERAL AWARDS				26,335,661	198,494,554

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

Schedule 7

Reconciliation to Statement of Revenues, Expenditures and Changes in Net Assets

Federal Awards:	
Federal Appropriations, Grants and Contracts	\$ 180,898,447
Portion of Capital Grants, Gifts and other Income related to Federal Awards	1,020,010
	<u>181,918,457</u>
Plus reconciling items:	
Indirect cost recovered	16,396,197
Net excess expenses over revenue recognized	179,900
Federal Expenditures per Schedule 7	<u><u>\$ 198,494,554</u></u>

Notes to Schedule of Expenditures of Federal Awards

Note A: Significant Accounting Policies:

The accompanying Schedule of Expenditures of Federal Awards follows the accounting policies presented in Note 2 of the Notes to Financial Statements.

Note B: Guaranteed Student Loan Program, CFDA # 84.032. During the fiscal year ending June 30, 2010, the University processed \$87,965,071 in new loans under the Guaranteed Student Loan Program (which includes Stafford Loans and Parents' Plus Loans).

Note C: During the fiscal year ending June 30, 2010, the value of federal funds made available in the form of non-cash assistance totaled \$479,601.

Note D: Federal Perkins Loan Program, CFDA # 84.038. Perkins loans awarded for the year ending June 30, 2010 totaled \$2,291,894. As of June 30, 2010, the outstanding student loan balances under the Federal Perkins Loan Program was \$15,242,441.

**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**

To the Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

We have audited the financial statements of the business-type activities and the discretely presented component unit of New Mexico State University ("University") as of and for the year ended June 30, 2010. We have also audited the combining statements of net assets – primary institution as of June 30, 2010, and the combining statements of revenues, expenses and changes in net assets – primary institution for the year then ended, and the budget comparison for the year ended June 30, 2010, and have issued our report thereon dated November 5, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the University's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over financial reporting.

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

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

The Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

Compliance And Other Matters

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

We noted one matter that is required to be reported under section 12-6-5 NMSA 1978 which is described in the accompanying schedule of findings and questioned costs as item 07-04.

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

This report is intended solely for the information and use of the Board of Regents, management, the New Mexico State Auditor, and applicable federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mess Adams LLP

Albuquerque, New Mexico
November 5, 2010

**Report on Compliance With
Requirements That Could Have a Direct and Material
Effect on Each Major Program
And on Internal Control over Compliance in
Accordance with OMB Circular A-133**

To the Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

Compliance

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

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

In our opinion, New Mexico State University complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 09-01.

Internal Control Over Compliance

The management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the University's internal control over compliance with the requirements that could have a direct and material effect on a major

Board of Regents
New Mexico State University and
Mr. Hector Balderas
New Mexico State Auditor

federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 09-01 to be a significant deficiency.

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

This report is intended solely for the information and use of the Board of Regents, management, the New Mexico State Auditor and applicable federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mess Adams LLP

Albuquerque, New Mexico
November 5, 2010

**NEW MEXICO STATE UNIVERSITY
STATUS OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010**

09-01 Student Financial Aid – Return to Title IV

Current Status: Revised and repeated.

07-04 Budget Overages

Current Status: Revised and repeated.

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010**

Part I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(s) identified? Yes None Reported

Non-compliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(s) identified that are not considered to be material weakness(es) Yes None Reported

Type of auditors' report issued on compliance for major programs

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

Yes No

Identification of Major Program:

CFDA Number	Name of Federal Program or Cluster
Various	Research and Development Cluster
Various	Student Financial Aid Cluster
10.500	Cooperative Extension
93.558	Temporary Assistance for Needy Families
93.600 and 93.708	Head Start and ARRA – Head Start

Dollar threshold used to distinguish between type A and type B programs

\$ 3,000,000

Auditee qualified as low-risk auditee?

Yes No

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010**

Part II—Financial Statement Findings Section

The audit disclosed no findings required to be reported.

Part III—Federal Award Findings and Questioned Costs Section

09-01 Student Financial Aid – Return to Title IV

Federal program information:

Funding agency: U.S. Department of Education
Title: Student Financial Aid Cluster
CFDA Number: Various

CONDITION

During testing it was noted that the University did not return funds within the required timeframe for two of the 25 students tested.

CRITERIA

Per 34 CFR section 668.22(j), an institution must determine the withdrawal date for a student who withdraws without providing notification to the institution no later than 30 days after the end of the earlier of the: (1) payment period or period of enrollment, (2) academic year in which the student withdrew, or (3) educational program from which the student withdrew.

Lastly, per 34 CFR section 668.173(b), returns of Title IV funds are required to be deposited or transferred into the SFA account or electronic fund transfers initiated to ED or the appropriate FFEL lender as soon as possible, but no later than 45 days after the date the institution determines that the student withdrew.

QUESTIONED COSTS

This error resulted in a net underpayment to the Department of Education of \$533. This error was not extrapolated to the entire population since the amount of error is unpredictable.

EFFECT

Failure to ensure these funds were returned resulted in an underpayment to the Department of Education.

CAUSE

Existing controls failed to identify missing payments.

RECOMMENDATION

We recommend the University ensure that the review process is designed to capture all required payments and ensure they are made timely.

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010**

MANAGEMENT RESPONSE

We respectfully acknowledge the finding and have taken the following steps to ensure that it is addressed:

1. On October 11, 2010, an additional staff member was temporarily reassigned to assist with Return to Title IV calculations and Reconciliation. We are currently working with executive management and Human Resources to make the transition permanent.
2. Management is also working with Student Information Management (SIM) to determine whether there were other students, for which the University did not return funds. Once the process is built and tested, it will be run monthly to ensure that all funds are returned in a timely manner.

Part IV—Other Findings and Recommendations

07-04 Budget Overages

CONDITION

The University exceeded its approved budget for the “Retirement of Indebtedness” category in the Unrestricted budget by \$6,125 and for the Independent Operations category of the Restricted budget by \$170,079.

CRITERIA

Per Title 5 of the New Mexico Administrative Code, Chapter 3, part 4, paragraph 10, total expenditures of certain budgetary totals may not exceed the amount in the approved budget.

CAUSE

Budget Adjustment Reports submitted to the state were due in May and the University underestimated expenditures as of June 30, 2010.

EFFECT

The University has not complied with budgetary compliance requirements for the "Retirement of Indebtedness" and "Independent Operations" budget categories as presented in the Budget Comparison schedule in the financial statements.

RECOMMENDATION

We recommend that budget and actual expenditures be monitored regularly to avoid over expenditures.

MANAGEMENT RESPONSE

In accordance with the NM Higher Education Department (NMHED) Institutional Operating Budget Instructions for fiscal year 2010, budgeted revenues and expenditures were adjusted to approximate estimated actuals for submission to the NMHED. Estimates must be finalized at the start of May of each year, and therefore may not exactly match the actual expense as of the end of June of any year. The University will not authorize any expense for which sufficient revenue does not exist. The University will make every effort to ensure estimates are more precise on a functional line item level and that no unfavorable budget variances result in future years.

New Mexico State University
Exit Conference
For the Year Ended June 30, 2010

A closing conference was held on November 4, 2010, to discuss the current audit report and current and prior year auditors' comments. The parties agreed to the factual accuracy of the comments contained herein. In attendance were the following individuals:

Representing the Board of Regents for New Mexico State University

Blake Curtis	Secretary-Treasurer
Laura M. Conniff	Member

Representing New Mexico State University

Barbara Couture	President
Wendy Wilkins	Executive Vice President and Provost
Jennifer Taylor	Senior Vice President for Administration and Finance
Angela Throneberry	Associate Vice President for Administration and Finance
Lorin Gobble	Controller
Ross Justus	Interim Director of Audit Services
Robert N. Franklin	Vice President for University Advancement
Tina Byford	Assistant Vice President for University Advancement
Jay Jordan	Head of Audit Committee for Arrowhead
Bruce Kite	General Counsel

Representing Moss Adams LLP

Wayne Brown	Partner
Scott Eliason	Partner
Marlena Parker	Manager

The University's management prepared the Financial Statements. The University is responsible for the Financial Statements and its contents.