

2010-2011

Annual Financial Report



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October 25, 2011

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, 2011. 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 through 5 of the report.

The University continued to manage against the budgetary impact of reductions in state appropriations and downturn in the economy during fiscal year ended June 30, 2011. Our overall sound financial position supported by increases in tuition and fees and federal sponsored awards resulted in a solid financial performance for the fiscal year. Assets in total increased by 3 percent, and total net assets increased by \$36.8 million, despite a decline in state appropriations of 8 percent; operating revenues increased by 2 percent through growth in net tuition and fees and reimbursements for sponsored project expenditures. Efficiency measures held the corresponding growth in operating expenses to only 2 percent over the same period.

We are scheduled to complete numerous construction projects by the end of fiscal year 2014, totaling approximately \$158.5 million of available capital funds. The final products will enhance the University's ability to educate tomorrow's leaders in eco-friendly facilities while advancing our mission of instruction, research and public service. These projects include the new Center for the Arts, Chamisa Village Phase II, Satellite Chilled Water Plant and Institute for Public Policy. The on-going construction projects at our community college campuses include phases six and seven at the Dona Ana Community College East Mesa campus and a new campus building in the Village of Hatch, New Mexico.

Budget challenges remain at the state level but we are encouraged by an improved general fund revenue forecast. Despite the uncertainty with state funding, we are confident our conservative fiscal management, coupled with our solid history of other revenue growth and demonstrated commitment of state level support for higher education, will allow us to continue to focus on our strategic goals while protecting our core mission of instruction, research and service, 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 can continue to make a positive difference in higher education and beyond.

Sincerely,



Barbara Couture
President

REPORT OF INDEPENDENT AUDITORS

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 (the "University") as of and for the years ended June 30, 2011 and 2010, which collectively comprise the University's basic financial statements as listed in the table of contents. We have also audited the combining statements of net assets – primary institution as of June 30, 2011 and 2010, 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, 2011, 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 audits 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 audits 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 opinions.

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, 2011 and 2010, or the changes in its financial position or its cash

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

flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component unit of the University as of June 30, 2011 and 2010, and the respective changes in financial position and where applicable, cash flows thereof for the year 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, 2011 and 2010, 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, 2011 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2011 on our consideration of the University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the schedule of funding progress and employee contributions on pages 6 through 15 and 61 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Our audit was conducted for the purpose of forming opinions on the basic financial statements, the discretely presented component unit, 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 and 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 purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Mess Adams LLP

Albuquerque, New Mexico
October 25, 2011

Management's Discussion and Analysis

For the Year Ended June 30, 2011
(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, 2011, 2010 and 2009. 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 16. 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, 2011, 2010, and 2009, the University's financial position was as follows (in thousands):

Condensed Statement of Net Assets

	June 30, 2011	June 30, 2010	June 30, 2009
ASSETS			
Current assets	\$ 107,055	\$ 120,293	\$ 114,510
Capital assets	420,774	396,104	378,654
Other non-current assets	<u>268,352</u>	<u>255,485</u>	<u>177,460</u>
TOTAL ASSETS	796,181	771,882	670,624
LIABILITIES			
Current liabilities	67,326	69,196	81,093
Non-current liabilities	<u>170,190</u>	<u>180,829</u>	<u>111,729</u>
TOTAL LIABILITIES	237,516	250,025	192,822
NET ASSETS			
Invested In capital assets, net of related debt	283,895	282,244	267,896
Restricted	138,763	113,859	98,074
Unrestricted	<u>136,007</u>	<u>125,754</u>	<u>111,832</u>
TOTAL NET ASSETS	\$ 558,665	\$ 521,857	\$ 477,802

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

OPERATING REVENUES			
Federal appropriations, grants, and contracts	\$ 188,977	\$ 180,898	\$ 157,258
Student tuition and fees (net)	64,871	60,468	54,987
Other operating revenues	<u>106,521</u>	<u>113,613</u>	<u>113,144</u>
TOTAL OPERATING REVENUES	360,369	354,979	325,389
OPERATING EXPENSES			
Instruction	133,883	133,293	137,685
Research	119,795	125,752	122,542
Other operating expenses	<u>308,047</u>	<u>291,711</u>	<u>285,468</u>
TOTAL OPERATING EXPENSES	561,725	550,756	545,695
Net operating loss	(201,356)	(195,777)	(220,306)
Non-operating revenues and expenses	<u>193,924</u>	<u>198,669</u>	<u>198,812</u>
Income (loss) before other revenue, expenses, gains or losses	(7,432)	2,892	(21,494)
Other revenues, expenses, gains or losses	<u>44,240</u>	<u>41,163</u>	<u>6,953</u>
Increase (Decrease) in net assets	36,808	44,055	(14,541)
Net assets at beginning of year	<u>521,857</u>	<u>477,802</u>	<u>492,343</u>
Net assets at end of year	\$ 558,665	\$ 521,857	\$ 477,802

General Overview for 2011 and 2010

In fiscal year 2011, the total assets of the institution increased by \$24.3 million and liabilities decreased by \$12.5 million. Changes in the Statement of Net Assets include:

- Conversion of investments and accounts receivable contributed into an increase in cash.
- Continuation of the ongoing increase in Capital assets, as several major construction and infrastructure projects continued to commence and progress throughout the year.
- Decrease in Other long-term liabilities due to repayment of bonds during the year.

The operations discussed below contributed to the \$36.8 million increase in net assets: primary components of this change in Net assets include:

- Increase in Student tuition and fees due to increased tuition.
- Increase in Federal appropriations, grants and contracts due primarily to increase in federal funding from Federal Pell, National Institutes of Health, US AID and the American Recovery Reinvestment Act funding.
- Increase in Gifts related to contributions from donors and an increase in Permanent endowment income related to the land grant endowment.

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:

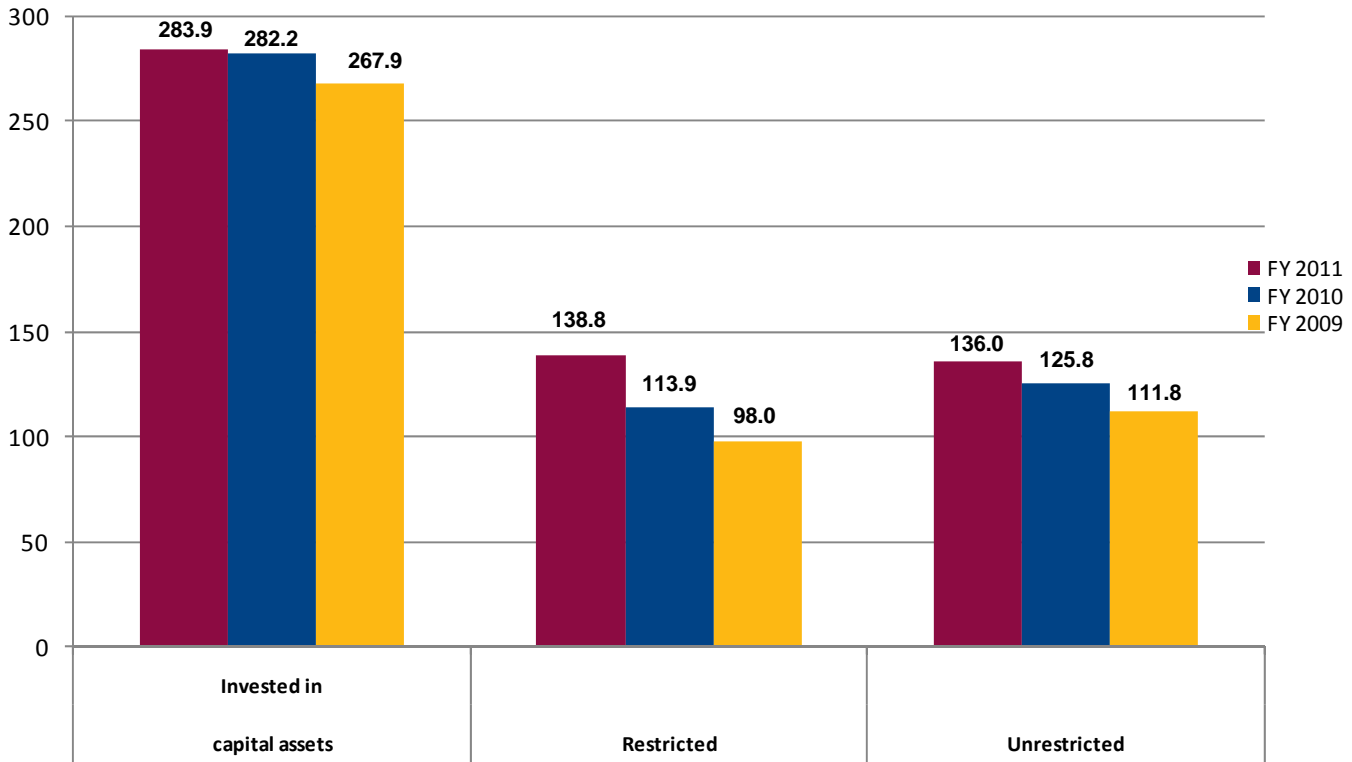
- Increase in Other long-term investments related to issuance of revenue bonds.
- Increase in value of Investments held by others due primarily to an increase in the State Land Grant Endowment Allocation and the Foundations Assets held in trust.
- Ongoing increases in Capital assets, as several major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

The following graph illustrates the comparison of net assets (in millions) by category for fiscal years 2011, 2010 and 2009.



Operating Revenues for 2011 and 2010

Student tuition and fees (net) and Federal appropriations, grants and contracts, two of the largest Operating revenue sources, increased in fiscal year 2011. The increase in these two sources was offset by a decrease in State grants and contracts, Sales and services and Other operating revenues.

The operating loss for fiscal year 2011 of \$201.4 million increased by \$5.6 million from the \$195.8 million loss in fiscal year 2010. Operating revenues increased by \$5.4 million. The most significant changes in Operating revenues were as follows:

- Continued increase in Student tuition and fees, net of Scholarship allowances, of \$4.4 million (7.0%), due to increased tuition and fees rates.
- Increase in Federal appropriations, grants and contracts of \$8.0 million (4.2%). This increase is due to an increase of Federal Pell funding of \$8.0 million.
- Decrease of \$2.0 million (7.7%) in State grants and contracts, related primarily to State funded scholarship program funding and New Mexico Department of Transportation funding.
- Decrease of \$2.4 million (7.8%) in Sales and services, related primarily to athletic events, special events, livestock sales and housing.
- Decrease of \$2.8 million (8.0%) in Other operating revenues, related primarily lower recover of indirect costs and NCAA conference revenues.

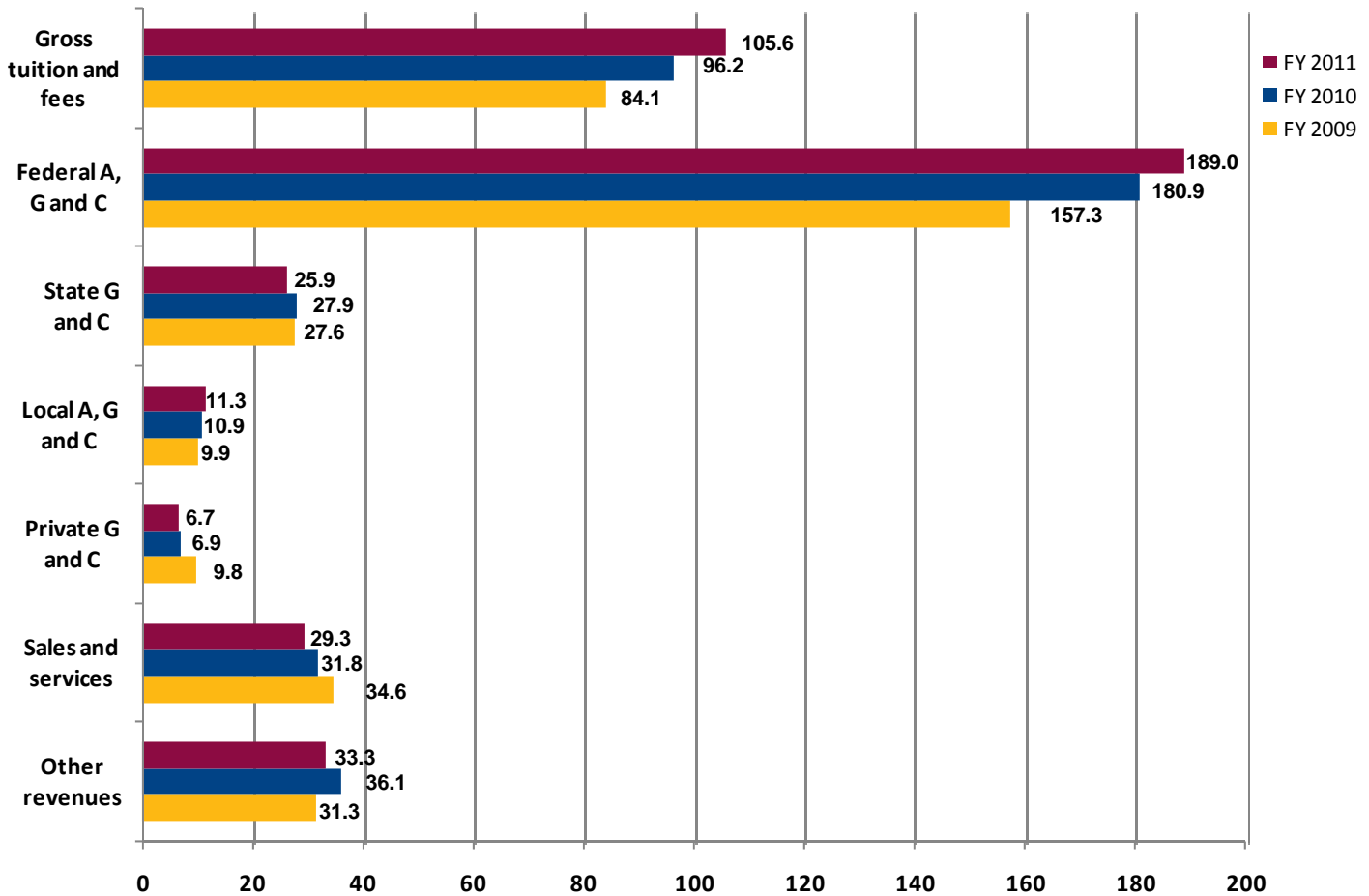
Operating Revenues for 2010 and 2009

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.

The following graph illustrates a comparison of operating revenues (in millions) by type for fiscal years 2011, 2010 and 2009.



Operating Expenses for 2011 and 2010

The largest dollar increases in operating expense were as follows:

- Increase in Operation and maintenance of plant expenses of \$10.7 million (31.2%). This increase is due to an increase of expenses related primarily to maintenance of capital assets and renewal and replacement of non-capitalizable equipment.
- Increase in Scholarships and fellowships expense of \$6.0 million (11.6%). This increase is due to an increase of expenses related to Federal Pell grant and scholarship programs.

The above mentioned increase was offset by a reduction in the following expense line item:

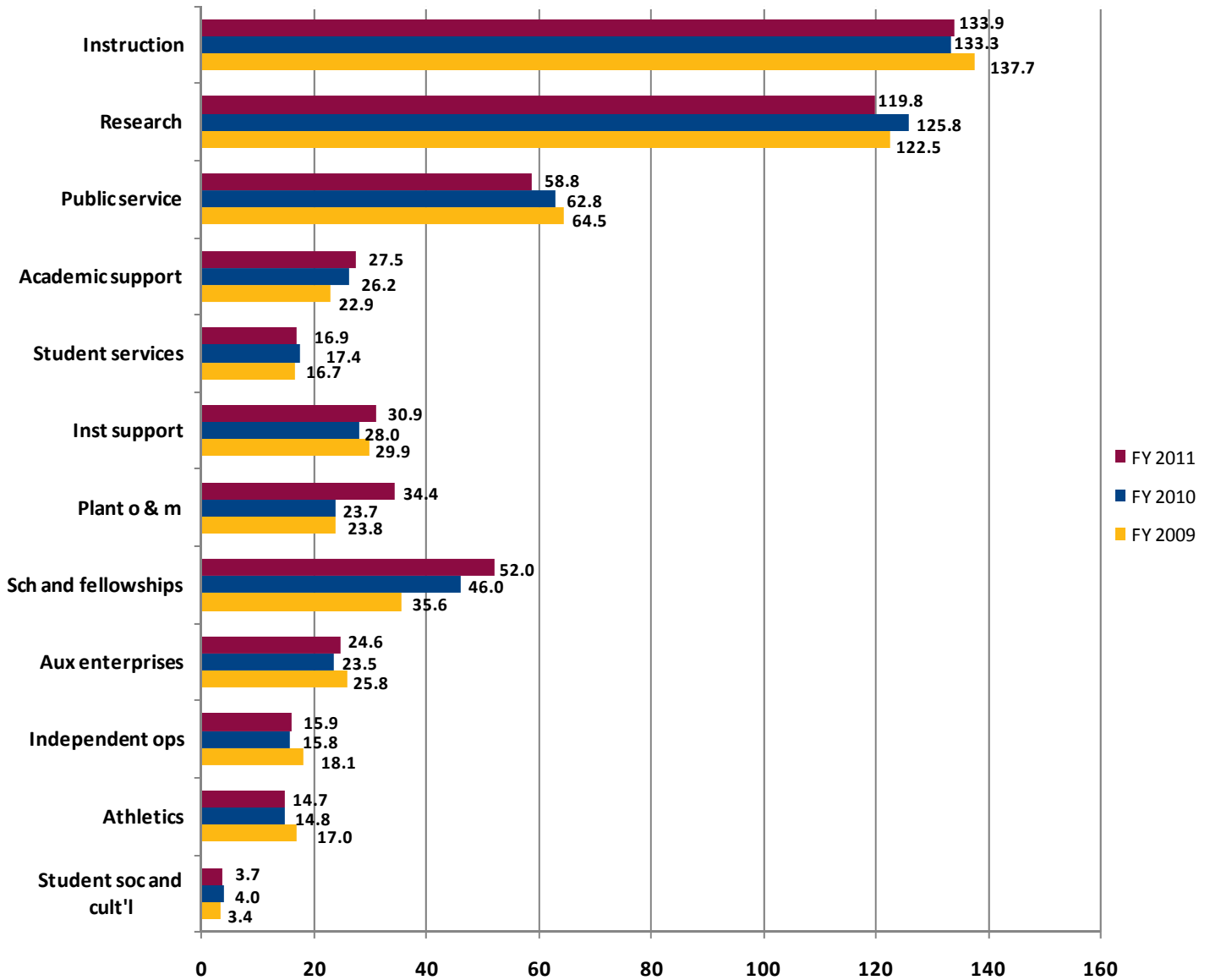
- Decrease in Research expenses of \$6.0 million (5.0%). This decrease is due to a reduction in research related to programs with the Food Safety Center, NM Department of Transportation and defense-based programs at the Physical Science Laboratory.

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.

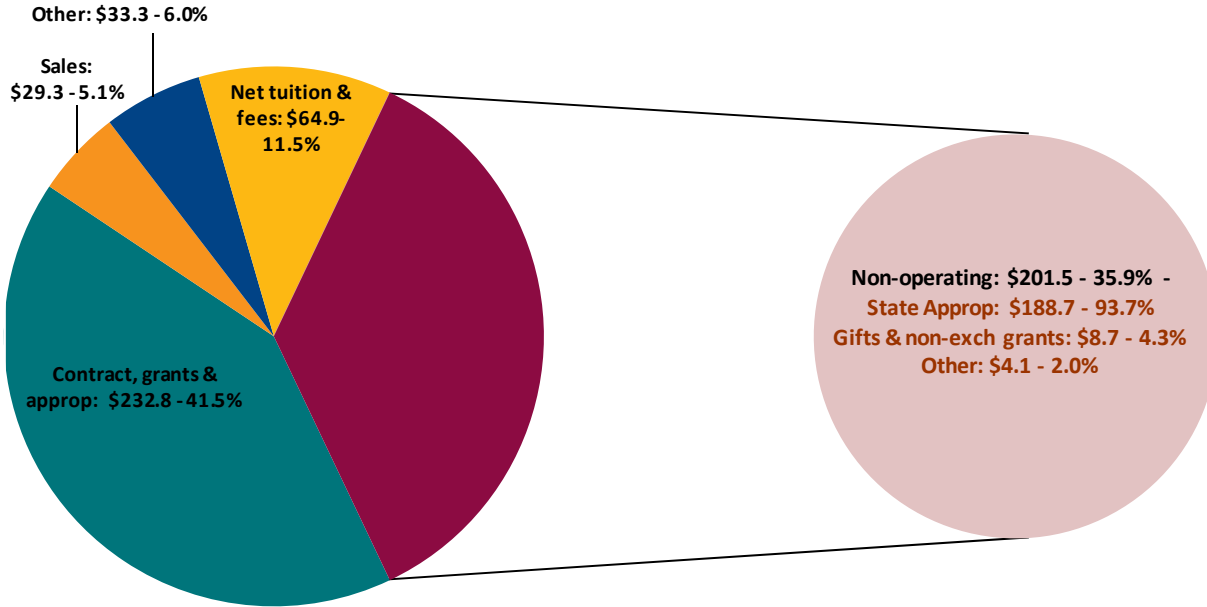
The following graph illustrates a comparison of operating expenses (in millions) by function (excluding depreciation and loan administration) for fiscal years 2011, 2010 and 2009.



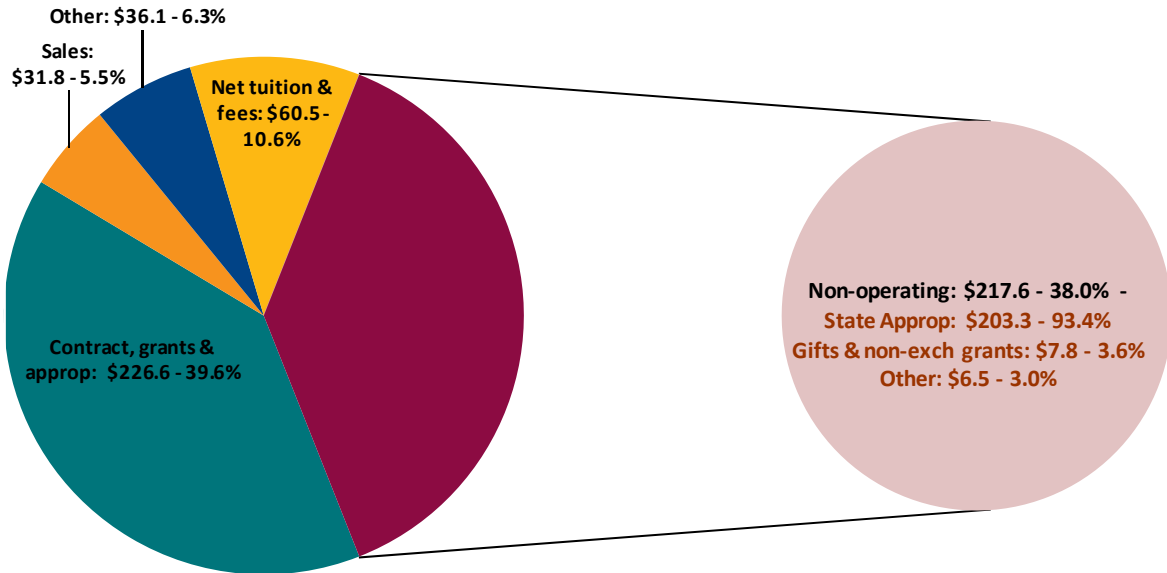
The Statement of Revenues, Expenses, and Changes in Net Assets reflects an Income/(loss) before other revenues, expenses, gains or losses of (\$7.4 million), \$2.9 million, (\$21.5 million) in 2011, 2010 and 2009, respectively.

The following graphs reflect the University's sources of revenue available to meet current operating costs for fiscal years 2011, 2010 and 2009.

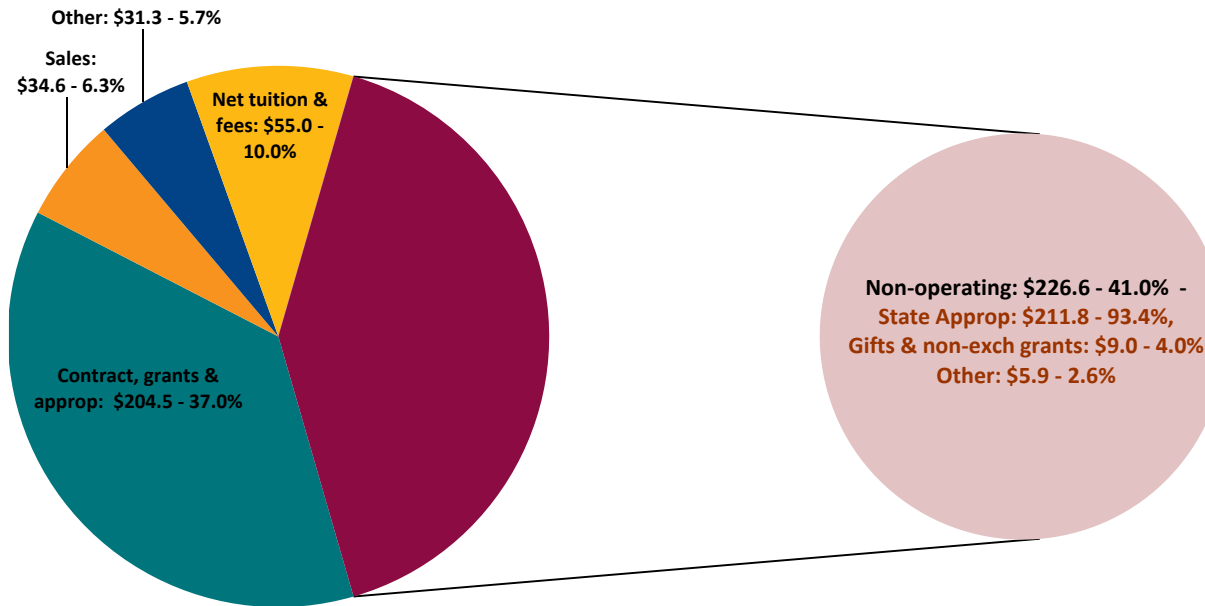
2011 Total Operating and Non-operating revenues



2010 Total Operating and Non-operating revenues



2009 Total Operating and Non-operating revenues



Capital Asset and Debt Administration

During fiscal year 2011, the Net Capital Assets increase of \$24.7 million originated from five projects that were in the construction work in progress phase – the new Bookstore (\$10.5 million), Phase II Student Apartments (\$6.1 million), the Carlsbad Allied Health Facility (\$4.1 million), the Performing Arts Center (\$4.1 million) and the Satellite Chilled Water Plant (\$3.7 million). This increase was offset by a decrease in spending for capital equipment, which was \$2.6 million less in fiscal year 2011 than that of fiscal year 2010. This trend will likely continue in the foreseeable future, since the equipment capitalization threshold was changed in fiscal year 2006, and now aging capital equipment is being replaced by equipment valued below the capitalization threshold.

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.

Budget Comparison

In comparing the total original budgeted revenue to the revised budgeted revenue for fiscal year 2011, there was an increase of approximately \$23.6 million, and a corresponding increase of approximately \$38.0 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 Public Service and Student Financial Aid.

Actual revenues earned in fiscal year 2011 were lower than the revised budget by \$52.2 million and actual expenditures were lower than the revised budget by \$94.7 million. The main contributor to the revenue budget variance was Other Sources (64% of the change) and the main contributors to the expense budget variance were the Instruction, Research and Plant fund categories (75% 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 \$18.9 million. Of this amount, approximately \$7.4 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 fiscal years 2011, 2010 and 2009 which resulted in a permanent funding contraction for the University. The University is prepared to adjust internal budgetary allocation decisions to absorb the impact of a potential similar action in fiscal year 2012, 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 2011-2012 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, 2011

	University	Discrete Component Unit
ASSETS		
Current assets		
Cash and cash equivalents	\$ 33,162,740	\$ 3,240,401
Cash and cash equivalents held in trust by Component Unit for NMSU	276,604	276,604
Short-term investments	2,011,100	6,130,644
Accounts receivable, net	63,099,882	742,190
Due from Component Unit	2,287,417	-
Inventories	1,979,001	23,467
Prepaid expenses	2,781,764	43,233
Student loans receivable - current portion, net	1,456,250	-
Total current assets	107,054,758	10,456,539
Non-current assets		
Restricted cash and cash equivalents	74,432,489	3,615,514
Investments held by others	53,079,459	2,560,951
Investments held in trust by Component Unit for NMSU	39,408,834	39,408,834
Investments held in trust for others	-	623,467
Other long-term investments	87,893,238	93,543,382
Student loans receivable, net	13,106,247	-
Prepaid expenses and other assets	432,273	179,109
Capital assets, net	420,773,681	184,175
Total non-current assets	689,126,221	140,115,432
TOTAL ASSETS	796,180,979	150,571,971
LIABILITIES		
Current liabilities		
Accounts payable	15,944,665	566,998
Due to NMSU	-	2,287,417
Other accrued liabilities	21,290,300	-
Accrued interest payable	2,128,606	-
Held in trust for NMSU	-	276,604
Deferred revenue	15,128,585	-
Long-term liabilities - current portion	12,834,148	223,469
Total current liabilities	67,326,304	3,354,488
Non-current liabilities		
Accrued benefit reserves	679,656	-
Held in trust for NMSU	-	39,408,834
Other long-term liabilities	169,510,410	2,645,483
Total non-current liabilities	170,190,066	42,054,317
TOTAL LIABILITIES	237,516,370	45,408,805
NET ASSETS		
Invested in capital assets, net of related debt	283,895,401	184,175
Restricted for:		
Non-expendable:		
Endowments	82,651,490	65,556,758
Expendable:		
General activities	2,847,906	35,335,492
Federal student loans	16,981,814	-
Capital projects	26,765,662	-
Related entity activities	9,516,151	-
Unrestricted	136,006,185	4,086,741
TOTAL NET ASSETS	\$ 558,664,609	\$ 105,163,166

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, 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 Revenues, Expenses, and Changes in Net Assets
For the Year Ended June 30, 2011

	University	Discrete Component Unit
REVENUES		
Operating revenues:		
Student tuition and fees (gross)	\$ 105,550,872	\$ -
Less: scholarship allowances	(40,680,269)	-
Student tuition and fees (net)	64,870,603	-
Federal appropriations, grants and contracts	188,977,167	-
State grants and contracts	25,930,868	-
Local appropriations, grants and contracts	11,280,138	-
Non-governmental grants and contracts	6,657,568	11,464,616
Sales and services	29,305,952	3,050,470
Other operating revenues	33,346,367	-
Total operating revenues	360,368,663	14,515,086
EXPENSES		
Operating expenses:		
Instruction	133,882,866	-
Research	119,795,451	-
Public service	58,767,296	-
Academic support	27,492,786	-
Student services	16,924,147	-
Institutional support	30,856,688	-
Operation and maintenance of plant	34,420,962	-
Scholarships and fellowships	52,038,437	-
Auxiliary enterprises	24,601,058	-
Independent operations	15,936,298	-
Intercollegiate athletics	14,671,364	-
Student social and cultural	3,683,625	-
Loan administration (net)	238,046	-
Depreciation	28,415,521	49,980
Other operating expenses	-	14,221,291
Total operating expenses	561,724,545	14,271,271
Net operating (loss) income	(201,355,882)	243,815
Non-operating revenues (expenses):		
State appropriations	188,649,785	-
Gifts and non-exchange grants	8,729,490	-
Investment income	4,119,426	17,606,913
Interest and other expenses on capital asset-related debt	(7,233,757)	-
Other non-operating revenues (expenses)	(340,615)	(130,204)
Net non-operating revenues	193,924,329	17,476,709
Income (loss) before other revenues, expenses, gains or losses	(7,431,553)	17,720,524
Capital appropriations	11,256,833	-
Capital grants, gifts and other income	12,830,303	-
Building fees	5,454,995	-
Loss on disposal of plant	(2,003,565)	-
Gain on permanent endowments	16,700,071	-
Increase in net assets	36,807,084	17,720,524
NET ASSETS		
Beginning of year	521,857,525	87,442,642
End of year	\$ 558,664,609	\$ 105,163,166

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	-
Investment income (loss)	6,465,007	8,305,038
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 Cash Flows

For the Year Ended June 30, 2011

	University
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and fees and other student payments received	\$ 81,868,071
Grants and contracts received	227,021,407
Payments to suppliers	(100,486,853)
Payments for travel	(14,057,187)
Payments to employees and for employee benefits	(355,763,099)
Disbursement of net aid to students	(59,177,656)
Receipts from sales and services	32,589,213
Other operating revenues	28,191,433
NET CASH USED BY OPERATING ACTIVITIES	(159,814,671)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
State appropriations	188,649,785
Gifts for other than capital purposes	10,993,713
Private gifts for endowment	3,488,823
Other non-operating revenue	834,813
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	203,967,134
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from capital debt	-
Capital gifts, grants and contracts	32,002,155
Purchases/construction/renovation of capital assets	(29,423,918)
Principal paid on capital debt and leases	(11,947,776)
Interest and fees paid on capital debt and leases	(7,796,494)
Building fees received from students	5,454,995
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(11,711,038)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	63,469,328
Interest on investments	4,183,378
Purchase of investments	(58,037,500)
Realized gain on investments	5,824,420
NET CASH PROVIDED BY INVESTING ACTIVITIES	15,439,626
Net increase in cash and cash equivalents	47,881,051
Cash and cash equivalents - beginning of year	59,714,178
Cash and cash equivalents - end of year	\$ 107,595,229
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating loss	\$ (201,355,882)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation expense	28,415,521
Change in assets and liabilities:	
Decrease in accounts receivable	13,011,694
Decrease in prepaid expenses	3,169,812
Increase in inventory	(1,706)
Decrease in loans receivable	761,097
Increase in accounts payable	2,424,416
Decrease in other accrued liabilities	(1,966,163)
Decrease in deferred revenue	(4,273,460)
NET CASH USED BY OPERATING ACTIVITIES	\$ (159,814,671)

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.

Note 1 – Organization

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 University is governed by 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 49, *Accounting for Pollution Remediation Obligations*. Statement 49 establishes standards for identifying and reporting a liability related to pollution remediation. This statement is effective for periods beginning after December 15, 2007. The actual expenses related to asbestos abatement for 2011 and 2010 were \$58,671 and \$44,107, 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 New Mexico Uniform Prudent Management of Institutional Funds Act (UPMIFA), 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 at the end of each fiscal 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
Software	5 or 10 years
Equipment	6 or 15 years
Infrastructure	10 or 20 years
Componentized buildings	12 to 50 years
Library books	15 years
Non-componentized buildings	50 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, 2011 and 2010. 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, 2011 and 2010.

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

The Foundation's other long-term liabilities consist 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. There was no violation in fiscal year 2011, however for fiscal year 2010, NMAC 5.3.4.10 was violated, resulting in line item unfavorable budget variances totaling \$176,204. 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, 2011 and 2010. 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 2010 information to conform to 2011 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 money market funds.

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, 2011 and 2010, the University owned 19,279,882 and 18,671,566 shares which represented 28.94% and 29.80% of the total shares in the pool, respectively. The fair value per share as of June 30, 2011 and 2010, was \$2.04 and \$1.79, 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, 2011 and 2010.

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, 2011 and 2010, 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, 2011 and 2010. The Foundation's short-term investments in marketable securities consisted entirely of domestic stocks and bonds at June 30, 2011 and 2010.

Endowment investments were \$94,832,757 and \$84,192,038 at June 30, 2011 and 2010, 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, 2011 and 2010, the investments of the University and its Component Unit consisted of the following:

	2011		2010	
	Weighted Average Maturity (Years)	Fair Value	Weighted Average Maturity (Years)	Fair Value
University				
U.S. agency securities	3.88	\$ 87,541,587	3.58	\$ 120,835,793
Certificates of deposit	1.00	2,011,100	1.00	6,011,100
Corporate stocks and bonds		351,650		262,628
Permanent land fund		53,079,459		44,454,560
Pooled cash and investments held by others		39,408,835		33,462,399
Total investments		<u>\$ 182,392,631</u>		<u>\$ 205,026,480</u>
Foundation				
U.S. government and agency securities		\$ 17,238,689		\$ 2,620,538
Certificates of deposit		5,817,495		7,800,000
Corporate stocks and bonds		59,128,889		55,515,157
Alternative investments		16,231,937		16,021,862
Other investments		1,257,016		1,667,346
Total investments		<u>\$ 99,674,026</u>		<u>\$ 83,624,903</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, 2011 and 2010:

	2011	2010
Equities	78%	87%
Fixed income	18%	7%
Cash and cash equivalents	3%	5%
Investments not securities	1%	1%
	<u>100%</u>	<u>100%</u>

Collateralization of Deposits. At June 30, 2011 and 2010, the recorded values of the University's cash and time deposits with financial institutions were \$72,802,880 and \$46,669,670, respectively. Bank balances, which differ from the reported values due to reconciling items, are categorized and presented in the following table:

	2011	2010
University		
Amount insured by the Federal Deposit Insurance Corporation	\$ 35,290,516	\$ 1,000,159
Amount collateralized with securities held by the pledging financial institution	41,252,843	49,560,152
Uncollateralized	-	-
Total cash and time deposit bank balances	76,543,359	50,560,311
Time deposits	(2,011,100)	(6,011,100)
Cash equivalents	36,803,449	19,055,608
Other reconciling items	(3,740,479)	(3,890,641)
Total reported cash balance	<u>\$ 107,595,229</u>	<u>\$ 59,714,178</u>
Foundation		
Amount insured by the Federal Deposit Insurance Corporation	\$ 418,070	\$ 599,483
Amount in excess of FDIC coverage	1,045,614	115,425
Amount at Merrill Lynch insured by Security Investor Protection Corporation (SIPC) and the Federal Deposit Insurance Corporation	5,392,231	3,796,036
Total reported cash balance	<u>\$ 6,855,915</u>	<u>\$ 4,510,944</u>

The following table provides information on the University's cash and cash equivalents at June 30, 2011:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
First National Bank of Alamogordo				
Operational	Checking	\$ 86,375	\$ (265)	\$ 86,110
Operational	Debt service	545,854	-	545,854
East Texas National Bank				
Operational	Checking	34,047	-	34,047
Standard Chartered Bank				
Operational	Checking	253	-	253
Grants State Bank				
Operational	Checking	76,166	(253)	75,913
Wells Fargo Bank of New Mexico				
Operational	Checking	-	(3,793,871)	(3,793,871)
Operational	Student ACH	-	8,903	8,903
Operational	General	-	145,277	145,277
Operational	Payroll	-	(379,591)	(379,591)
Operational	Credit card	-	175,337	175,337
Operational	Debt service	4,556,203	-	4,556,203
Operational	Deposit	-	826	826
Operational	Savings	48,161,158	-	48,161,158
Operational	Cash management	21,025,785	-	21,025,785
Operational	Money market	12,252,260	-	12,252,260
Western Commerce Bank of Carlsbad				
Operational	Checking	35,073	(462)	34,611
Operational	Deposit	11,345	1,636	12,981
Cash on Hand				
Cash on hand	Cash	-	101,984	101,984
Federated Investment Manager				
Dividend reinvestment	Money market	24,551,189	-	24,551,189
Total cash and cash equivalents		<u>\$ 111,335,708</u>	<u>\$ (3,740,479)</u>	<u>\$ 107,595,229</u>

The following table provides information on the University's investments, including reconciling items, at June 30, 2011:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
Wells Fargo				
U.S. agency securities	Investment	\$ 40,294,486	\$ -	\$ 40,294,486
Morgan Keegan				
U.S. agency securities	Investment	22,087,344	-	22,087,344
FTN Financial				
U.S. agency securities	Investment	25,038,291	-	25,038,291
Legacy Treasury Direct				
U.S. agency securities	Investment	121,466	-	121,466
Forensic Testing and Laboratory				
Corporate stocks and bonds	Investment	139,753	-	139,753
Principal Funds				
Corporate stocks and bonds	Investment	105,137	-	105,137
A.G. Edwards				
Corporate stocks and bonds	Investment	65,701	-	65,701
Franklin Templeton				
Corporate stocks and bonds	Investment	34,628	-	34,628
Eberhardt Memorial				
Corporate stocks and bonds	Investment	6,431	-	6,431
Pioneer Bank				
Certificate of deposit	Investment	2,000,000	-	2,000,000
Citizen's Bank of Las Cruces				
Certificate of deposit	Investment	11,100	-	11,100
New Mexico State Investment Council				
Permanent land fund	Investment	53,079,459	-	53,079,459
New Mexico State University Foundation, Inc.				
NMSU endowments	Investment	39,408,835	-	39,408,835
Total investments		\$ 182,392,631	\$ -	\$ 182,392,631

Information on the Foundation's cash and cash equivalents and deposit accounts and investments, including reconciling items, at June 30, 2011, is provided below:

Account	Type of Account	Bank Balance	Reconciling Items	Book Balance
Wells Fargo Bank of New Mexico				
Operational Program	Checking	\$ 186,081	\$ (27,500)	\$ 158,581
Program	ACH	91,835	-	91,835
Program	Checking	712,590	(22,864)	689,726
Program - Transfer to Merrill Lynch	Transfer	313,099	42,373	355,472
Operational - NMSU Sports Enterprises	Checking	133,388	-	133,388
Citizens Bank of Las Cruces				
Program	Checking	31,779	(436)	31,343
Program	Money market	3,339	-	3,339
Bank of America				
Operational	Cash - matured CD	2,016,089	-	2,016,089
Merrill Lynch				
Operational	Checking	1	(264,483)	(264,482)
Operational	Money market	25,109	-	25,109
Program	Checking	620,024	(96,327)	523,697
Program	Money market	2,974,971	-	2,974,971
Merrill Lynch (Designated) cleared with interfund due to/from entities	Money market	-	(3,498,669)	(3,498,669)
Due from for investments	Money market	3,313,442	-	3,313,442
Hedge Access	Money market	1,525	-	1,525
Eagle	Money market	44,642	-	44,642
McDonnell	Money market	1,788	-	1,788
Global Templeton	Money market	7,766	-	7,766
Tradewinds NWQ	Money market	340,048	-	340,048
Earnest	Money market	49,012	-	49,012
NWQ	Money market	20,720	-	20,720
Insight	Money market	61,461	-	61,461
Fred Alger	Money market	114,751	-	114,751
Oppenheimer	Money market	8,089	-	8,089
Venture Capital	Money market	45,538	-	45,538
Alliance Bernstein	Money market	91,488	-	91,488
Managed Futures	Money market	3,263	-	3,263
Invesco REITS	Money market	155,145	-	155,145
Aletheia (large cap value)	Money market	68,526	-	68,526
Short term investment fund	Money market	17,378	-	17,378
Uma Atlanta	Money market	389,143	-	389,143
Scafer Cullen (large cap growth)	Money market	352,057	-	352,057
NMSU Business College	Money market	1,559	-	1,559
Less: cash allocated to NMSU for AHIT	Money market	(1,471,825)	-	(1,471,825)
Total cash and cash equivalents		<u>\$ 10,723,821</u>	<u>\$ (3,867,906)</u>	<u>\$ 6,855,915</u>
Merrill Lynch				
Corporate stocks and bonds	Investment	\$ 52,680,332	\$ -	\$ 52,680,332
U.S. government and agency securities	Investment	17,238,689	-	17,238,689
Mortgage-backed securities	Investment	4,869,746	-	4,869,746
Other investments				
Limited Partnerships	Investment	17,810,748	-	17,810,748
Real Estate Holdings	Investment	843,131	-	843,131
Short-term (various financial institutions)	Investment	6,130,644	-	6,130,644
Accrued investment interest	Investment	100,736	-	100,736
Total investments		<u>\$ 99,674,026</u>	<u>\$ -</u>	<u>\$ 99,674,026</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, 2011, 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	\$ 87,541,587	\$ -	\$ 87,541,587	\$ -	\$ -
Permanent land fund	Long-term	53,079,459	-	53,079,459	-	-
Pooled cash and investments held by others	Long-term	39,408,835	-	39,408,835	-	-
Items not subject to interest rate risk:						
Certificates of deposits	Short-term	2,011,100	2,011,100	-	-	-
Corporate stocks and bonds	Short-term	351,650	351,650	-	-	-
Total investments		<u>\$ 182,392,631</u>	<u>\$ 2,362,750</u>	<u>\$ 180,029,881</u>	<u>\$ -</u>	<u>\$ -</u>
Foundation						
U.S. government and agency securities	Long-term	\$ 9,558,342	\$ 5,450,559	\$ 3,964,756	\$ 143,027	\$ -
Certificates of deposits	Short-term	13,497,842	9,912,856	3,469,962	54,781	60,243
Items not subject to interest rate risk:						
Corporate and foreign stocks	Not aged	52,680,332	-	52,680,332	-	-
Alternative investment	Not aged	17,810,748	-	17,810,748	-	-
Mortgage-backed securities	Not aged	4,869,746	-	4,869,746	-	-
Other investments	Not aged	1,257,016	-	1,257,016	-	-
Total investments		<u>\$ 99,674,026</u>	<u>\$15,363,415</u>	<u>\$ 84,052,560</u>	<u>\$ 197,808</u>	<u>\$ 60,243</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, 2011, and their exposure to credit risk follows:

	Rating	Fair Value
University		
U.S. agency securities	Moody's---AAA/Aaa	\$ 87,541,587
Certificates of deposits	Federally insured	2,011,100
Corporate stocks and bonds	Moody's---B1/B+	10,035
	Moody's---BAA2/BBB	10,706
	Not rated	330,909
Pooled cash and investments held by others	N/A	92,488,294
Total investments		<u>\$ 182,392,631</u>
Foundation		
U.S. government and agency securities	Moody's---Aaa	\$ 9,558,342
Certificates of deposits	Federally insured	5,817,495
Corporate bonds	A1	692,034
Corporate bonds	A2	624,972
Corporate bonds	A3	505,011
Corporate bonds	AA1	58,344
Corporate bonds	AA2	220,408
Corporate bonds	AA3	373,164
Corporate bonds	AAA	4,042,958
Corporate bonds	BAA1	345,151
Corporate bonds	BAA2	452,190
Corporate bonds	BAA3	366,115
Corporate stocks	Not rated	38,917,592
Foreign stocks	Not rated	13,762,740
Mortgage-backed securities	AAA+	4,869,746
Alternative investments	Not rated	17,810,748
Other investments (real estate and accrued investment interest)	N/A	1,257,016
Total investments		<u>\$ 99,674,026</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, 2011 and 2010, total bank balances of the University were \$76,543,359 and \$50,560,311, 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, 2011	June 30, 2010
Category 2	\$ 41,252,843	\$ 49,560,152

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, 2011 and 2010, the University's certificate of deposit balances were \$2,011,100 and \$6,011,100, respectively. There were no investment balances that were subject to custodial credit risk in Category 1, uninsured, not registered in the name of the University and held by the counterparty, and Category 2, uninsured, not registered in the name of the University and are held by the counterparty's trust department or agent, but not in the University's name.

Note 4 – Accounts Receivable and Deferred Revenue

Accounts receivable consists of the following at June 30, 2011 and 2010:

	2011	2010
University		
Student tuition and fees	\$ 32,538,409	\$ 28,189,102
Federal, state, and private grants and contracts	45,999,790	69,129,524
Other	1,975,085	450,408
Cash and cash equivalents held in trust for NMSU	276,604	2,285,474
Due from Component Units	2,287,417	1,230,858
Less: allowance for doubtful accounts	(17,413,402)	(13,932,073)
Net accounts receivable	<u>\$ 65,663,903</u>	<u>\$ 87,353,293</u>
Foundation		
Net miscellaneous accounts receivable	<u>\$ 742,190</u>	<u>\$ 630,979</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, 2011 and 2010:

	2011	2010
University		
Student tuition and fees	\$ 1,219,934	\$ 2,442,961
Federal, state, and private grants and contracts	11,073,921	15,474,599
Other	2,834,730	1,475,813
Net deferred revenue	<u>\$ 15,128,585</u>	<u>\$ 19,393,373</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 water rights, permitted to it in 1985, equaling 11,454 acre feet per annum. NMSU has perfected 2,890 acre feet, to date, and has until 2020 to perfect the remaining permitted rights through demonstrated beneficial use. Since there is no material historical cost that can be identified in acquisition of the water rights, in accordance with GASB 51, the University has not presented the water rights as an intangible asset 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.

Changes in capital asset balances for the year ended June 30, 2011, were as follows:

	Balance July 1 2010	Additions	Transfers	Retirements	Balance June 30 2011
University					
Capital assets not being depreciated:					
Land and land improvements	\$ 10,696,079	\$ -	\$ -	\$ -	\$ 10,696,079
Construction in progress	19,672,574	37,728,344	(4,952,820)	(1,158,661)	51,289,437
Software implementation in progress	995,021	-	-	-	995,021
Total capital assets not being depreciated	<u>\$ 31,363,674</u>	<u>\$ 37,728,344</u>	<u>\$ (4,952,820)</u>	<u>\$ (1,158,661)</u>	<u>\$ 62,980,537</u>
Other capital assets:					
Buildings	\$532,301,156	\$ 5,014,907	\$ 3,706,781	\$ (66,751)	\$540,956,093
Infrastructure	44,790,203	1,069,655	1,246,039	(207)	47,105,690
Equipment	119,911,330	6,915,677	-	(8,696,588)	118,130,419
Software	14,133,257	814,974	-	(16,848)	14,931,383
Library books	63,926,397	3,545,668	-	(94,762)	67,377,303
Total other capital assets	<u>775,062,343</u>	<u>17,360,881</u>	<u>4,952,820</u>	<u>(8,875,156)</u>	<u>788,500,888</u>
Less accumulated depreciation for:					
Buildings	(240,830,639)	(15,937,656)	-	12,612	(256,755,683)
Infrastructure	(29,967,007)	(1,749,846)	-	-	(31,716,853)
Equipment	(88,116,753)	(6,729,424)	-	7,919,508	(86,926,669)
Software	(7,196,940)	(1,364,684)	-	3,370	(8,558,254)
Library books	(44,211,136)	(2,633,911)	-	94,762	(46,750,285)
Total accumulated depreciation	<u>(410,322,475)</u>	<u>(28,415,521)</u>	<u>-</u>	<u>8,030,252</u>	<u>(430,707,744)</u>
Other capital assets, net	<u>\$364,739,868</u>	<u>\$ (11,054,640)</u>	<u>\$ 4,952,820</u>	<u>\$ (844,904)</u>	<u>\$357,793,144</u>
Capital asset summary:					
Capital assets not being depreciated	\$ 31,363,674	\$ 37,728,344	\$ (4,952,820)	\$ (1,158,661)	\$ 62,980,537
Other capital assets, at cost	775,062,343	17,360,881	4,952,820	(8,875,156)	788,500,888
Total cost of capital assets	806,426,017	55,089,225	-	(10,033,817)	851,481,425
Less: accumulated depreciation	(410,322,475)	(28,415,521)	-	8,030,252	(430,707,744)
Capital assets, net	<u>\$396,103,542</u>	<u>\$ 26,673,704</u>	<u>\$ -</u>	<u>\$ (2,003,565)</u>	<u>\$420,773,681</u>
Foundation					
Capital assets	\$ 413,042	\$ 112,871	\$ -	\$ (39,068)	\$ 486,845
Less: accumulated depreciation	(291,758)	(49,980)	-	39,068	(302,670)
Capital assets, net	<u>\$ 121,284</u>	<u>\$ 62,891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184,175</u>

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	<u>\$ 28,615,350</u>	<u>\$ 13,330,712</u>	<u>\$ (10,234,103)</u>	<u>\$ (348,285)</u>	<u>\$ 31,363,674</u>
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	<u>738,828,584</u>	<u>34,693,322</u>	<u>10,234,103</u>	<u>(8,693,666)</u>	<u>775,062,343</u>
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	<u>(388,789,440)</u>	<u>(29,339,606)</u>	<u>-</u>	<u>7,806,571</u>	<u>(410,322,475)</u>
Other capital assets, net	<u>\$350,039,144</u>	<u>\$ 5,353,716</u>	<u>\$ 10,234,103</u>	<u>\$ (887,095)</u>	<u>\$364,739,868</u>
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	<u>767,443,934</u>	<u>48,024,034</u>	<u>-</u>	<u>(9,041,951)</u>	<u>806,426,017</u>
Less: accumulated depreciation	<u>(388,789,440)</u>	<u>(29,339,606)</u>	<u>-</u>	<u>7,806,571</u>	<u>(410,322,475)</u>
Capital assets, net	<u>\$378,654,494</u>	<u>\$ 18,684,428</u>	<u>\$ -</u>	<u>\$ (1,235,380)</u>	<u>\$396,103,542</u>
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	<u>\$ 130,274</u>	<u>\$ 5,197</u>	<u>\$ -</u>	<u>\$ (14,187)</u>	<u>\$ 121,284</u>

The University had no significant asset impairments during the fiscal years ended June 30, 2011 and 2010.

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, 2011, follows:

	Balance July 1 2010	Additions	Reductions	Balance June 30 2011	Current Portion (due in 2012)	
University						
Bonds and contracts payable:						
Revenue bonds payable	\$ 156,131,399	\$ -	\$ (11,709,734)	\$ 144,421,665	\$ 8,895,000	
Contracts payable	333,961	156,262	(200,858)	289,365	160,003	
Total bonds, contracts	<u>156,465,360</u>	<u>156,262</u>	<u>(11,910,592)</u>	<u>144,711,030</u>	<u>9,055,003</u>	
Other liabilities:						
Accrued compensated absences	19,520,101	4,941,428	(5,108,078)	19,353,451	3,779,145	
Other post employment benefits	13,847,000	3,876,000	-	17,723,000	-	
Other	594,261	-	(37,184)	557,077	-	
Total other liabilities	<u>33,961,362</u>	<u>8,817,428</u>	<u>(5,145,262)</u>	<u>37,633,528</u>	<u>3,779,145</u>	
Total long-term liabilities	<u>\$ 190,426,722</u>	<u>\$ 8,973,690</u>	<u>\$ (17,055,854)</u>	<u>\$ 182,344,558</u>	<u>\$ 12,834,148</u>	
	Balance July 1 2010	Additions	Reductions	Changes in Estimate	Balance June 30 2011	Current Portion (due in 2012)
Foundation						
Gift annuities payable	\$ 2,403,488	\$ 160,608	\$ (3,071)	\$ 87,813	\$ 2,648,838	\$ 193,656
Payable under unitrusts	213,431	-	-	6,683	220,114	29,813
Total long-term liabilities	<u>\$ 2,616,919</u>	<u>\$ 160,608</u>	<u>\$ (3,071)</u>	<u>\$ 94,496</u>	<u>\$ 2,868,952</u>	<u>\$ 223,469</u>

A summary of changes in long-term liability 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>

Bonds Payable. On February 3, 2010, 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 payable 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 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, 2011 and 2010, 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 2011 and 2010 was \$6,072,836 and \$5,091,881, respectively, net of interest income. Of these amounts, \$2,234,951 and \$1,001,157 was capitalized during fiscal years 2011 and 2010, respectively.

Total University issued bonds and those outstanding on June 30, 2011 and 2010, excluding bonds issued by local governments on behalf of certain community colleges (See Note 13), consisted of:

	Total Issued	Outstanding	
		2011	2010
Revenue and improvement revenue			
Bond Series 2001, (3.95% - 5.00%) advance funded in 2011 by the 2010 revenue bond series	\$ 9,210,000	\$ -	\$ 5,610,000
Revenue and improvement revenue			
Bond Series 2002, (2.00% - 5.00%) final maturity 2022	15,495,000	6,110,000	7,445,000
Refunding and improvement revenue			
Bonds Series 2003, (2.00% - 5.00%) final maturity 2023	28,495,000	17,050,000	19,040,000
Improvement revenue bonds			
Bond Series 2004B, (2.00% - 5.00%) final maturity 2025	42,275,000	33,875,000	35,275,000
Improvement revenue bonds			
Bond Series 2006, (4.00% - 5.25%) final maturity 2026	10,245,000	8,380,000	8,765,000
Refunding and improvement revenue bonds			
Bond Series 2010A, 2010B, 2010C, 2010D, (1.89% - 5.27%) final maturity 2030	78,670,000	78,005,000	78,670,000
Total bonds payable	184,390,000	143,420,000	154,805,000
Plus: unamortized net premium	(2,500,038)	1,161,362	1,461,401
Less: unamortized loss on refunding	(169,759)	(159,697)	(135,002)
Bonds payable, net	<u>\$ 181,720,203</u>	<u>\$ 144,421,665</u>	<u>\$ 156,131,399</u>

The maturity schedule for the University bonds payable at June 30, 2011, follows:

Year Ending June 30	Principal	Interest
2012	\$ 8,895,000	\$ 6,819,199
2013	9,025,000	6,486,070
2014	8,235,000	6,152,715
2015	8,435,000	5,829,375
2016	8,470,000	5,501,544
2017-2021	42,060,000	22,290,436
2022-2026	39,850,000	11,579,801
2027-2030	18,450,000	2,895,113
Total	<u>\$ 143,420,000</u>	<u>\$ 67,554,253</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, 2011.

Type of Property	Asset Carrying Value	Net Present Value of Minimum Lease Payments
Office equipment	\$ 721,502	\$ 289,365
Total	<u>\$ 721,502</u>	<u>\$ 289,365</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
2012	\$ 129,362	\$ 16,212	\$ 145,574
2013	60,065	9,417	69,482
2014	51,573	5,159	56,732
2015	30,420	2,353	32,773
2016	17,945	466	18,411
Total minimum lease payments	<u>\$ 289,365</u>	<u>\$ 33,607</u>	<u>\$ 322,972</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, qualified domestic partner 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%. As of July 1, 2011, the contribution required by employees earning more than \$20,000 will increase to 11.15% and the University contribution will decrease to 9.15%. The contribution rates remain unchanged for employees earning \$20,000 or less. 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. The University's contributions to the ERB for the years ended June 30, 2011, 2010 and 2009, were \$22,337,767, \$22,936,378 and \$23,798,427, 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 employer contributions on eligible retiree wages. No contribution is required by the retiree. As of July 1, 2009, the University was required to make regular (20.3%) employer contributions on eligible retiree wages through June 30, 2011. As of July 1, 2011, House Bill 129 was passed requiring retirees to contribute the employee portion. Under the bill, retirees earning more than \$20,000 will be required to contribute 11.15% and the University will be required to contribute 9.15%. For retirees earning \$20,000 or less, the retiree will be required to contribute 7.9% and the University will be required to contribute 12.4%. The University's contribution to the ERB for RTW program participants for the years ended June 30, 2011, 2010 and 2009 were \$430,901, \$445,167 and \$264,822, 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, 2011, 2010 and 2009, were \$24,887,917, \$25,812,652, and \$28,042,960, respectively. Until June 30, 2009, employees under this plan contributed 7.9% of their gross salaries. House Bill 854 increased plan members' contributions to 9.4%, effective July 1, 2009. As of July 1, 2011, contribution for employees earning more than \$20,000 will increase to 11.15% and the University's contribution to the carrier will decrease to 6.15%, with an additional 3.0% paid by the University to the ERB as an administrative fee. For employees earning \$20,000 or less, the required contribution will be 7.9%, and the University will be required to contribute 9.4% 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 may be distributed as an annuity, a rollover or a withdrawal. The University's contributions for the years ended June 30, 2011, 2010 and 2009, were \$1,964,428, \$2,037,466 and \$2,405,755, respectively, for employees participating in the ARP. Additionally, \$746,638, \$774,291 and \$841,289, were paid as administrative fees to the ERB for the years ended June 30, 2011, 2010, and 2009, respectively; employees participating in the ARP made contributions totaling \$2,337,419, \$2,413,082 and \$2,199,668, 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, 2011 and 2010, there were 7 and 9 employees, respectively, enrolled under CSRS and 16 and 18 employees, respectively, enrolled under FERS. The University contributes 7.0% and employees contribute 7.0% under CSRS. The University contributes 11.7% and employees contribute 0.8% under FERS. For the fiscal years ended June 30, 2011, 2010 and 2009, the University contributed \$191,092, \$215,184, and \$221,260, respectively; employees contributed \$55,587, \$71,912, and \$83,952, respectively, under both plans.

Note 9 – Other Postemployment Benefits Plan

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. All premiums for life insurance are paid by the retiree.

The University currently pays 60% of the monthly medical and prescription premium for retirees and their eligible dependents until the retiree reaches age 70. As of June 30, 2011 and 2010, there were 977 and 966 retirees who met the eligibility requirements for health 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 2011 was \$3,076,000, 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, 2010, 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:

	2011
Annual required contribution	\$ 6,858,000
Interest on net OPEB Obligation	623,000
Adjustment to annual required contribution	(529,000)
Annual OPEB cost (expense)	<u>6,952,000</u>
Contributions made	<u>(3,076,000)</u>
Increase in net OPEB obligation	<u>3,876,000</u>
Net OPEB obligation beginning of year	<u>13,847,000</u>
Net OPEB obligation end of year	<u>\$ 17,723,000</u>

Annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the OPEB obligation for fiscal year 2011 is as follows:

Annual required contribution	\$ 6,858,000
% of annual OPEB cost contributed	44.9%
Net OPEB obligation	\$ 3,076,000

Funded Status and Funding Progress. As of July 1, 2010, the updated actuarial valuation date, the present value of all future expected post-retirement health payments and administrative costs attributable to past service, was \$87,632,000, and the actuarial value of assets was zero. The covered payroll (annual payroll of active employees covered by the plan) was \$270,680,385, and the ratio of the UAAL to the covered payroll was 32%.

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, 2011, the estimated remaining cost to complete these and other in-house construction and renovation projects was approximately \$158 million with an estimated completion date of February 2014. The remaining cost will be financed as follows:

Funding Sources	Amount
Revenue bonds	\$ 51,608,015
General obligation bonds	43,837,686
Severance tax bonds	6,715,378
University funds	31,217,547
State funds	14,000,419
Gifts, grants and contracts	11,095,586
Total	<u>\$ 158,474,631</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
2012	\$ 2,394,180
2013	1,660,881
2014	1,415,403
2015	1,175,278
2016	900,037
Years thereafter	113,843
Total minimum lease payments	<u>\$ 7,659,622</u>

Operating lease payments made in fiscal years 2011 and 2010 are as follows:

	2011	2010
Minimum rentals	\$ 2,145,589	\$ 2,185,123
Contingent rentals	93,838	80,870
Total lease payments	<u>\$ 2,239,427</u>	<u>\$ 2,265,993</u>

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

Other Commitments. At June 30, 2011, 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 \$13 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. 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, 2011 and 2010, and for the fiscal years then ended follows:

	2011	2010
Capital assets	\$ 184,175	\$ 121,284
Other assets	150,387,796	127,977,146
Total assets	150,571,971	128,098,430
Long-term liabilities	42,054,317	36,000,012
Other liabilities	3,354,488	4,655,776
Total liabilities	45,408,805	40,655,788
Invested in capital assets, net of related debt	184,175	121,284
Restricted for endowments	65,556,758	65,673,845
Restricted for general activities	35,335,492	16,048,751
Unrestricted	4,086,741	5,598,762
Total net assets	<u>\$ 105,163,166</u>	<u>\$ 87,442,642</u>
Operating revenues	\$ 14,515,086	\$ 11,065,807
Depreciation	(49,980)	(49,458)
Other operating expense	(14,221,291)	(12,343,957)
Non-operating revenue (expense)	(130,204)	(253,540)
Gain on endowments	17,606,913	8,305,038
Increase in net assets	<u>\$ 17,720,524</u>	<u>\$ 6,723,890</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 purposes are to promote and contribute to economic development and 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, 2011 and 2010, and for the fiscal years then ended follows:

	2011	2010
Total assets	\$ 973,515	\$ 888,096
Total net assets	\$ 953,163	\$ 868,297
Total revenues and other additions	\$ 457,372	\$ 460,527
Total expenditures	\$ 404,932	\$ 294,661

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, 2011 and 2010, the University paid Risk Management \$4,432,038, and \$3,972,380 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. 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, the University has heard nothing from the Department and has no reason to doubt the reasonability of the final assessment estimate determined in the aforementioned 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. The University and the New Mexico Department of Transportation have resolved \$242,515; however an additional \$406,331 was determined by the Research Bureau Chief as

inadequate. 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, 2011 and 2010, the cash balances available to make the next semi-annual payments were \$545,854 and \$481,800, respectively, for the Alamogordo Community College, \$661,511 and \$482,518, respectively, for the Carlsbad Community College and \$3,894,693 and \$4,304,556, 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
2012	\$ 285,000	\$ 166,954	\$ 451,954
2013	295,000	156,078	451,078
2014	310,000	144,735	454,735
2015	325,000	132,829	457,829
2016	340,000	120,572	460,572
2017-2021	1,935,000	395,258	2,330,258
2020-2026	980,000	52,450	1,032,450
Total	\$ 4,470,000	\$ 1,168,876	\$ 5,638,876
Carlsbad Community College			
Year Ending June 30	Principal	Interest	Total
2012	\$ 275,000	\$ 88,437	\$ 363,437
2013	285,000	78,638	363,638
2014	290,000	68,575	358,575
2015	300,000	58,250	358,250
2016	315,000	46,700	361,700
2017-2021	1,010,000	61,600	1,071,600
2020-2026	-	-	-
Total	\$ 2,475,000	\$ 402,200	\$ 2,877,200
Dona Ana Community College			
Year Ending June 30	Principal	Interest	Total
2012	\$ 3,250,000	\$ 729,324	\$ 3,979,324
2013	3,300,000	644,882	3,944,882
2014	2,950,000	545,633	3,495,633
2015	2,225,000	462,507	2,687,507
2016	1,915,000	395,813	2,310,813
2017-2021	6,845,000	1,171,389	8,016,389
2020-2026	2,825,000	186,500	3,011,500
Total	\$ 23,310,000	\$ 4,136,048	\$ 27,446,048

Note 14 – Natural Classification Operating Expenses

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

	2011		2010	
	University	Component Unit	University	Component Unit
Operating Expenses				
Salaries:				
Faculty	\$ 86,797,829	\$ -	\$ 86,699,165	\$ -
Exempt staff	111,911,192	1,433,075	111,290,811	1,202,208
Non-exempt staff	36,547,976	167,656	38,605,162	159,114
Student/graduate assistant	30,107,113	38,186	31,018,372	151,176
Other compensation	5,316,275	8,805	5,459,055	7,765
Total salaries	<u>270,680,385</u>	<u>1,647,722</u>	<u>273,072,565</u>	<u>1,520,263</u>
Other Operating Expenses:				
Benefits	86,202,591	-	80,684,532	-
Termination benefits	1,574,806	-	-	-
Travel	13,490,350	108,593	15,506,300	127,125
Scholarship and fellow ships	58,111,279	10,977,713	52,536,854	8,361,809
Utilities	14,907,861	5,013	14,044,289	2,680
Professional fees	21,191,583	230,498	18,626,000	243,629
Supplies and other services	67,150,169	1,251,752	66,945,983	2,088,451
Depreciation	28,415,521	49,980	29,339,606	49,458
Total operating expenses	<u>\$ 561,724,545</u>	<u>\$ 14,271,271</u>	<u>\$ 550,756,129</u>	<u>\$ 12,393,415</u>

Note 15 – Termination Benefits

In December 2010, the University offered an incentive retirement program. All regular University employees eligible to retire under the Educational Retirement Account (ERA) Rules by January 1, 2011, (including participants with the New Mexico Alternative Retirement Program) who held positions funded from Instruction and General or regular recurring sources and whose position, if vacated, resulted in a permanent cost savings in accordance with incentive retirement program guidelines were eligible to participate.

Those employees who elected to retire under this program by December 31, 2010, received a one-time cash incentive payment equal to the greater of \$500 per year of regular continuous service or three months of their base salary. Employees are responsible for any tax consequences related to the payment. In addition, the incentive pay is not included in the reportable earnings to the ERA.

All cash distributions related to the retirement incentive program were made on or prior to June 30, 2011. In total, 81 employees elected to retire with the incentive program for a total disbursement of \$1,193,035. In addition, related fringe benefit costs were incurred for a total of \$381,771. As all payments were distributed during the fiscal year ended June 30, 2011, no liabilities are recorded as of June 30, 2011, related to this incentive program. Other than the cash incentive distribution, no additional benefits were provided by the University or the ERA beyond the standard eligible retirement benefits.

Note 16 – New Accounting Standards

GASB Statement No. 54 (*Fund Balance Reporting and Governmental Fund Type Definitions*) and GASB Statement No. 59 (*Financial Instruments Omnibus*) are effective for the University as of fiscal year 2011. GASB Statement No. 54 does not apply to the University for financial reporting purposes, as the University is considered a special-purpose government engaged only in business-type activities. The

University has implemented GASB No. 59 which resulted in a modification of the presentation of the exposure to interest rate risk, included in Note 3.

GASB Statement No. 61 (*The Financial Reporting Entity: Omnibus – an amendment of GASB Statement No. 14 and No. 34*) will be effective for the University as of fiscal year 2013. The University has not concluded its assessment of the impact of this standard.

New Mexico State University
Combining Statement of Net Assets
Primary Institution
June 30, 2011 and 2010

Schedule 1

	New Mexico State University		Arrowhead Center, Inc		Elimination Adjustments		Total Primary Institution	
	2011	2010	2011	2010	2011	2010	2011	2010
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 32,616,885	\$ 16,766,909	\$ 545,855	\$ 755,562	\$ -	\$ -	\$ 33,162,740	\$ 17,522,471
Cash and cash equivalents held in trust by Component Unit for NMSU	276,604	2,285,474	-	-	-	-	276,604	2,285,474
Short-term investments	2,011,100	6,011,100	-	-	-	-	2,011,100	6,011,100
Accounts receivable, net	63,084,551	83,811,754	15,331	25,207	-	-	63,099,882	83,836,961
Due from Component Unit	2,287,417	1,230,858	-	-	-	-	2,287,417	1,230,858
Inventories	1,979,001	1,977,295	-	-	-	-	1,979,001	1,977,295
Prepaid expenses	2,509,188	5,896,735	272,576	-	-	-	2,781,764	5,896,735
Student loans receivable - current portion, net	1,456,250	1,532,359	-	-	-	-	1,456,250	1,532,359
Total current assets	106,220,996	119,512,484	833,762	780,769	-	-	107,054,758	120,293,253
Non-current assets:								
Restricted cash and cash equivalents	74,432,489	42,191,707	-	-	-	-	74,432,489	42,191,707
Investments held by others	53,079,459	43,846,667	-	-	-	-	53,079,459	43,846,667
Investments held in trust by Component Unit for NMSU	39,408,834	33,592,999	-	-	-	-	39,408,834	33,592,999
Other long-term investments	87,753,485	121,468,387	139,753	107,327	-	-	87,893,238	121,575,714
Student loans receivable, net	13,106,247	13,791,235	-	-	-	-	13,106,247	13,791,235
Prepaid expenses	432,273	487,114	-	-	-	-	432,273	487,114
Capital assets, net	420,773,681	396,103,542	-	-	-	-	420,773,681	396,103,542
Total non-current assets	688,986,468	651,481,651	139,753	107,327	-	-	689,126,221	651,588,978
TOTAL ASSETS	795,207,464	770,994,135	973,515	888,096	-	-	796,180,979	771,882,231
LIABILITIES								
Current liabilities:								
Accounts payable	15,926,840	13,447,509	17,825	1,942	-	-	15,944,665	13,449,451
Other accrued liabilities	20,697,674	21,482,676	-	-	592,626	1,780,960	21,290,300	23,263,636
Deferred revenue	15,126,058	19,375,516	2,527	17,857	-	-	15,128,585	19,393,373
Accrued interest payable	2,128,606	2,813,529	-	-	-	-	2,128,606	2,813,529
Long-term liabilities - current portion	12,834,148	10,276,305	-	-	-	-	12,834,148	10,276,305
Total current liabilities	66,713,326	67,395,535	20,352	19,799	592,626	1,780,960	67,326,304	69,196,294
Non-current liabilities:								
Accrued benefit reserves	679,656	677,995	-	-	-	-	679,656	677,995
Other long-term liabilities	169,510,410	180,150,417	-	-	-	-	169,510,410	180,150,417
Total non-current liabilities	170,190,066	180,828,412	-	-	-	-	170,190,066	180,828,412
TOTAL LIABILITIES	236,903,392	248,223,947	20,352	19,799	592,626	1,780,960	237,516,370	250,024,706
NET ASSETS								
Invested in capital assets, net of related debt	283,895,401	282,243,615	-	-	-	-	283,895,401	282,243,615
Restricted for:								
Non-expendable:								
Endowments	82,651,490	68,565,126	-	-	-	-	82,651,490	68,565,126
Expendable:								
General activities	2,847,906	1,080,510	-	-	-	-	2,847,906	1,080,510
Federal student loans	16,981,814	16,923,800	-	-	-	-	16,981,814	16,923,800
Capital projects	26,765,662	20,912,071	-	-	-	-	26,765,662	20,912,071
Related entity activities	9,534,632	7,291,444	-	-	(18,481)	(912,663)	9,516,151	6,378,781
Unrestricted	136,006,185	125,753,622	953,163	868,297	(953,163)	(868,297)	136,006,185	125,753,622
TOTAL NET ASSETS	\$ 558,683,090	\$ 522,770,188	\$ 953,163	\$ 868,297	\$ (971,644)	\$ (1,780,960)	\$ 558,664,609	\$ 521,857,525

New Mexico State University
Combining Statement of Revenues, Expenses, and Changes in Net Assets
Primary Institution
For the Years Ended
June 30, 2011 and 2010

Schedule 2

	New Mexico State University		Arrowhead Center, Inc.		Elimination Adjustments		Total Primary Institution	
	2011	2010	2011	2010	2011	2010	2011	2010
REVENUES								
Operating revenues:								
Student tuition and fees (gross)	\$ 105,550,872	\$ 96,159,698	\$ -	\$ -	\$ -	\$ -	\$ 105,550,872	\$ 96,159,698
Less: Scholarship allowances	(40,680,269)	(35,691,500)	-	-	-	-	(40,680,269)	(35,691,500)
Student tuition and fees (net)	64,870,603	60,468,198	-	-	-	-	64,870,603	60,468,198
Federal appropriations, grants and contracts	188,977,167	180,898,447	-	-	-	-	188,977,167	180,898,447
State grants and contracts	25,930,868	27,930,788	-	-	-	-	25,930,868	27,930,788
Local appropriations, grants and contracts	11,280,138	10,928,847	-	-	-	-	11,280,138	10,928,847
Non-governmental grants and contracts	6,657,568	6,865,192	-	-	-	-	6,657,568	6,865,192
Sales and services	29,305,952	31,752,368	457,372	460,527	(457,372)	(460,527)	29,305,952	31,752,368
Other operating revenues	33,346,367	36,135,145	-	-	-	-	33,346,367	36,135,145
Total operating revenues	360,368,663	354,978,985	457,372	460,527	(457,372)	(460,527)	360,368,663	354,978,985
EXPENSES								
Operating expenses:								
Instruction	134,950,124	134,093,369	-	-	(1,067,258)	(800,143)	133,882,866	133,293,226
Research	120,720,576	126,506,814	-	-	(925,125)	(754,874)	119,795,451	125,751,940
Public service	59,232,391	63,213,766	-	-	(465,095)	(377,200)	58,767,296	62,836,566
Academic support	27,708,287	26,350,946	-	-	(215,501)	(157,238)	27,492,786	26,193,708
Student services	17,057,162	17,473,545	-	-	(133,015)	(104,266)	16,924,147	17,369,279
Institutional support	31,101,159	28,177,950	-	-	(244,471)	(168,139)	30,856,688	28,009,811
Operation and maintenance of plant	34,614,902	23,839,031	-	-	(193,940)	(142,249)	34,420,962	23,696,782
Scholarships and fellowships	52,461,053	46,288,438	-	-	(422,616)	(276,206)	52,038,437	46,012,232
Auxiliary enterprises	24,795,626	23,659,879	-	-	(194,568)	(141,180)	24,601,058	23,518,699
Independent operations	16,062,987	15,937,150	-	-	(126,689)	(95,098)	15,936,298	15,842,052
Intercollegiate athletics	14,787,489	14,896,133	-	-	(116,125)	(88,886)	14,671,364	14,807,247
Student social and cultural	3,712,365	3,996,999	-	-	(28,740)	(23,850)	3,683,625	3,973,149
Loan administration	239,903	112,503	-	-	(1,857)	(671)	238,046	111,832
Depreciation	28,415,521	29,339,606	-	-	-	-	28,415,521	29,339,606
Other operating expense	-	-	404,932	294,661	(404,932)	(294,661)	-	-
Total operating expenses	565,859,545	553,886,129	404,932	294,661	(4,539,932)	(3,424,661)	561,724,545	550,756,129
Net operating income / (expense)	(205,490,882)	(198,907,144)	52,440	165,866	4,082,560	2,964,134	(201,355,882)	(195,777,144)
Non-operating revenues / (expenses):								
State appropriations	188,649,785	203,327,500	-	-	-	-	188,649,785	203,327,500
Gifts and non-exchange grants	8,729,490	7,767,251	-	-	-	-	8,729,490	7,767,251
Investment income	4,119,426	6,465,007	-	-	-	-	4,119,426	6,465,007
Interest and other expenses on capital asset-related debt	(7,233,757)	(2,872,586)	-	-	-	-	(7,233,757)	(2,872,586)
Other non-operating revenues / (expenses)	(1,905,236)	(16,904,111)	32,426	813	1,532,195	885,204	(340,615)	(16,018,094)
Net non-operating revenues / (expenses)	192,359,708	197,783,061	32,426	813	1,532,195	885,204	193,924,329	198,669,078
Income before other revenues, expenses, gains or losses	(13,131,174)	(1,124,083)	84,866	166,679	5,614,755	3,849,338	(7,431,553)	2,891,934
Capital appropriations	16,062,272	21,579,897	-	-	(4,805,439)	(4,682,029)	11,256,833	16,897,868
Capital grants, gifts and other income	12,830,303	12,666,798	-	-	-	-	12,830,303	12,666,798
Building fees	5,454,995	5,481,150	-	-	-	-	5,454,995	5,481,150
Gain on sale of land	-	-	-	-	-	-	-	-
Loss on disposal of plant	(2,003,565)	(1,234,155)	-	-	-	-	(2,003,565)	(1,234,155)
Gain / (loss) on permanent endowments	16,700,071	7,351,376	-	-	-	-	16,700,071	7,351,376
Increase / (decrease) in net assets	\$ 35,912,902	\$ 44,720,983	\$ 84,866	\$ 166,679	\$ 809,316	\$ (832,691)	\$ 36,807,084	\$ 44,054,971
NET ASSETS								
Beginning of year	522,770,188	478,049,205	868,297	701,618	(1,780,960)	(948,269)	521,857,525	477,802,554
End of year	\$558,683,090	\$522,770,188	\$953,163	\$868,297	\$ (971,644)	\$ (1,780,960)	\$558,664,609	\$ 521,857,525

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2011**

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	\$ 111,080,742	\$ 133,587,252	\$ 132,401,858	\$ (1,185,394)
Unrestricted and restricted revenues:				
Tuition and fees income	99,541,035	106,204,591	105,578,891	(625,700)
Federal revenue sources	203,825,855	221,829,167	204,960,115	(16,869,052)
State government appropriations	193,999,900	188,661,352	188,649,785	(11,567)
Endowment and private gifts	11,107,596	10,406,060	9,251,357	(1,154,703)
Land and permanent fund	2,633,600	3,333,600	3,178,372	(155,228)
Other sources	176,425,346	180,728,363	147,380,689	(33,347,674)
Total unrestricted and restricted revenues	687,533,332	711,163,133	658,999,209	(52,163,924)
Unrestricted and restricted expenditures:				
Instruction	144,241,896	149,559,168	137,754,843	11,804,325
Academic support	26,165,939	29,260,743	28,221,034	1,039,709
Student services	17,532,762	17,860,835	16,871,114	989,721
Institutional support	28,824,152	29,881,328	31,335,784	(1,454,456)
Operation and maintenance	31,446,959	28,731,134	24,975,708	3,755,426
Subtotal instruction and general	248,211,708	255,293,208	239,158,483	16,134,725
Student social and cultural activities	4,261,724	4,539,816	3,807,193	732,623
Research	146,364,960	146,532,834	133,811,931	12,720,903
Public service	63,619,572	70,623,665	63,618,918	7,004,747
Internal services	2,035,331	1,782,797	(6,860)	1,789,657
Student aid, grants and stipends	91,870,738	98,914,366	93,964,058	4,950,308
Auxiliary services	25,214,885	27,977,827	25,216,200	2,761,627
Intercollegiate athletics	15,172,538	15,796,154	15,014,296	781,858
Independent operations	15,941,713	17,913,305	16,320,993	1,592,312
Capital outlay	54,313,098	59,835,484	21,703,732	38,131,752
Renewal and replacement	16,682,905	16,286,950	8,606,501	7,680,449
Retirement of indebtedness	13,165,454	19,356,124	18,925,995	430,129
Total unrestricted and restricted expenditures	696,854,626	734,852,530	640,141,440	94,711,090
Net transfers to (from)	-	-	-	-
Change in fund balance (budgetary basis)	(9,321,294)	(23,689,397)	18,857,769	42,547,166
Ending fund balance	\$ 101,759,448	\$ 109,897,855	\$ 151,259,627	\$ 41,361,772

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, 2011**

Schedule 3

Schedule 3B

Unrestricted - Instruction and General

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

	Original Budget	Revised Budget	Actuals	
Unrestricted beginning fund balance	\$ 20,136,196	\$ 30,413,598	\$ 29,151,471	\$ (1,262,127)
Unrestricted revenues:				
Tuition and fees income	82,166,771	88,646,464	87,390,137	(1,256,327)
Miscellaneous Fees	5,039,484	5,141,418	4,935,688	(205,730)
Federal government appropriations	-	-	-	-
State government appropriations	149,500,500	145,719,412	145,719,410	(2)
Local government appropriations	7,632,114	8,450,000	8,538,388	88,388
Federal government grants and contracts	304,000	304,400	97,260	(207,140)
State government grants and contracts	-	-	-	-
Local government grants and contracts	-	-	-	-
Private gifts, grants and contracts	-	-	-	-
Endowments	-	-	-	-
Land and permanent fund	2,633,600	3,333,600	3,178,372	(155,228)
Private gifts	67,300	10,000	-	(10,000)
Sales and services	461,100	486,100	416,837	(69,263)
Other sources	18,061,202	18,352,713	17,725,528	(627,185)
Total unrestricted revenues	<u>265,866,071</u>	<u>270,444,107</u>	<u>268,001,620</u>	<u>(2,442,487)</u>
Unrestricted expenditures:				
Instruction	130,793,518	136,149,056	126,600,028	9,549,028
Academic support	24,549,289	27,592,372	26,454,702	1,137,670
Student services	16,200,132	16,573,249	15,769,527	803,722
Institutional support	27,987,252	29,066,128	31,022,266	(1,956,138)
Operation and maintenance	28,965,559	23,266,274	19,533,686	3,732,588
Total unrestricted expenditures	<u>228,495,750</u>	<u>232,647,079</u>	<u>219,380,209</u>	<u>13,266,870</u>
Net transfers to (from)	<u>37,999,627</u>	<u>44,657,726</u>	<u>44,669,684</u>	<u>(11,958)</u>
Change in fund balance (budgetary basis)	(629,306)	(6,860,698)	3,951,727	10,812,425
Ending fund balance	<u>\$ 19,506,890</u>	<u>\$ 23,552,900</u>	<u>\$ 33,103,198</u>	<u>\$ 9,550,298</u>

**New Mexico State University
Budgetary Comparison Schedules - Combined Campuses
Fiscal Year Ended June 30, 2011**

Schedule 3

**Schedule 3C
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	-	-	-	-
Miscellaneous Fees	-	-	-	-
Federal government appropriations	-	-	-	-
State government appropriations	-	-	-	-
Local government appropriations	-	-	-	-
Federal government grants and contracts	13,192,028	15,704,299	13,461,312	(2,242,987)
State government grants and contracts	2,565,298	2,590,771	2,330,757	(260,014)
Local government grants and contracts	-	-	-	-
Private gifts, grants and contracts	673,380	740,134	678,070	(62,064)
Endowments	-	-	-	-
Land and permanent fund	-	-	-	-
Private gifts	3,285,252	3,610,925	3,308,135	(302,790)
Sales and services	-	-	-	-
Other sources	-	-	-	-
Total restricted revenues	<u>19,715,958</u>	<u>22,646,129</u>	<u>19,778,274</u>	<u>(2,867,855)</u>
Restricted expenditures:				
Instruction	13,448,378	13,410,112	11,154,815	2,255,297
Academic support	1,616,650	1,668,371	1,766,332	(97,961)
Student services	1,332,630	1,287,586	1,101,587	185,999
Institutional support	836,900	815,200	313,518	501,682
Operation and maintenance	2,481,400	5,464,860	5,442,022	22,838
Total restricted expenditures	<u>19,715,958</u>	<u>22,646,129</u>	<u>19,778,274</u>	<u>2,867,855</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, 2011**

Schedule 3

Change in fund balance (budgetary basis) as presented in schedule 3A	\$ 18,857,769
Financial statement net operating loss	<u>(201,355,882)</u>
Difference	<u><u>\$ 220,213,651</u></u>
Reconciling items:	
State appropriations classified as non-operating revenues	188,649,785
Gifts classified as non-operating revenue	5,807,356
Fund investment and endowment income shown as non-operating	9,508,849
Interest and other expenses on capital assets classified as non-operating	(6,955,193)
Other net expenses classified as non-operating	(14,950,185)
Capital appropriations, gifts, grants and contracts classified as non-operating	24,210,546
Building fee revenue classified as non-operating	5,454,995
Net loan fund operating activity	(238,046)
Depreciation expense included in operating expense	(28,415,521)
Net plant fund non-operating	23,387,283
Financial statement adjustments not included in budget actuals	<u>13,753,782</u>
Total statement - only adjustments	<u><u>\$ 220,213,651</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, 2011.
- 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, 2011**

Schedule 4

Pledged Collateral By Financial Institution

Account	Type of Security	CUSIP No./ Security #	Maturity Date	Fair Value of Collateral	Deposit Amount
CITIZEN'S BANK OF LAS CRUCES					
<i>Certificate of deposit endowment</i>	None				<u>\$ 11,100</u>
STANDARD CHARTERED BANK-KABUL					
<i>Cash</i>	None				<u>\$ 253</u>
FIRST NATIONAL BANK OF ALAMOGORDO					
<i>Cash</i>	Muni Tax Exempt	82620XBN4	4/1/2024	\$ 509,010	<u>\$ 632,229</u>
PIONEER BANK					
<i>Certificate of deposit</i>	FNMA	759453	1/1/2034	\$ 962,841	<u>\$ 2,000,000</u>
	FHLMC	782847	11/1/2034	\$ 1,019,751	
EAST TEXAS NATIONAL BANK - PALESTINE					
<i>Cash</i>	None				<u>\$ 34,047</u>
GRANTS STATE BANK					
<i>Cash</i>	None				<u>\$ 76,166</u>
WELLS FARGO BANK OF NEW MEXICO					
<i>Cash</i>	FNMA	31407HW93	5/1/2036	\$ 7,016,322	<u>\$ 73,743,146</u>
	FNMA	31412LRN2	6/1/2037	\$ 29,342,016	
	FNMA	31410WQ68	8/1/2037	\$ 35,214	
	FNMA	31413KQC8	10/1/2037	\$ 5,387,192	
	FNMA	31413TNW8	9/1/2037	\$ 6,985,480	
	FNMA	31415SSR4	8/1/2038	\$ 14,376	
	FNMA	31415THX1	8/1/2038	\$ 96,040	
WESTERN COMMERCE BANK, CARLSBAD					
<i>Cash</i>	GNMA	876947	11/20/2029	\$ 31,070	<u>\$ 46,418</u>
	GNMA	80581	2/20/2032	\$ 18,994	

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, 2011**

**Schedule 4
(continued)**

Account	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	\$ -	\$ -	\$ -
STANDARD CHARTERED BANK-KABUL				
<i>Cash</i>	\$ 253	\$ -	\$ -	\$ -
FIRST NATIONAL BANK OF ALAMOGORDO				
<i>Cash</i>	\$ 632,229	\$ -	\$ 509,010	\$ 509,010
PIONEER BANK				
<i>Certificate of deposit</i>	\$ 250,000	\$ 1,750,000	\$ 1,982,592	\$ 1,107,592
EAST TEXAS NATIONAL BANK - PALESTINE				
<i>Cash</i>	\$ 34,047	\$ -	\$ -	\$ -
GRANTS STATE BANK				
<i>Cash</i>	\$ 76,166	\$ -	\$ -	\$ -
WELLS FARGO BANK OF NEW MEXICO				
<i>Cash</i>	\$ 21,988,869	\$ 51,754,277	\$ 48,876,640	\$ 22,999,502
WESTERN COMMERCE BANK, CARLSBAD				
<i>Cash</i>	\$ 46,418	\$ -	\$ 50,064	\$ 50,064

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, 2011

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
6/30/2011	\$ -	\$ 87,632,000	\$ 87,632,000	0%	\$ 270,680,385	32%
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
6/30/2011	\$ 6,858,000	\$ 3,076,000	44.9%
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, 2010 to June 30, 2011
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 (Regents) 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. The expenses for the current fiscal year totaled \$15,278. Each party in this agreement acts as their own fiscal agent, reporting its own revenues and expenses and accepting audit responsibility.
2. The Regents and the Ohio Board of Regents have entered into an Memorandum of Understanding to provide the technical support of MATRIX. There were no expenses recorded for the current fiscal year. 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.
3. The Dairy Industry Group for a Clean Environment, the Regents 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 2011 are \$20. Each party accepts its own audit responsibility and reports its own expenses and revenues.
4. The Regents have entered into Memorandums of Understanding 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 \$1,324. The University is acting as the fiscal agent for the project; it reports revenues and expenses and accepts audit responsibility.
5. 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 \$7,179. Each party accepts its own audit responsibility and reports its own expenses and revenues.
6. The Regents 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 \$174,812. The University acts as a fiscal agent, reporting revenues and expenses for this agreement.

7. 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 MOU is currently working on Phase IV of the project. The total expenses for the current year's agreement are \$77,899. The University will maintain five years of records for audit purposes.
8. The Las Cruces Public Schools and the University entered into a Memorandum of Understanding beginning July 2010. The agreement states that Las Cruces Public Schools will pay for salary and benefits of \$42,519 for coaching and mentoring of elementary science and mathematics teachers. Through the project, there will also be a one week Summer Institute Academy for all district teachers in the science and math fields, as well as a monthly summary of outcome and professional development. The total expenses for the current year are \$42,518. The University acts as the fiscal agent for this project. The University will report revenues and expenses for this agreement.
9. The Regents and San Juan College entered into a Memorandum of Understanding to create an AAS degree program in Urban Agriculture and Xeric Landscape Design. The program will provide a horticulturist for the Farmington Agricultural Science Center who will allow 20-25% of his/her time for teaching of the Urban Agriculture Course. The total funding for the project is \$76,848. In fiscal year 2011, expenditures totaled \$11,377. The University acts as the fiscal agent for the project, reporting revenues and expenses for this agreement.
10. 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 Memorandum of Understanding 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 \$15,889. Each party to the agreement acts as its own fiscal agent, reporting its own revenues and expenses, and accepting audit responsibility.

New Mexico State University
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2011

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							
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (NASA)							
DIRECT NASA							
	NASA NNX09AP69A NESSI		43.001	GR0003065	604498	92,530	103,606
	NNG05GE97H NASA		43.001	GR0000182	600374	57,219	423,205
	NNG05GB86G NASA		43.001	GR0001554	601108	18,998	171,400
	NASA NNX08AF53A		43.001	GR0002536	603667	-	88,477
	NASA NNX08AK14G		43.001	GR0002601	603782	48,049	90,912
	NASA NNX09AQ96H		43.001	GR0003094	604552	-	29,414
	NNX09AV36G NASA		43.001	GR0003109	604589	-	132,877
	NASA NNX10AC50G		43.001	GR0003201	604959	-	6,901
	NASA NNX10AM48H		43.001	GR0003400	605214	-	38,190
	NASA NNX11AB73G		43.001	GR0003533	605651	-	7,470
	STScI HST-AR-11271.01-A		43.001	GR0002359	603413	-	17,584
	STScI HST-GO-11210.04-A		43.001	GR0002360	603414	-	9,141
	STScI HST-GO-11211.07-A		43.001	GR0002361	603415	-	8,532
	STScI HST-GO-11359.07-A WFC3 SRVEY		43.001	GR0002732	603973	-	36,806
	SDO SCIENCE CENTER		43.001	GR0003615	605780	-	11,344
	NASA NNX07AV25H FELLOWSHIP 07-08		43.001	GR0002457	603542	-	4,000
	NASA EPSCOR NNX08AV85A		43.002	GR0002815	604083	15,323	166,234
	NASA NNX10AC36A		43.002	GR0003195	604952	27,577	27,577
	NNX09AP76A		43.002	GR0003074	604509	9,026	104,796
	SATOP-RTA #3338		43.002	GR0003257	605057	-	(607)
	SATOP-RTA #3354		43.002	GR0003258	605058	-	(45)
	SATOP-RTA #3343		43.002	GR0003260	605060	-	1,799
	SATOP-RTA #3334		43.002	GR0003261	605061	-	(22)
	SATOP-RTA #3359		43.002	GR0003262	605062	-	1,799
	SATOP-RTA #3356		43.002	GR0003263	605063	-	(567)
	SATOP-RTA #3376		43.002	GR0003272	605074	-	(607)
	SATOP-RTA #3393		43.002	GR0003319	605172	-	1,799
	SATOP-RTA #3400		43.002	GR0003320	605173	-	1,799
	SATOP-RTA #3403		43.002	GR0003321	605174	-	1,968
	SATOP-RTA #3352		43.002	GR0003349	605224	-	117
	SATOP-RTA #3428		43.002	GR0003361	605246	-	1,799
	SATOP-RTA #3415		43.002	GR0003362	605245	-	1,835
	SATOP-RTA #3438		43.002	GR0003377	605264	-	2,000
	SATOP-RTA #3418		43.002	GR0003381	605266	-	1,431
	SATOP-RTA #3375		43.002	GR0003382	605269	-	2,000
	SATOP-RTA #3435		43.002	GR0003388	605275	-	2,000
	SATOP-RTA #3446		43.002	GR0003396	605295	-	2,000
	SATOP-RTA #3470		43.002	GR0003397	605296	-	550
	SATOP-RTA #3456		43.002	GR0003413	605320	-	906
	SATOP-RTA #3441		43.002	GR0003417	605325	-	1,677
	SATOP-RTA #3477		43.002	GR0003446	605500	-	1,517
	SATOP-RTA #3483		43.002	GR0003448	605507	-	2,000
	SATOP-RTA #3469		43.002	GR0003458	605513	-	750
	SATOP-RTA #3501		43.002	GR0003471	605545	-	1,647
	SATOP-RTA #3476		43.002	GR0003472	605546	-	2,000
	SATOP-RTA #3538		43.002	GR0003515	605624	-	477
	SATOP-RTA #3531		43.002	GR0003516	605623	-	1,040
	SATOP-RTA #3536		43.002	GR0003517	605625	-	1,647
	SATOP-RTA #3508		43.002	GR0003519	605626	-	2,000
	SATOP-RTA #3533		43.002	GR0003525	605637	-	1,517
	SATOP-RTA #3648		43.002	GR0003556	605686	-	1,994
	SATOP-RTA #3250		43.002	GR0003558	605687	-	1,040
	SATOP-RTA #3649		43.002	GR0003559	605688	-	1,994
	SATOP-RTA #3604		43.002	GR0003560	605689	-	2,000
	SATOP-RTA #3576		43.002	GR0003585	605727	-	1,747
	SATOP-RTA #3666		43.002	GR0003586	605728	-	1,750
	SATOP-RTA #3558		43.002	GR0003587	605730	-	996
	SATOP-RTA #3668		43.002	GR0003613	605778	-	1,749
	SATOP-RTA #3710		43.002	GR0003649	605840	-	2,200
	NASA NNX09AV90G		43.002	GR0003151	604855	-	437,539
	NASA NNX10AC40G		43.002	GR0003202	604960	4,443	15,435
	NASA NNX10AG26G		43.002	GR0003254	605055	-	25,839
	JPL 1349299		43.002	GR0002721	603958	-	12,471
	FY11 SATOP-RTA# 3683		43.002	GR0003596	605749	-	2,000
	NASA NNX09AH61A DREAM		43.rd	GR0002985	604347	-	28,485
	NASA NNX07AO42A		43.rd	GR0002485	603579	77,113	105,313
	NASA NNX07AT64A EPSCoR		43.rd	GR0002488	603582	35,480	146,799
	NAS5-03003 NASA		43.rd	GRP000904	800222	8,307,752	22,209,813
	NASA NNX08AY44G SPECTROSCOPY		43.rd	GR0002800	604057	-	8,959
	STScI HST-GO-11704.05-A		43.rd	GR0002881	604190	-	3,751
	STScI HST-GO-11667.01-A		43.rd	GR0003312	605165	-	45,919
	STScI HST-GO-11658.02-A		43.rd	GR0003379	605265	-	4,043
	NASA NNX10AU76G		43.rd	GR0003468	605544	-	7,601
	STScI HST-GO-12252.01-A		43.rd	GR0003598	605750	-	4,171
	1257395 JPL		43.rd	GR0000153	602166	-	20,652
	STScI HST-AR-11746.03-A		43.rd	GR0002882	604313	-	11,876
	STScI HST-GO-11729.01-A WFC3 FILTER		43.rd	GR0003182	604936	-	23,615
	NASA NNX08AV43H		43.rd	GR0002725	603963	-	31,694
	NASA NNX08AV68H		43.rd	GR0002761	604011	-	32,572
	TOTAL DIRECT NASA					8,693,510	24,710,709
PASS THROUGH NASA							
	United Negro College Fund Special Programs Corporation	2009 UNCF	43.001	GR0003090	604546	-	5,365
	University of Maryland	UOM #7356	43.001	GR0003242	605042	-	68,329
	Northrop Grumman Information Technology Inc	PRC 024053-SC-99-003	43.002	GRP000687	800171	-	649,169
	Universities Space Research Association	USRA SUBGRANT 03450-32	43.002	GR0002970	604319	-	2,294
	General Dynamics C4 Systems Inc	MULTIPLE TASK ORDERS	43.rd	GRP001161	800553	-	42,761

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

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							
Jacobs Technology Inc.	JACOBS TECH INC. INTERN, W/S		43.rd	GR0002276	603279	-	19,477
Jacobs Technology Inc.	COOP ED AGREEMENT 5/11/11		43.rd	GR0003671	605876	-	1,809
NorthWest Research Associates, Inc.	NWRA-09-S-117		43.rd	GR0002979	604336	-	29,903
Orbital Science Corporation	OSC 2210030006-LS		43.rd	GRP001149	800529	-	507,299
State of Arizona	MODELS OF COSMIC RAY		43.rd	GR0002855	604151	-	30,692
Texas Tech University	TEXAS TECH UNI 1314/C846-01		43.rd	GR0002237	603178	-	14,244
Wyle Life Sciences Group	SPECIALIZED SCIENTIFIC EXPERIMENTS		43.rd	GR0003637	605824	-	5,751
ZONA Technology, Inc.	ZONA ZTSNMSU-DUST2		43.rd	GR0003483	605568	-	51,966
	TOTAL PASS THROUGH NASA					-	1,429,059
	TOTAL NASA					8,693,510	26,139,768
DEPARTMENT OF DEFENSE (DOD)							
DIRECT DOD							
	N63394-03-D-1126 DOD		12.300	GRP000916	800313	-	9,291
	ONR N00014-08-1-0304 DESALINATION		12.300	GR0002568	603710	117,015	365,701
	ONR N00014-10-1-0711		12.300	GR0003338	605202	-	66,010
	W15QKN-05-D-0022		12.431	GRP000533	801531	1,286,031	3,581,177
	W9113M05D0001 ARMY		12.431	GRP000507	800431	-	(227)
	DAAE30-01-C-1075ARMY		12.431	GRP000820	800454	-	(323)
	DAAD19-03-2-0038		12.431	GRP000942	801366	-	98,935
	DOD/ACA/WSMR W9124Q-08-D-0800		12.431	GRP001099	800524	-	2,531,785
	ARMY/DOD W911NF-08-1-0198		12.431	GR0002657	603871	-	66,047
	US ARMY W9124R-09-C-0021		12.431	GRP001124	801575	-	(5,812)
	W911NF-11-1-0195		12.630	GR0003664	605861	-	690
	NATL GEO INTELL AGENCY HM15820612036		12.630	GR0002082	602957	-	80,823
	FA9550-09-1-0616		12.800	GR0003083	604535	-	123,164
	USAF FA8650-11-C-2127		12.800	GR0003499	605593	276,705	1,102,613
	USAF FA9550-09-1-0025		12.800	GR0002904	604277	-	34,014
	AFOSR FA9550-10-1-0403		12.800	GR0003384	605270	-	11,466
	US ARMY WSMR CA#164		12.rd	GR0003453	605508	-	92,301
	USAF KWWD 106070		12.rd	GR0003409	605313	-	51,802
	NGA HM157105C0004		12.rd	GRP000541	801538	-	20,489
	545 USOVF PHASE II FA9201 AAC/PKET		12.rd	GRP000545	801323	-	230,336
	US GOVT 06 C 3052		12.rd	GRP000563	800470	-	48,439
	W15QKN-07-D-0006		12.rd	GRP000592	800522	-	192,942
	DATM05-01-C-0026 DOD		12.rd	GRP000832	800113	584,659	8,437,747
	US GOV		12.rd	GRP000972	800429	-	(2,735)
	00004C0217 U.S. GOV		12.rd	GRP000990	800135	-	-
	AIR FORCE FA9201-08-D-0093 UAS		12.rd	GRP001107	800535	42,117	2,447,656
	US ARMY W15P7T-09-C-3303		12.rd	GRP001123	801561	-	2,451,654
	MDA HQ0147-10-D-0051		12.rd	GRP001133	801592	-	506,689
	US ARMY W911QX-10-D-0004		12.rd	GRP001135	800531	141,592	584,354
	BROOKS IPA 5/26/10		12.rd	GRP001136	800521	-	250,961
	NGIA HM017710C0014		12.rd	GRP001147	800527	-	36,243
	1160 VULUTRE 11 SPT		12.rd	GRP001160	800554	-	66,930
	W15QKN-07-D-0006 FFP		12.rd	GRP001592	801535	-	132,026
	NGIA HM017710C0014		12.rd	GRP011147	800528	-	6,926
	NGA HM157105C0004		12.rd	GRP001541	801558	-	7,067
	TOTAL DIRECT DOD					2,448,119	23,627,181
PASS THROUGH DOD							
Texas A&M University	#570700		12.110	GR0003507	605610	-	22,177
ManTech International Corporation	MANTECH SUBK-09-032-NMSU		12.114	GRP001125	801583	-	30,470
Texas A&M University	TAMU MOA 06/00 TASK ORDER #14		12.114	GR0002591	603766	-	18,590
University of New Mexico	DoD DTRA		12.351	GRP001113	604257	-	113,217
University of Louisville Research Foundation	UNIV OF LOUISVILLE OGBM090996		12.420	GR0003392	605289	-	51,258
High Performance Technologies, Inc. (HPTI)	AHPCRC - HPTI		12.431	GR0002275	604217	-	700,194
Science and Technology Corporation	STC 09-08-6007-013		12.431	GR0003187	604943	-	161,887
High Performance Technologies, Inc. (HPTI)	PO 10-12-276		12.630	GR0003564	605694	-	29,408
L-3 Communications Telemetry East	L-3 COLEMAN AEROSPACE 11010-S-1000		12.800	GRP001128	801582	-	134,826
Advanced Technical Intelligence Center Human Capital Devlp	ATIC C-A03-NMSU		12.rd	GRP001140	800513	-	67,873
ADVANTEDGE TECHNOLOGY, INC.	PO#2149		12.rd	GRP001132	801590	-	6,371
AMEWAS, Inc (American Electronic Assoc, Inc)	PO# 5873		12.rd	GRP001153	800539	-	38,601
Blythe & Trousil Inc.	BLYTHE & TROUSIL SUB NO. 0001		12.rd	GR0002233	603166	-	1,730
Boeing Mesa	PO# 1100254137		12.rd	GRP001158	800548	-	11,970
Continuum Dynamics Inc	CD PO 08-302A/PPO 09-348A		12.rd	GR0002695	603914	-	19,754
DTI Associates Inc	DTI PO# R10-0530		12.rd	GRP001142	800514	-	13,126
General Dynamics C4 Systems Inc	TBD		12.rd	GRP001150	800532	-	140,743
High Performance Technologies, Inc. (HPTI)	HPTI PO# 10-04-095		12.rd	GR0003302	605122	-	120,932
Honeywell Technology Solutions Incorporated	PO# C090110019		12.rd	GRP001143	800517	48,576	154,296
Invertix Corporation	INVERTIX-NMSU 2010-1		12.rd	GR0003249	605047	-	14,722
ITT Corporation	LTCO-012 ITT AES CORP		12.rd	GRP001100	800526	-	49,631
Lockheed Martin Shared Svcs	LM 4500099002		12.rd	GRP001119	801525	-	1,069
Miratek	MIRATEK PO 2009-011 FT BLISS TOWER		12.rd	GR0003011	604396	-	(15)
Mit-Lincoln Laboratory	FLIGHT TEST SUPPORT		12.rd	GRP001164	800561	-	143
nanoComposix	COLLABORATION AGRMNT 12/22/10		12.rd	GR0003554	605681	-	120,802
Newtec New Mexico Technology Group	HIFIRE II		12.rd	GRP001157	800546	-	45,199
Physical Sciences, Inc.	METAL COATED FIBER ANALYSES		12.rd	GR0003641	605828	-	6,494
Quiroga-Pfeiffer Engineering Corporation	QPEC BRIDGE ASSESSMENT SERVICES		12.rd	GR0003049	605182	-	27,207
Raytheon	RAYTHEON LC3016405REV A		12.rd	GRP000555	800509	-	29,121
Science Applications International Corporation (SAIC)	4400077896 SC APP		12.rd	GR0000946	801500	-	54,707
Science Applications International Corporation (SAIC)	MINGO III SAR		12.rd	GRP001155	800542	-	74,442
Scientific Application & Research Associates	STTR Topic N07-T025		12.rd	GRP001112	801519	-	26,659
The Aerospace Corporation	4600002268 AEROSPACE CORP		12.rd	GRP000953	800394	-	(2,240)
	TOTAL PASS THROUGH DOD					48,576	2,285,364
	TOTAL DOD					2,496,695	25,912,545

New Mexico State University
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2011

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							
NATIONAL SCIENCE FOUNDATION (NSF)							
DIRECT NSF							
		NSF BES-0607175	47.041	GR0001905	602711	-	1,797
		NSF ECS0636512	47.041	GR0001990	602844	-	18,396
		NSF ECCS-0702208	47.041	GR0002225	603155	1,073	(9,462)
		NSF CBET-0754525	47.041	GR0002777	604033	-	42,417
		NSF CMMI-0900289	47.041	GR0002953	604291	-	85,952
		CBET-0854411	47.041	GR0003073	604508	-	66,307
		AST-0507558 NSF SATURN	47.049	GR0000689	601427	-	20,596
		AST-0349155 NSF	47.049	GR0000163	602169	-	72,819
		CHE0540843 NSF	47.049	GR0000629	601371	-	763
		NSF DMS 0604843	47.049	GR0001961	602807	-	3,331
		NSF DMS-0710228 THETA LIFTS	47.049	GR0002373	603433	-	29,004
		NSF AST-0708185	47.049	GR0002395	603460	-	93,254
		NSF AST-0708210	47.049	GR0002414	603479	-	31,727
		NSF DMR-0804032	47.049	GR0002611	603792	-	83,886
		NSF AST-0807290	47.049	GR0002724	603962	-	42,313
		NSF CHE-0809966 ARRAY PLATFORMS	47.049	GR0002746	603992	-	121,762
		NSF AST-0807989 MODELING VARIATIONS	47.049	GR0002755	604006	32,903	86,230
		NSF/DMR-0822846	47.049	GR0002794	604052	-	35,245
		HYDROPHOBICITY SWITCHING	47.049	GR0002994	604372	-	135,485
		AST-0908126	47.049	GR0003025	604419	-	35,126
		NSF DMS-0968766	47.049	GR0003148	604843	-	17,822
		ARRA - NSF DBI-0959817	47.049	GR0003288	605106	-	642,810
		NSF DMS-0967583	47.049	GR0003294	605113	-	10,259
		NSF CHE-1012479	47.049	GR0003418	605326	-	40,065
		AST-0519398 NSF	47.049	GR0001019	601589	-	22,806
		NSF EAR-0634903	47.050	GR0002141	603035	-	2,609
		NFS EAR-0636075	47.050	GR0002178	603089	-	31,297
		NSF INDEPTH IV EAR-0409870	47.050	GR0002189	603101	-	50,152
		NSF EAR-0809608	47.050	GR0002758	604007	-	83,989
		NSF/EAR-0852467	47.050	GR0002807	604065	-	20,899
		NSF/OCE 0909083	47.050	GR0002886	604198	-	50,391
		NSF EAR-0810305 SILICIC SUPERVOLCAN	47.050	GR0002891	604204	-	10,020
		NSF AGS-1049295	47.050	GR0003488	605579	-	770
		NSF CCF-0541075	47.070	GR0001763	602468	-	8,362
		NSF CNS-0551734	47.070	GR0001772	602479	-	161,751
		NSF PROJECT ENABLE	47.070	GR0002646	603818	(183)	58,842
		NSF CNS-0836632 COMMUNI & COMPUTING	47.070	GR0002733	603974	-	206,874
		NSF IIS-0812267	47.070	GR0002739	603983	-	98,975
		NSF CFF-0830666	47.070	GR0002764	604016	-	25,669
		NSF CCF-1017632	47.070	GR0003459	605523	-	10,635
		NSF PROJECT ENABLE	47.070	GR0003569	605706	-	16,802
		NSF LTER V DEB-0618210	47.074	GR0002158	603055	20,492	921,693
		NSF IOS-0725032 RIG/CAA	47.074	GR0002343	603384	-	2,978
		NSF MCB-0718735	47.074	GR0002378	603439	-	51,618
		NSF #IOS 0744498	47.074	GR0002539	603670	-	75,617
		NSF MCB-0818729	47.074	GR0002734	603976	-	139,231
		NSF DEB-0817033 REVSY5	47.074	GR0002747	603993	-	42,833
		NSF DBI-0821806	47.074	GR0002796	604054	-	92,251
		NSF DEB-0815808	47.074	GR0002838	604123	-	42,967
		NSF DBI-0964127	47.074	GR0003285	605095	-	134,027
		NSF DEB-0953684	47.074	GR0003358	605240	-	57,978
		NSF MCB-1051453	47.074	GR0003618	605784	-	36,414
		NSF BCS-1010516	47.075	GR0003450	605503	9,691	90,495
		NSF BCS-0948622	47.075	GR0003473	605549	2,333	17,551
		NSF HRD-0803171	47.076	GR0002816	604084	102,713	542,247
		HRD-0420407 NSF	47.076	GR0000053	600115	189,763	539,462
		DGE-0715044	47.076	GR0002049	604554	-	96,596
		PROBLEM SOLVING DUE-0618765	47.076	GR0001929	602751	-	8,236
		REACHING PINNACLE NSF HRD	47.076	GR0001980	602827	81,206	391,571
		NSF DUE-0633746	47.076	GR0002136	603029	-	47,926
		NSF 0633736	47.076	GR0002210	603132	-	33,008
		NSF DUE-0633010	47.076	GR0002329	603369	-	1,495
		NSF DUE 0717752 LEARN MATH & CS	47.076	GR0002355	603406	-	35,173
		NSF DRL-0733690 SUMA	47.076	GR0002394	603457	6,161	214,726
		NFS DUE-0652968	47.076	GR0002418	603487	-	471,876
		NSF DUE-0627811	47.076	GR0002544	603677	-	1,173
		NSF HRD-0832947	47.076	GR0002738	603982	289,933	294,933
		NSF S-STEM DUE-0807226	47.076	GR0002745	603990	-	158,196
		NSF DUE-0817003	47.076	GR0002766	604017	-	33,964
		NSF HRD-0929343	47.076	GR0003009	604393	-	420,650
		DUE-0926743	47.076	GR0003061	604488	-	65,183
		DRL-0918794	47.076	GR0003080	604527	40,000	467,219
		NSF HRD-1026412	47.076	GR0003326	605181	389,280	398,220
		NSF DGE-0947465	47.076	GR0003403	605303	-	230,020
		NSF OISE-0936691	47.079	GR0003041	604455	-	8,589
		ARRA - NSF ARRA AST-0849986	47.082	GR0003052	604467	-	48,906
		ARRA - NSF DMS-0914706	47.082	GR0003053	604471	29,264	99,470
		ARRA - CMMI-0928062	47.082	GR0003058	604483	-	56,892
		ARRA - NSF CMMI-0960156	47.082	GR0003212	604984	-	510,938
		NSF HRD031446 MOD# 9 & 10	47.rd	GR0002347	603391	-	11,744
		TOTAL DIRECT NSF				1,194,629	9,462,813
PASS THROUGH NSF							
Colorado State University	CRC G-3189-1	47.049		GR0002106	602985	-	43,039
Regents University Of California Santa Barbara	UCSC #SC080756 NANOPARTICLE-MEDIATE	47.049		GR0003007	604390	-	6,066
University of Michigan	UoM 3000615888	47.050		GR0002088	602964	-	34,076
Massachusetts Institute of Technology	MIT 5710001970	47.070		GR0001768	602474	-	(1,616)
University of Texas	UTEP 26-1007-49-63	47.070		GR0002971	604320	-	46,793

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

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							
Board of Regents of the University of Nevada	UNR-10-82 P0#11GC00002	47.074	GR0003369	605255	-	600	
University of New Mexico	UNM 048805-8745 SEVILLETA	47.074	GR0002571	603715	-	53,443	
Research Foundation of City University of New York (CUNY)	CUNY/HUNTER COLLEGE	47.075	GR0003572	605709	-	33,964	
Cornell University	CORNELL UNIV #53684-8935 LADYBUGS	47.076	GR0003141	604833	-	123,784	
University of Missouri	C00030084-1	47.076	GR0003566	605702	-	45,922	
University of New Mexico	UNM SUBAWARD 06013-8745	47.077	GR0002942	604278	-	760,148	
Arizona State University	ARRA - ARRA ASU SUB#11-603	47.082	GR0003651	605841	-	18,473	
Brown University	ARRA - BU #0000257 PRECIPITATION CONTROL	47.082	GR0003142	604834	-	8,865	
						TOTAL PASS THROUGH NSF	1,173,557
						TOTAL NSF	1,194,629
						TOTAL NSF	10,636,370
DEPARTMENT OF HEALTH & HUMAN SERVICES (HHS)							
DIRECT HHS							
	1U18FD003820-01 FDA	93.103	GR0003114	604601	-	191,080	
	DHHS 5U01FD001941-09	93.103	GR0002771	604557	-	(25,371)	
	DHHS 5U01FD001941-11	93.103	GR0003456	605511	-	69,446	
	NIH INBRE YR 9	93.389	GR0002974	604325	(30,850)	(50,025)	
	NIH INBRE YR 10	93.389	GR0003623	605025	2,269,102	2,914,778	
	NIH INBRE YR 11	93.389	GR0003624	605736	558,022	833,869	
	MOSQUITO LARVAL IMMUNITY	93.589	GR0003599	605752	-	16,806	
	HHS 90E0398	93.592	GR0002834	604935	43,107	81,163	
	ARRA - NIH 5U54CA132383	93.701	GR0002811	604592	-	150,617	
	NIH 5U54CA132383	93.701	GR0002811	604559	-	1,064,373	
	ARRA - HHS NIH SCORE 1SC3GM084613-01	93.701	GR0002615	604529	-	-	
	HHS NIH SCORE 1SC3GM084613-01	93.701	GR0002615	603798	-	(4,109)	
	ARRA - NIH 1R21AI082399-01	93.701	GR0003000	604381	-	115,426	
	ARRA - NIH/DHHS 3S06GM008136-34S1	93.701	GR0003096	604568	-	4,945	
	ARRA - NIH 3P20RR016480-09S1 INBRE P20	93.701	GR0003105	604585	186,878	217,384	
	ARRA - NIH/DHHS 3SC3GM084809-02S1	93.701	GR0003106	604586	-	93,441	
	ARRA - DHHS 3R25GM048998-10S1	93.701	GR0003107	604587	-	2,313	
	ARRA - NIH 3SC1AI081659-02S1	93.701	GR0003110	604591	-	90,054	
	ARRA - NIH/DHHS 3P20RR016480-09S2	93.701	GR0003117	604604	273,749	273,749	
	ARRA - NIH 1R15EB012013-01	93.701	GR0003270	605072	-	132,764	
	DHHS SCORE 1SC1AI081425	93.856	GR0002662	603878	-	294,605	
	NIH SCORE - 1SC1AI081659-01	93.856	GR0002708	603941	-	226,296	
	2S06GM008136-35	93.859	GR0002259	604479	-	105,714	
	NIH 1SC1GM083693	93.859	GR0002638	603839	-	215,704	
	NIH SCORE 1SC3GM084809-01 CHELATOR	93.859	GR0002700	603927	-	95,991	
	NIH 1SCHDO60887-1 INFANT	93.859	GR0002701	603928	-	281,814	
	NIH 1SC2GM083697-01A1 BACTERIA RecN	93.859	GR0003055	604478	-	149,311	
	NIH 1F31 GM090483	93.859	GR0003244	605041	-	32,701	
	ISC2GM092300-01 & 02	93.859	GR0003267	605068	-	120,418	
	NIH MARC 5T34GM07667-33	93.859	GR0003310	605142	-	570,297	
	1SC1GM092297-01A1	93.859	GR0003581	605722	-	43,369	
	1SC1HD063917-01A1	93.865	GR0003060	604486	-	281,114	
	NIH 1SC1HD068128-01	93.865	GR0003359	605242	-	244,973	
	CDC 212-2010-M-36207	93.rd	GR0003537	605648	-	1,207	
	ANIMAL HEALTH, FOOD SAFETY	93.rd	GR0003635	605820	-	276,599	
						TOTAL DIRECT HHS	9,112,816
PASS THROUGH HHS							
University of New Mexico	UNM 3R73Y DEVELOPT OF GPR30-LIGAND	93.395	GR0002826	604100	-	51,848	
State of New Mexico	CYFD 08-690-5457	93.596	GR0002383	603444	-	(49)	
Massachusetts Institute of Technology	ARRA - MIT #5710002674	93.701	GR0003181	604934	-	137,239	
University of Texas	ARRA - UTA09-000703 ADMIN SUPPLEMENT	93.701	GR0003122	604616	-	56,237	
University of Texas	UT SUBAWARD 09-013	93.855	GR0002896	604213	-	39,697	
Massachusetts Institute of Technology	MIT #5710002650	93.859	GR0003150	604854	-	7,466	
Massachusetts Institute of Technology	MIT #5710002832	93.859	GR0003475	605554	-	35,132	
Regents of the University of Colorado	NIH BRAIN	93.859	GR0003571	605708	-	20,092	
						TOTAL PASS THROUGH HHS	347,662
						TOTAL HHS	3,300,008
						TOTAL HHS	9,460,478
DEPARTMENT OF ENERGY (DOE)							
DIRECT DOE							
	DE-FG29-91AL74167	81.041	GR0000858	600984	-	1,875,483	
	DE-FG02-96ER40965 DOE	81.049	GR0002647	603851	-	96,579	
	DOE DE-FG02-08ER15996 N-H BOND FORM	81.049	GR0002808	604066	-	145,588	
	DIE DE-FG92-94ER40847	81.049	GR0002958	604301	-	429,524	
	DE-FG02-96ER40965 DOE	81.049	GR0003639	605826	-	73,347	
	DEF3605GO15149 DOE	81.087	GR0001588	602762	6,701	142,632	
	DOE DE-FG36-08GO88008	81.087	GR0002710	603943	1,829	776	
	ARRA - DOE DE-EE0001381	81.087	GR0003184	604939	-	149,691	
	WIPP1-PO401137 WTS	81.106	GR0000411	600435	-	(3,272)	
	DOE DE-FG52-09NA29357	81.113	GR0003145	604840	-	261,824	
	US DOE DE-FC36-07GO17034	81.117	GR0002420	603490	961,581	1,115,850	
	SNL PO 898047	81.122	GR0002933	604266	-	62,386	
	SNL 993827	81.122	GR0003233	605000	-	255,944	
	75110-001-09	81.122	GR0003064	604497	-	2,913	
	SNL #768080 PO#536578	81.rd	GR0002498	603610	-	(91)	
	SNL 783004 PO 536578	81.rd	GR0002540	603671	-	639	
	SNL 825188	81.rd	GR0002626	603828	-	19,452	
	SNL PO#853194	81.rd	GR0002804	604062	-	78,999	
	SNL PO 871801	81.rd	GR0002848	604139	-	25,001	
	SNL 905051	81.rd	GR0002950	604287	-	38,713	
	SNL PO 994078	81.rd	GR0003298	605117	18,040	392,542	
	SNL PO 1015553	81.rd	GR0003318	605171	-	2,899	
	SNL PO# 1011554	81.rd	GR0003328	605185	-	44,781	
	SNL PO 1076931	81.rd	GR0003501	605603	-	64,239	

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							
	SNL PO# 1077867		81.rd	GR0003511	605616	-	11,542
	PO 1094808		81.rd	GR0003562	605692	-	21,033
	SNL PO#1112439		81.rd	GR0003610	605772	-	19,773
	PO 1119598		81.rd	GR0003650	605842	-	2,459
	SNL PO 1041091		81.rd	GRP001144	800516	-	96,211
	PO 1049760		81.rd	GRP001145	800520	-	42,496
	LANL 71178-001-09		81.rd	GR0002972	604322	-	165,712
	97102-001-04 3P LANL		81.rd	GR0001475	600851	-	(11,386)
	LANL 73068-001-09		81.rd	GR0002935	604269	-	93,925
	LANL 76531-001-09		81.rd	GR0003111	604593	-	10,349
	LANL # 74243-001-010		81.rd	GR0003211	604983	-	227,611
	LANL 82028-001-10		81.rd	GR0003376	605263	-	31,683
	LANL 86321-001-10		81.rd	GR0003402	605300	-	41,301
	LANL 87686-001-10		81.rd	GR0003438	605376	-	18,538
	#112647 BASIC AGRMNT #74472-001-09		81.rd	GR0003532	605652	-	28,944
	#125798 BASIC AGRMT #74472-001-09		81.rd	GR0003611	605774	-	9,238
				TOTAL DIRECT DOE		988,151	6,085,868
PASS THROUGH DOE							
Daniel Danforth Plant Science Center	ARRA - 28302-K DANFORTH CENTER		81.087	GR0003280	605082	-	1,302,199
University of Missouri	C00028841-1		81.113	GR0003421	605329	-	77,152
Leyva, Robert dba Universal Beverage Dispensing	DOE DE-OE0000098 ENERGY TECH INITIA		81.122	GR0003158	604863	-	409,578
Los Alamos National Security LLC	LANL		81.rd	GR0003573	605711	-	27,482
University of New Mexico	UNM/DOE-EPSCoR NAKOTTE		81.rd	GR0002874	604180	-	64,127
Washington Tru Solutions Llc	WTS WIPP - MTO 408664		81.rd	GR0002593	603770	-	298,751
				TOTAL PASS THROUGH DOE			2,179,289
				TOTAL DOE		988,151	8,265,157
DEPARTMENT OF AGRICULTURE (USDA)							
DIRECT USDA							
	USDA 58-6209-7-040		10.001	GR0002446	603519	-	(1,440)
	USDA/ARS 58-6235-8-044		10.001	GR0002616	603801	-	946,427
	USDA/ARS/MWA 59-3655-9-739		10.001	GR0002943	604281	-	110,159
	USDA ARS 58-6209-8-048 CORN SUBSTIT		10.001	GR0002960	604303	-	19,306
	USDA 58-5428-9-342		10.001	GR0003119	604606	-	139,215
	USDA ARS CA#58-3655-0-649		10.001	GR0003452	605506	-	399
	USDA ARS CA#58-6235-0-072		10.001	GR0003457	605512	-	47,270
	USDA/ARS 58-6235-0-074		10.001	GR0003467	605543	-	55,255
	RANGE COW ADAPTIVE MECHANISMS		10.001	GR0003580	605721	-	9,947
	DISTRIBUTION& HABITAT SELECTION EAG		10.001	GR0003646	605837	-	2,274
	58-6235-5-0022 USDA-ARS		10.001	GR0000390	601228	-	36,253
	58-6606-0-201 USDA		10.001	GR0000824	600852	-	(30,895)
	58-6606-5-246 USDA		10.001	GR0000966	601497	-	4,304
	58-6235-5-0024 USDA-ARS		10.001	GR0001090	601644	-	25,370
	USDA-ARS 58-6235-6-029		10.001	GR0001884	602666	-	95,097
	USDA ARS 58-6235-9-62		10.001	GR0003029	604430	-	(5,028)
	USDA ARS 58-6235-9-61 COTTON GINNIN		10.001	GR0003030	604431	-	749
	USDA ARS 58-1910-9-931 ONION ACCESS		10.001	GR0003039	604453	-	465
	USDA ARS 58-6606-9-218 ORCHARD INPU		10.001	GR0003075	604510	-	54,055
	LM USDA ARS 59 5428 6 342		10.001	GR0001952	602790	-	5,578
	USDA/ARS 58-1910-9-927		10.001	GR0003027	604422	-	19,708
	USDA/ARS 58-6235-0-068		10.001	GR0003355	605235	-	2,310
	USDA/ARS 58-6235-0-069		10.001	GR0003356	605236	-	290,841
	USDA APHIS 10-8100-1140-CA		10.025	GR0003247	605045	-	46,824
	USDA APHIS 10-8580-1148-CA		10.025	GR0003306	605127	-	23,588
	USDA/APHIS 08-7488-0716CA		10.028	GR0002809	604067	-	1,731
	USDA/APHIS 10-7488-0785-CA		10.028	GR0003311	605164	-	5,016
	ANIMAL HEALTH FED APPN USDA		10.200	GR0003132	604747	-	10,992
	MCINTIRRE STENNIS FED APPR FY10		10.200	GR0003134	604814	-	95,041
	MULTI STATE FED APPROP FY10		10.200	GR0003135	604819	-	122,809
	MCINTIRRE STENNIS FED APPR FY10		10.200	GR0003435	605465	-	225,991
	MULTI STATE FED APPROP FY11		10.200	GR0003436	605470	-	318,848
	QLTY RESRCH/HATCH		10.200	GRODD0001	600001	-	201,000
	USDA/REGNL BDGT CNTR		10.200	GRODD0006	600011	-	74,709
	USDA/NIFA 90-CSA-NM1-136		10.200	GR0003385	605276	-	6,000
	USDA/CSREES 2007-34103-18312		10.200	GR0002358	603412	-	2,343
	USDA 2008-34358-19164		10.200	GR0002666	603891	-	50
	USDA CSREES 2008-34331-19122 OIL RE		10.200	GR0002675	603892	-	(9,158)
	USDA CSREES #2008-34250-19274		10.200	GR0002682	603900	-	(4,270)
	USDA/CSREES 2008-34186-19307 SWC 09		10.200	GR0002703	603930	2,931	2,794
	USDA 2008-34604-19434		10.200	GR0002723	603961	-	10,257
	2009-34604-19939		10.200	GR0003062	604490	-	87,005
	2009-34358-19803		10.200	GR0003076	604518	-	18,383
	2009-34331-20004		10.200	GR0003077	604519	-	(7,905)
	CSREES/USDA 2009-34250-20223		10.200	GR0003113	604595	-	5,096
	USDA/CSREES 2009-34186-20084 SWC 10		10.200	GR0003118	604605	72,323	171,943
	USDA/CRSEES 2009-34625-20150		10.200	GR0003137	604829	-	50,050
	USDA/NIFA 2009-34635-19854		10.200	GR0003269	605070	100,355	127,866
	USDA/NIFA 2010-34624-20757		10.200	GR0003273	605075	-	77,443
	USD NIFA 2010-34604-20886		10.200	GR0003295	605123	-	33,298
	USDA NIFA 2010-34358-20679		10.200	GR0003300	605118	-	56,394
	USDA NIFA 2010-34331-20893		10.200	GR0003323	605178	-	165,809
	USDA/NIFA 2010-34635-20842		10.200	GR0003346	605219	47,814	53,144
	USDA/NIFA 2010-34250-21236		10.200	GR0003422	605330	-	131,197
	2010-34186-20979		10.200	GR0003513	605621	-	38,451
	ADMINISTRATION		10.202	GR0000005	600009	-	277,704
	HATCH FED APPROP FY 09 USDA		10.203	GR0002791	604049	-	3,309
	HATCH FED APPROP FY 10 USDA		10.203	GR0003133	604748	-	377,506

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							
		HATCH FED APPROP FY 11	10.203	GR0003434	605402	-	883,974
		59-3620-7-607 USDA/ARS	10.206	GR0002220	603149	-	42,211
		USDA/CSREES 2007-35102-18120 WATER	10.206	GR0002322	603360	6,316	75,040
		2007-55204-18259	10.206	GR0002341	603382	8,988	2,764
		USDA/CSREES 2007-35318-18483	10.206	GR0002442	603515	-	41,355
		USDA/CSREES 2008-35320-18684	10.206	GR0002511	603629	-	48,086
		USDA/CSREES 2008-35205-18751	10.206	GR0002518	603636	-	69,732
		USDA/CSREES 2008-55215-18837	10.206	GR0002574	603720	118,937	388,521
		USDA CSREES #2008-55101-19208	10.206	GR0002688	603907	32,039	111,983
		CSREES 2009-55618-05094 IMPROV ECO	10.206	GR0002889	604202	-	145,572
		2005-35100-16268 USDA	10.206	GR0001052	601603	-	505
		2011-36100-06035	10.207	GR0003433	605400	-	8,126
		PATHWAYS TO SUCCESS USDA 2006-38422	10.223	GR0001902	602699	-	(1,967)
		CSREES/USDA 2007-38422-18027	10.223	GR0002333	603374	(50)	45,170
		USDA/ARS 59-3625-1-721	10.307	GR0003668	605873	-	5,728
		USDA 2010-85101-20482	10.310	GR0003209	604974	30,793	75,668
		2009-65203-30216	10.310	GR0003630	605813	-	971
		05IE08310214 USDA FCIC RISK MNGMNT	10.450	GR0001374	601848	-	2,454
		USDA NIFA 2010-45040-20843	10.500	GR0003324	605179	-	91,836
		68 8C30-7-974 SCS	10.903	GR0002779	604590	-	50,155
		USDA NCRS # 67-8C30-10-001	10.905	GR0003464	605530	-	88,524
		USDA NCRS 69-8C30-08-0008	10.912	GR0002847	604138	-	28,161
		USDA/FAS 58-3148-0-180	10.962	GR0003470	605552	-	18,432
		TOTAL DIRECT USDA				420,446	6,851,878
PASS THROUGH USDA							
	Texas A&M University	TAMU 435001	10.025	GR0003521	605628	-	10,516
	Colorado State University	CSU G-1474-14	10.200	GR0003544	605669	-	4,668
	Kansas State University	KSU S10063	10.200	GR0003179	604931	-	29,879
	Kansas State University	KSU S11055	10.200	GR0003543	605668	-	5,573
	Regents University of California Davis	UC DAVIS SA7482C WINE GRAPE VARIETY	10.200	GR0002907	604229	-	2,018
	Regents University Of California Santa Barbara	UC DAVIS SUB0700264	10.200	GR0002424	603495	-	(153)
	State of Arizona	UoA Y602653	10.200	GR0002915	604241	17,212	46,706
	State of Arizona	UNIV OF AZ Y554513	10.200	GR0003292	605111	5,240	44,916
	Texas A&M University	TAMU AGRILIFE 570506 CTR F AMERICAN	10.200	GR0002837	604122	-	(2,524)
	Texas A&M University	TAMU/USDA 570596	10.200	GR0003160	604878	-	145,194
	Texas A&M University	TAMU/USDA 570661	10.200	GR0003372	605258	-	164,329
	Texas A&M University	TAMU AGRILIFE 570461	10.200	GR0002592	603768	-	28,367
	Texas A&M University	TAMU 570485	10.200	GR0002822	604096	-	(10,259)
	Texas A&M University	TAMU 451022	10.200	GR0002913	604235	-	127
	Texas A&M University	TAMU 570600	10.200	GR0003232	605017	-	93,295
	Texas A&M University	TAMU SA7581	10.200	GR0003284	605094	-	1,675
	Texas A&M University	USDA/NIFA & TAMU AGRILIFE 570671	10.200	GR0003387	605274	-	24,963
	University of Connecticut	UNIV OF CONNECT #5828 AGRI FIELD EM	10.206	GR0002294	603307	-	1,572
	Utah State University	USU #090758004 SUSTAINABL LIVESTOCK	10.215	GR0003140	604832	3,704	47,951
	Utah State University	USU #090758002 WINTER PROD OF GREEN	10.215	GR0003147	604842	-	59,036
	Dine College	DINE COLLEGE PSC 3/16/10	10.227	GR0003265	605066	-	22,895
	North Carolina State University	NCSU #2010-1365-03	10.309	GR0003552	605678	-	1,505
	Regents University Of California Santa Barbara	UC-D 08-003512-NMSU SENSING&CONTROL	10.309	GR0002964	604310	-	235,712
	The Board of Trustees of the University of Illinois	UNIV OF IL 2009-06801-02	10.310	GR0003251	605050	-	13,469
	State of Arizona	U OF A Y452456	10.rd	GR0002085	602961	-	2,361
	State of New Mexico	96-521.04-021 J.P.A	10.rd	GR0001031	604596	-	7,225
		TOTAL PASS THROUGH USDA				26,156	981,016
		TOTAL USDA				446,602	7,832,894
DEPARTMENT OF INTERIOR (DOI)							
DIRECT DOI							
		GDA 050012 BLM/DOI	15.225	GR0001006	601550	-	221
		DOI BLM L10AC20426	15.238	GR0003497	605591	-	15,106
		US DOI/BOR R10AC80283	15.506	GR0002841	604987	-	307,002
		05-FC-40-243 CA9-FG-81-0143 BOR/DOI	15.517	GR0001054	601604	-	102,232
		R10AP040042	15.517	GR0003510	605615	-	7,703
		US FWS 201818J807/201818J865	15.608	GR0002813	604081	-	10,735
		US F&W/DOI 2018191819	15.615	GR0003023	604413	-	60
		USFWS 201819J806	15.650	GR0002900	604223	-	18,183
		US DOI FWS #20181AJ858	15.650	GR0003451	605505	-	1,181
		AQUIFER ASSESSMENT	15.805	GR0002587	603760	22,155	159,726
		DOI/USGS G08AC0056	15.805	GR0002840	604126	314,573	370,995
		USDOI/USGS G10AC00516	15.805	GR0003478	605557	189,619	257,032
		USGS G06AP00035	15.805	GR0001731	602429	-	59,347
		1434-HQ97-RU-01572	15.808	GR0000679	600703	-	(4,260)
		GAP ANALYSIS	15.812	GR0002421	603491	-	151,975
		1434-01HQRU1572 WO#059	15.812	GR0002754	604004	-	56,003
		USGS G09AC00033 EFFECTS OF THERMAL	15.812	GR0002902	604225	-	4,697
		PRONGHORN POPULATION WSMR	15.812	GR0003098	604571	-	28,848
		US DOI/USGS G09AC00360	15.812	GR0003200	604957	-	19,934
		DOI/USGS G10AC00320	15.812	GR0003332	605194	-	12,519
		DOI/USGS G11AC2005	15.812	GR0003553	605679	-	14,174
		USGS 1434-01HQRU1572	15.812	GR0002056	602922	-	(1,109)
		NPS/DOI J2124080045	15.912	GR0002776	604032	-	227
		NPS/DOI NMSUCP-07	15.912	GR0003217	604993	-	8,382
		J717005A001 NPS	15.921	GR0000148	600108	-	(3,748)
		NPS J7127080144	15.921	GR0002824	604098	-	14,822
		201819J832	15.977	GR0003068	604502	-	76,423
		NPS/DOI H1200050003/J7179100007	15.rd	GR0003245	605043	-	26,239
		NPS H1200050003 J2124107002	15.rd	GR0003281	605092	-	56,119
		NPS J2124070023	15.rd	GR0002334	603375	-	3,409

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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							
	USGS	G1PX01708	15.rd	GRP001139	801594	-	1,322
		H120005003 J7810100026	15.rd	GR0003419	605327	-	35,883
			TOTAL DIRECT DOI			526,347	1,811,382
PASS THROUGH DOI							
Texas A&M University	#570693		15.521	GR0003496	605592	-	4,969
			TOTAL PASS THROUGH DOI			-	4,969
			TOTAL DOI			526,347	1,816,351
DEPARTMENT OF HOMELAND SECURITY (DHS)							
DIRECT DHS							
	FAA S&T	06-G-030	97.069	GR0002080	602955	-	42,355
			TOTAL DIRECT DHS			-	42,355
PASS THROUGH DHS							
Regents of the University of Minnesota	UNIV OF MINNESOTA FOOD PROTECTN/DEF		97.061	GR0002744	604600	-	15,382
State of Arizona	UoA CENTER OF EXCELLENCE		97.061	GR0002922	604251	-	92,648
University of Rhode Island	UOR!#112108/0001865 SAMPLG F EXPLOS		97.061	GR0002888	604200	-	76,636
Arizona State University	ASU 10-319		97.108	GR0003167	604910	-	204,474
			TOTAL PASS THROUGH DHS			-	389,140
			TOTAL DHS			-	431,495
AGENCY FOR INTERNATIONAL DEVELOPMENT (USAID)							
PASS THROUGH USAID							
Winrock International Institute Of Agricultural Development	WINROCK INTERNATIONAL 12/1/09		98.001	GR0003180	604933	-	259,839
University of Georgia	PEANUT RESEARCH		98.012	GR0002690	603910	-	35,202
			TOTAL PASS THROUGH USAID			-	295,041
			TOTAL USAID			-	295,041
ENVIRONMENTAL PROTECTION AGENCY (EPA)							
DIRECT EPA							
	EPA SU-83469601-0		66.516	GR0003404	605305	-	9,995
	EPA NP-96673901-0		66.708	GR0002830	604104	-	1,875
	EPA NP-00F01201		66.708	GR0003156	604861	-	58,215
	X8-96691401-0		66.716	GR0003057	604481	-	43,634
	EPA EP-10-8-000084		66.rd	GR0003437	605490	-	15,488
			TOTAL DIRECT EPA			-	129,207
PASS THROUGH EPA							
San Diego State University	SDSU 55573A-7803 E0006425		66.202	GR0002843	604130	-	104,189
University of Texas	SCERP FY11 UTEP		66.202	GR0003597	605747	-	10,559
			TOTAL PASS THROUGH EPA			-	114,748
			TOTAL EPA			-	243,955
DEPARTMENT OF EDUCATION (EDUC)							
DIRECT EDUC							
	EDUC P120A0600058 - MESH		84.120	GR0002165	603069	-	5,327
			TOTAL DIRECT EDUC			-	5,327
PASS THROUGH EDUC							
State of Arizona	UOA PO#Y202594		84.116	GR0002867	604167	-	18,103
Utah State University	ARRA - 101008001		84.396	GR0003539	605662	-	133,182
State of New Mexico	ARRA - NM HED AGREEMENT DATED 7/2/10		84.397	GR0003547	605675	-	32,348
			TOTAL PASS THROUGH EDUC			-	183,633
			TOTAL EDUC			-	188,960
NUCLEAR REGULATORY COMMISSION (NRC)							
DIRECT NRC							
	NRC-38-07-373 NUCLEAR EDUCATION		77.006	GR0002307	603324	-	12,996
			TOTAL DIRECT NRC			-	12,996
			TOTAL NRC			-	12,996
DEPARTMENT OF TRANSPORTATION (DOT)							
DIRECT DOT							
	FAA 10-C-CST-NMSU		20.109	GR0003529	605643	3,215	141,751
			TOTAL DIRECT DOT			3,215	141,751
PASS THROUGH DOT							
Washington State University	WSU #108634_G002243		20.700	GR0002464	603550	-	3,784
State of Oklahoma	OK STATE UNIV AA-5-35841-01		20.701	GR0003481	605564	-	12,221
Texas A&M University	TEXAS A&M #570435 SWEET SORGHUM		20.761	GR0002535	603661	-	8,660
Texas A&M University	TAMU 570635		20.761	GR0003293	605112	-	16,132
State of New Mexico	M00455 WEIGH IN MOTION NMDOT		20.rd	GRP000530	800388	(407,475)	(487,340)
			TOTAL PASS THROUGH DOT			(407,475)	(446,543)
			TOTAL DOT			(404,260)	(304,792)
TOTAL RESEARCH AND DEVELOPMENT CLUSTER						17,241,682	90,931,218

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STUDENT FINANCIAL AID CLUSTER - MAJOR PROGRAM							
DEPARTMENT OF EDUCATION (EDUC)							
	FEDERAL SEOG FY07		84.007	GRB000020	602661	-	46,162
	FEDERAL SEOG FY09		84.007	GRB000043	603724	-	48,147
	FEDERAL SEOG FY10		84.007	GRB000055	604441	-	(55,516)
	WS FED APP		84.033	GR0000870	601013	-	969,097
	PERKINS REPAY		84.037	N/A	170083	-	287,822
	FEDERAL ACG GRANT FY10		84.375	GRB000058	604444	-	750
	FEDERAL ACG GRANT FY11		84.375	GRB000076	605139	-	447,243
	FEDERAL PELL FY07		84.063	GRB000019	602660	-	47,835
	FEDERAL PELL FY08		84.063	GRB000036	603351	-	50,625
	FEDERAL PELL FY09		84.063	GRB000044	603725	-	53,905
	FEDERAL PELL FY10		84.063	GRB000056	240128	-	(2,634,124)
	FEDERAL PELL FY11		84.063	GRB000067	240275	-	62,037,525
	FEDERAL SEOG FY11		84.007	GRB000071	240151	-	786,311
	FEDERAL SMART FY 10		84.376	GRB000059	604445	-	(1,000)
	FEDERAL SMART FY11		84.376	GRB000075	605138	-	654,540
	PELL FY2005 MAIN		84.063	GRB000008	602092	-	1,785
	PELL FY2006		84.063	GRB000017	340027	-	46,664
	FEDERAL TEACH GRANT FY11		84.379	GRB000074	605137	-	67,000
	FEDERAL TEACH GRANT-GRADS FY10		84.379	GRB000064	604449	-	4
	TOTAL EDUC					-	62,854,775
DEPARTMENT OF VETERANS ADMINISTRATION (VA)							
	REPORTING OF VETERANS						4,640
	TOTAL VA					-	4,640
	TOTAL STUDENT FINANCIAL AID CLUSTER					-	62,859,415
TRANS - NSF RECOVERY ACT RESEARCH SUPPORT (ARRA) - MAJOR PROGRAM							
NATIONAL SCIENCE FOUNDATION (NSF)							
DIRECT NSF	ARRA - NSF DUE 0928867		47.082	GR0003014	604399	-	948,765
	TOTAL TRANS - NSF RECOVERY ACT RESEARCH SUPPORT (ARRA)					-	948,765
HISPANIC SERVING INSTITUTIONS - MAJOR PROGRAM							
DEPARTMENT OF EDUCATION (EDUC)							
DIRECT EDUC							
	DOE P031S100101		84.031	GR0020081	240173	-	187,872
	EDUC P031C080038		84.031	GR0030063	340132	-	653,549
	EDUC P031C080067 PRIMOS		84.031	GR0002835	440234	41,333	660,241
	P031S000105A EDUC		84.031	GR0040028	440039	-	(126)
	P031S040005ADMIN EDUC		84.031	GR0020059	240067	-	-
	US DEPT OF EDUC P031S090069		84.031	GR0050027	540103	-	517,742
	US DoED P031S10046		84.031	GR0030075	340180	-	279,465
	TOTAL DIRECT EDUC					41,333	2,298,743
PASS THROUGH EDUC	State of New Mexico	DOE P031S100101	84.031	GR0020081	240173	-	21,714
	TOTAL PASS THROUGH EDUC					-	21,714
	TOTAL HISPANIC SERVING INSTITUTIONS					41,333	2,320,457
STATE FISCAL STABILIZATION FUND CLUSTER - MAJOR PROGRAM							
DEPARTMENT OF EDUCATION (EDUC)							
CLUSTER							
State of New Mexico	ARRA - NM HED NMSU 953-1		84.394	GR0003337	605201	-	5,420,232
University of New Mexico	ARRA - 076022-8745		84.397	GR0003524	605636	-	40,340
	TOTAL STATE FISCAL STABILIZATION FUND CLUSTER					-	5,460,572
AFGHANISTAN WATER, AGRICULTURE AND TECH TRANSFER - MAJOR PROGRAM							
AGENCY FOR INTERNATIONAL DEVELOPMENT (USAID)							
DIRECT USAID							
	USAID 306-A-00-08- AWATT		98.012	GR0002569	603713	1,300,211	6,859,658
	TOTAL AFGHANISTAN WATER AGRICULTURE AND TECH TRANSFER					1,300,211	6,859,658

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
DEPARTMENT OF HEALTH & HUMAN SERVICES (HHS)							
CLUSTERS							
CCDF							
State of New Mexico		CYFD 0587	93.575	GR0001820	602581	-	(874)
State of New Mexico		ARRA - 10-690-9999-01007	93.713	GR0003079	604521	-	700,859
State of New Mexico		ARRA - 10-690-9999-01007	93.713	GR0003079	604525	-	8,267
				TOTAL CCDF CLUS		-	708,252
HEAD START							
		HHS ACF 06CHO224	93.600	GR0003165	604907	-	1,763,147
		ARRA - CYFD/HHS 06SE0224/01	93.708	GR0003100	604576	-	65,253
		ARRA - MENTOR COACHES	93.709	GR0003588	605731	-	12,019
				TOTAL HEAD START CL		-	1,840,419
DIRECT HHS							
		DHHS 90FE0135	93.086	GR0002820	604093	-	528,296
		RESPONSIBLE FATHERHOOD	93.086	GR0002752	604002	-	209,902
		FDA 1R13FD003952	93.103	GR0003530	605642	-	10,000
		DHHS 1D40HP0259300	93.191	GR0002527	604095	5,000	169,615
		D11 HP 00440-01HHS	93.359	GR0000240	600264	-	374
		HHS 90EV0398	93.592	GR0002834	604119	66,934	189,420
		NIH 2R25GM048998-11	93.859	GR0003227	605011	-	252,801
		NIH MARC 5T34GM07667-31	93.859	GR0002629	603821	-	(3,405)
		NIH MARC 5T34GM07667-32	93.859	GR0002993	604364	-	(15,746)
		NIH MARC 5T34GM07667-34	93.859	GR0003667	605867	-	62,649
		NMSU RISE 5R25GM061222-08	93.859	GR0002697	604512	-	809,380
		DHHS 1D1DHP16328-01-00	93.888	GR0003112	604594	-	(11,537)
			TOTAL DIRECT HHS			71,934	2,201,749
PASS THROUGH HHS							
State of New Mexico		BORDER HEALTH	93.018	GR0003640	605827	-	26,116
University of New Mexico		FEDERAL AHEC 3R471/34718	93.107	GR0001672	604932	-	64,016
University of New Mexico		3R47G/347G3 & 3R47G/347G4	93.262	GR0003186	604942	-	92,365
State of New Mexico		ARRA NMDOH 11934	93.275	GR0003445	605499	-	55,035
State of New Mexico		CYFD 09-690-8831	93.556	GR0002846	604894	-	72,661
State of New Mexico		NM CYFD 0982	93.556	GR0001899	602694	-	(38)
State of New Mexico		EAWDB TC09/10-NMSU-A ALAMOGORDO	93.558	GR0020036	240144	-	1,020
State of New Mexico		GSA 09-630-9000-0013	93.558	GR0002653	603861	-	(453,134)
State of New Mexico		GSA 10-630-9000-0013	93.558	GR0003018	604404	51,606	7,900,258
State of New Mexico		GSA 10-630-9000-0013	93.558	GR0003019	604407	(53,544)	563,981
State of New Mexico		NMHSD GSA # 10-630-9000-006	93.558	GR0003035	604437	-	(5,269)
State of New Mexico		NMHSD GSA-08-630-9000-0005 TANF	93.558	GR0002316	603340	-	(736)
Pennsylvania Coalition Against Domestic Violence		PCADV AGREEMENT SIGNED 8/1/10	93.592	GR0003444	605486	-	3,750
State of New Mexico		11-690-12990 PO#6900-000028747	93.643	GR0003561	605690	-	9,922
State University of New York		HISPANIC CHILD WELFARE TRNG	93.648	GR0003579	605719	-	83,214
State University of New York		RESEACH FOUND SNY SUB #10-06	93.648	GR0003236	605021	-	38,008
State of New Mexico		NM CYFD #11-690-12319	93.658	GR0003354	605233	-	1,273,376
State of New Mexico		NMICYFD 09-690-8270 TITLE IV-E	93.658	GR0002778	604034	-	(1,650)
State of New Mexico		NMICYFD 10-690-10562 TITLE IV-E FY10	93.658	GR0003130	604742	-	41,492
State of New Mexico		11-690012711 PO#6900-000028069	93.669	GR0003495	605588	-	12,243
State of New Mexico		11-690-12047 PO#69000-000027477	93.674	GRF003462	605527	-	33,770
University of New Mexico		3R84N UNM	93.859	GR0003214	604989	-	7,744
State of New Mexico		NMICYFD 08-690-5414	93.xxx	GR0002393	603521	-	(12,651)
State of New Mexico		SNM/HSD 08-630-9000-0001	93.xxx	GR0002308	603325	-	(161)
			TOTAL PASS THROUGH HHS			(1,938)	9,805,332
			TOTAL HHS			69,996	14,555,752
DEPARTMENT OF EDUCATION (EDUC)							
DIRECT EDUC							
		PO42A060738 DEPT OF EDUC	84.042	GR0002052	602916	-	37,803
		US DOE# P042A100782	84.042	GR0003424	605343	-	334,577
		EDUC P044A060889	84.044	GR0001976	602823	-	233,056
		P047A030840 EDUC	84.047	GR0000465	600489	-	(1,170)
		P047A070631	84.047	GR0002331	603371	-	362,533
		EDUC P116N090001	84.116	GR0003178	604930	28,573	51,134
		US DEPT OF ED P116V090037	84.116	GR0003193	604949	-	97,253
		US DoED P116N100010	84.116	GR0003466	605532	-	7,096
		USDE S149A070006	84.149	GR0002387	604020	-	399,928
		US DOE U215K080093	84.215	GR0002821	604094	-	626
		US EDUC U215K080249	84.215	GR0040093	440228	-	73,933
		S363A020133 EDUC	84.306	GR0000294	600318	-	-
		DoED H325K100429	84.325	GR0003504	605605	-	91,305
		EDUC H325K060537 TRNG SCHOOL PSYCH	84.325	GR0002121	603006	-	195,826
		US DEPT OF ED H325K080309	84.325	GR0002762	604012	-	201,174
		03-NM05 NWP CORP	84.928A	GR0000275	603817	-	38,318
			TOTAL DIRECT EDUC			28,573	2,123,392
PASS THROUGH EDUC							
State of New Mexico		09-10 CARL PERKINS CARLSBAD	84.002	GR0030071	340157	-	21,920
State of New Mexico		ABE 10-11 EL/CIVICS	84.002	GR0020078	240169	-	4,054
State of New Mexico		ABE FY 05/06 GRANTS	84.002	GR0050001	540003	-	(1,864)
State of New Mexico		BAR 854-000-1011-0005-1B	84.002	GR0030074	340179	-	7,995
State of New Mexico		CARL PERKINS YEAR 2 (09-10)	84.002	GR0040096	440241	-	23,747
State of New Mexico		CARL PERKINS YEAR 3 (10-11)	84.002	GR0040110	440295	-	456,758
State of New Mexico		NM HED ABE 08/09 FEDERAL	84.002	GRF030061	340128	-	176
State of New Mexico		NM HED ABE 09/10 FEDERAL	84.002	GRF050026	540091	-	(1)
State of New Mexico		NM HED ABE 09-10 FEDERAL	84.002	GRF040099	440248	-	3,295
State of New Mexico		NM HED ABE 09-10 FEDERAL	84.002	GRF030069	340154	-	(2,229)
State of New Mexico		NM HED ABE 10-11 FEDERAL	84.002	GRF030073	340177	-	112,406
State of New Mexico		NM HED ABE 10-11 FEDERAL	84.002	GRF040109	440293	-	359,997
State of New Mexico		NM HED ABE EL - CIVICS FY10	84.002	GR0040097	440238	-	99
State of New Mexico		NM HED ABE EL - CIVICS FY11	84.002	GR0040108	440275	-	67,743

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
State of New Mexico	NM HED ABE FY10/11 FEDERAL	84.002	84.002	GRF050030	540125	-	48,328
State of New Mexico	NM HED ELC 08-09	84.002	84.002	GR0040083	440214	-	(43)
State of New Mexico	NM PED BUDGET APPROVAL 6/30/10	84.002	84.002	GR0040113	440303	-	1,589
State of New Mexico	NM PED CARL PERKINS 09-10	84.002	84.002	GR0020037	240147	-	(139)
State of New Mexico	NM PED CARL PERKINS FY10/11 ALAMO	84.002	84.002	GR0020076	240167	-	72,236
State of New Mexico	NMHED ABE FY09/10 ALAMO CC	84.002	84.002	GRF020073	240140	-	(1,628)
State of New Mexico	NMHED BAR 6/29/10	84.002	84.002	GRF020079	240171	-	84,364
State of New Mexico	NMPED CARL PERKINS REDIST FY11	84.048	84.048	GR0020077	240168	-	12,515
Trustees of Indiana University	INDIANA UNIV BL-4240318-NM	84.116	84.116	GR0003523	605635	-	13,148
Las Cruces Public Schools	MOU MC2 LCPS	84.283	84.283	GR0000768	603409	-	7,128
State of New Mexico	SC2 IMPROVING TEACHERS' EFFECTIVENESS	84.364	84.364	GR0003634	605819	-	626
State of New Mexico	JPA #07-924-P527-0096	84.366	84.366	GR0002252	603225	-	2,663
State of New Mexico	NM PED IGA 08-924-0252 MC2	84.366	84.366	GR0002586	603758	37,264	(18,796)
State of New Mexico	NMPED IGA# 10 924 1093	84.366	84.366	GR0003299	605119	-	1,379,787
State of New Mexico	NM HED 11-950-1200-00002	84.367	84.367	GR0003374	605261	-	104,157
State of New Mexico	NM HED 11-950-1200-00003	84.367	84.367	GR0003373	605260	-	188,197
State of New Mexico	NM HED MOU 2008 OTEC PHASE III	84.367	84.367	GR0002617	603802	-	77,899
TOTAL PASS THROUGH EDUC						37,264	3,026,127
TOTAL EDUC						65,837	5,149,519
DEPARTMENT OF AGRICULTURE (USDA)							
DIRECT USDA							
09-9208-0217-CA		10.025	10.025	GR0003084	604544	7,413	79,157
10-9208-0217-CA		10.025	10.025	GR0003412	605317	-	212,346
USDA APHIS 10-8580-0814-CA		10.025	10.025	GR0003290	605108	-	17,000
USDA APHIS 10-8580-1322-CA FB		10.025	10.025	GR0003367	605252	-	6,250
USDA/APHIS/PPQ 10-8580-0609-CA		10.025	10.025	GR0003224	605004	-	28,518
USDA APHIS 10-7335-6348-CA		10.028	10.028	GR0003493	605585	-	20,000
USDA/APHIS 10-7100-0123-CA		10.028	10.028	GR0002920	605629	-	12,000
USDA FSA 2009 AGP-31		10.086	10.086	GR0003485	605572	-	8,048
USDA/OASCR COOP AGREEMENT 8/28/09		10.140	10.140	GR0003138	604830	-	40,260
USDA AMS12-25-G-0895 BEEF BRAND PRG		10.156	10.156	GR0003103	604583	22,274	23,062
PESTICIDE RECORD KEEPING		10.163	10.163	GR0003601	605754	-	35,467
USDA 12-25-A-5232		10.163	10.163	GR0003238	605023	-	27,534
NM SPECIALTY CROPS		10.170	10.170	GR0003164	604899	10,900	206,967
USDA AMS 12-25-B-1084		10.170	10.170	GR0003487	605578	90,418	165,450
2011-46000-03100		10.200	10.200	GR0003431	605397	-	27,127
CSRS S-274 ARTHROPOD		10.200	10.200	GR0000048	600023	-	54,126
PSEP FY10 FED APPROP SMITH LEVER		10.200	10.200	GR0003129	604740	-	6,097
RENEWAL RESOURCES RREA FY10 FED APP		10.200	10.200	GR0003128	604739	-	29,899
2011-41300-03100		10.207	10.207	GR0003427	605390	-	15,652
CSR AGENCY CONT FED APPROP FY10		10.207	10.207	GR0003124	604717	-	26,133
USDA 2009-38411-19752		10.217	10.217	GR0003253	605053	49,755	175,090
USDA CSREES 2008-38411-19105		10.217	10.217	GR0002696	340134	13,553	124,888
USDA NIFA HSI STEM		10.223	10.223	GR0003612	605775	-	1,972
USDA ERS 58-3000-7-0093		10.250	10.250	GR0002423	603493	-	25,783
USDA/CSREES 2007-51110-03813		10.303	10.303	GR0002338	603380	50,184	162,992
CSREES 2005-37620-16393		10.304	10.304	GR0002138	603031	-	11,915
USDA/CSREES 2009-37620-05615 NMALIRT		10.304	10.304	GR0003081	604530	-	13,184
FMHA AG MEDIATION		10.435	10.435	GR0000836	600868	-	55,363
2009-39300-19980		10.443	10.443	GR0003086	604538	-	91,485
CSREES/USDA 2009-39300-20168		10.443	10.443	GR0003237	605022	-	84,917
USDA OAO 59-2501-10-031		10.443	10.443	GR0003491	605582	-	68,401
USDA/CSREES 2008-51200-19292		10.443	10.443	GR0002680	603898	-	18,555
USDA 091E08310099		10.455	10.455	GR0003205	604964	-	75,097
USDA FSIS-C-15-2008/01 00		10.477	10.477	GR0002839	604124	-	14,831
2011-41100-03100		10.500	10.500	GR0003426	605346	-	1,415,914
2011-41510-03100		10.500	10.500	GR0003428	605391	-	14,953
CSREES 2009-45040-05520		10.500	10.500	GR0003067	604501	-	81,456
FY11 FERS RETIREMENT		10.500	10.500	GR0003430	605396	-	61,435
JUST BE IT!		10.500	10.500	GR0001803	602533	-	171,587
SMITH-LEVER 3(B)&(C)		10.500	10.500	GR0000078	600022	-	74,770
SMITH-LEVER 3(D)		10.500	10.500	GR0000134	600027	-	8,264
SMITH-LEVER EFNEP		10.500	10.500	GR0000007	600028	-	129,400
SPCL NEEDS SMITH LVR 3B FED AP FY10		10.500	10.500	GR0003126	604735	-	39,748
STATE EFNEP FY 07 FED APPROP		10.500	10.500	GR0002020	602879	-	(129)
STATE EFNEP FY 09 FED APPROP		10.500	10.500	GR0002783	604041	-	374,586
STATE EFNEP FY 10 FED APPROP		10.500	10.500	GR0003125	604718	-	81,647
STATE OPERATION FED SMITH LEVR 3B&C		10.500	10.500	GR0002397	603464	-	264
STATE OPERATION FED SMITH LEVR 3B&C		10.500	10.500	GR0002781	604039	-	-
STATE OPERATION FED SMITH LEVR 3B&C		10.500	10.500	GR0003123	604618	(1,597)	924,934
STATE OPS/SL-3B		10.500	10.500	GR0000002	600002	-	(31,906)
USDA CSREES 2009-45043-05528 DIABET		10.500	10.500	GR0003104	604584	-	15,541
USDA NIFA 2010-45043-20762		10.500	10.500	GR0003291	605115	-	47,318
USDA/CSREES 2008-45043-04469 DIABET		10.500	10.500	GR0002699	603926	-	(395)
USDA/CSREES 2009-41534-05442		10.500	10.500	GR0002980	604337	-	16,309
USDA/NIFA 2010-41533-21782		10.500	10.500	GR0003474	605547	1,798	1,845
USDA/NIFA 2010-41534-21390		10.500	10.500	GR0003395	605293	-	13,906
USDA/NIFA 2010-48720-21884		10.500	10.500	GR0003477	605556	830	1,573
USDA/OASCR ZUNI EXTENSION PROGRAM		10.500	10.500	GR0003139	604831	-	56,648
WILDLIFE MANAGEMENT		10.500	10.500	GR0002912	604234	-	21,731
05JV 11221615 163 USFS		10.652	10.652	GR0000504	601353	-	24,472
USDA-NRCS #67-8C30-7-0017		10.912	10.912	GR0002467	603554	-	448,602
58-3148-6-001 USDA FAS		10.960	10.960	GR0001129	601681	-	54,161
58-3148-6-004 USDA		10.960	10.960	GR0001295	601812	-	29
USDA 58-3148-1-047		10.960	10.960	GR0003550	605674	-	162,484
USDA 58-3148-0-014		10.960	10.960	GR0003255	605056	-	50,233
USDA FAS 58-3148-4-005		10.960	10.960	GR0000805	600829	-	10,673

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
	USDA FAS 58-3148-8-024		10.960	GR0002515	603633	-	194,147
	USDA-FAS 58-3148-9-009 NATUR RESOUR		10.960	GR0002917	604243	-	208,541
	USDA 58-3148-7-183		10.962	GR0002444	603517	-	17,021
	FERS RETIREMENT AGCY CONTRIBUTN FY1		10.xxx	GR0003127	604738	-	63,188
			TOTAL DIRECT USDA			245,528	6,620,516
PASS THROUGH USDA							
Regents University of California Davis	UC DAVIS 09-002101-NMSU1		10.200	GR0003174	604924	-	23,993
Regents University of California Davis	UC DAVIS 200911201-NEWM2		10.200	GR0003176	604928	-	9,869
Regents University of California Davis	UNIV OF CA, DAVIS 09-D002580-01		10.200	GR0003341	605205	-	14,250
Regents University of California Davis	UNIV OF CA, DAVIS 09-D002580-01		10.200	GR0003357	605237	-	49,554
Colorado State University	CSU G-1419-2 COOKING W KIDS:CLASS		10.206	GR0002976	604333	-	9,338
Utah State University	USU 080019038		10.215	GR0002803	604061	-	7,292
University of Arkansas at Pine Bluff (UAPB)	UNIV OF ARK 229-430217		10.216	GR0002200	603116	-	56,380
North Dakota State University	NDSU #13950 INSTITUTE F FOOD SAFETY		10.217	GR0002877	604184	-	137,500
Cornell University	CORNELL UNIV#57099-8829 HEALTH CHOIC		10.250	GR0002909	604231	-	1,151
Drexel University	DREXEL UNIV #211020 POULTRY & EGGS		10.303	GR0003157	604862	-	25,295
Michigan State University	MICHIGAN STATE UNI 61-4181B IMPROVG		10.303	GR0002864	604162	-	49,414
Michigan State University	MSU 61-4299A		10.303	GR0003185	604940	-	19,095
Ohio State University	OSU PO RF01187669		10.303	GR0003243	605040	-	6,581
Regents University of California Davis	UC/D 07-001492-NEWM3		10.303	GR0003546	605671	-	1,708
Rutgers University	RUTGERS #4008		10.303	GR0003286	605099	-	218,414
Texas A&M University	TAMU 451003		10.303	GR0002884	604195	-	33,637
Regents University Of California Santa Barbara	# 07-002558-08		10.304	GR0002486	603580	-	33,899
The Trustees of Purdue University	PU 598-0479-01		10.304	GR0002133	603025	-	-
Kansas State University	4-H YOUTH		10.500	GR0003606	605756	-	4,040
Kansas State University	KSU OMK PROJECT FY10		10.500	GR0003171	604916	-	80,978
Kansas State University	KSU S08061 2008 4-H MILITARY		10.500	GR0002522	603640	-	15,509
Regents of the University of Minnesota	H000756402 UOF MINN		10.500	GR0003143	605555	-	15,076
State of Arizona	NAVAJO AG/4H		10.500	GR0000815	600839	-	86,960
State of Arizona	UNIV OF AZ Y553654		10.500	GR0003283	605098	-	2,709
Texas A&M University	TAMU AgriLife 628005		10.500	GR0002806	604064	-	(682)
Texas A&M University	TAMU AgriLife 628007		10.500	GR0003368	605253	-	172,153
Texas A&M University	TAMU TCE IRAQ-3		10.500	GR0002208	604341	-	161,998
Texas A&M University	TAMU/USDA 628006		10.500	GR0003159	604865	-	151,414
Texas A&M University	X428113 TX AG EXT		10.500	GR0000843	600875	-	(25,369)
University of Kentucky	USDA/CSREES 3048106528-10-148		10.500	GR0003177	604929	-	(1,288)
University of Wyoming	AWARD DATED 1/13/11		10.500	GR0003578	605718	-	1,888
University of Wyoming	UNIV OF WYOMING SARE PROF DEV 2009		10.500	GR0003155	604860	-	14,543
Washington State University	WSU #108815_G002715		10.500	GR0003383	605271	-	25,710
Washington State University	WSU G002514 PROJ# RME-DYDO2830		10.500	GR0003070	604504	-	34,115
Washington State University	WSU G002518 IMPROVING NM SMALL FARM		10.500	GR0003071	604505	-	10,034
State of New Mexico	0463094600417SNM		10.550	GR0000146	600103	-	(94,403)
State of New Mexico	CACFP AGREEMENT #0664		10.558	GR0003411	605318	-	16,581
State of New Mexico	NMCYFD #0169 FY09-11		10.558	GR0002857	604153	-	103,845
State of New Mexico	NM CYFD #3143		10.559	GR0003408	605310	-	14,997
State of New Mexico	NM CYFD 2010 #3179		10.559	GR0003336	605199	-	3,229
State of New Mexico	NM CYFD#3070 2010		10.559	GR0003329	605187	-	7,731
State of New Mexico	FOOD STAMP NUTRITION EDUCATION		10.561	GR0002630	604741	-	1,617,883
State of New Mexico	05199000450 SNM		10.664	GR0001203	601743	-	(17,510)
State of New Mexico	06 199 000456 SNM		10.664	GR0001217	601747	-	10,361
Gila Forest Permittee's Association	GFFA EASTERN GILA FOREST & COMMUNIT		10.679	GR0002905	604227	-	22,271
Texas A&M University	TAMU #461005 PHASE II COMMUNICATION		10.960	GR0003003	604385	-	(3,067)
			TOTAL PASS THROUGH USDA			-	3,129,076
			TOTAL USDA			245,528	9,749,592
NATIONAL SCIENCE FOUNDATION (NSF)							
DIRECT NSF							
	DMS-1068795		47.049	GR0003568	605704	-	8,859
	NSF DBI-0852044		47.074	GR0002954	604292	-	97,273
	NSF SBE-0620112		47.075	GR0002117	602998	31,786	101,589
	DUE-0903212		47.076	GR0040101	440263	-	12,607
	DUE-0934919		47.076	GR0003059	604484	-	26,375
	NSF ESI-0639269		47.076	GR0002177	603088	-	79,883
	REACHING PINNACLE NSF HRD		47.076	GR0001980	540106	-	6,622
			TOTAL DIRECT NSF			31,786	333,208
PASS THROUGH NSF							
Institute Of Advanced Study	IAS 7445-2307		47.049	GR0002140	603034	-	49,562
Institute For Global Environmental Strategies	IGES PO# 071020		47.050	GR0002285	603296	-	10,776
Iowa State University	420-40-50 ISU		47.076	GR0001035	601594	-	200,675
Utah State University	USU 08064802		47.076	GR0002854	604150	-	18,291
			TOTAL PASS THROUGH NSF			-	279,304
			TOTAL NSF			31,786	612,512
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (NASA)							
DIRECT NASA							
	NASA NNC10CA04C		43.001	GR0003199	604956	-	77,647
	NASA NNX10AM48H		43.001	GR0003400	605299	90,000	324,235
	NASA NNX10AM87G		43.001	GR0003461	605526	-	17,346
	NASA NNX10AJ30A		43.xxx	GR0003307	605148	-	1,066,949
			TOTAL DIRECT NASA			147,895	1,486,177
PASS THROUGH NASA							
Paragon TEC	NAS3-02123-SNM		43.001	GR0000849	600903	-	2,764
Paragon TEC	PARAGON TEC NNC07CB50C SEMAA 08-09		43.001	GR0002712	603946	-	20,666
National Space Grant Foundation	COURSE DESIGN		43.009	GR0003625	605808	-	26,259
			TOTAL PASS THROUGH NASA			-	49,689
			TOTAL NASA			147,895	1,535,866

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
DEPARTMENT OF LABOR (DOL)							
DIRECT DOL							
	US DOL CB-17323-08-60-A-35		17.269	GR0030035	340120	-	141,230
	US DOL CS-17348-08-60-A-35		17.269	GR0040068	440206	-	434,613
			TOTAL DIRECT DOL			-	575,843
PASS THROUGH DOL							
Eastern Area Workforce Development Board	OSC 05/06 NMSU-C WIA		17.260	GR0030011	340038	-	(2,333)
Eastern Area Workforce Development Board	OSC 05/06 NMSU-C WIA ARTESIA		17.260	GR0030012	340039	-	(7,068)
Eastern Area Workforce Development Board	WIA OSC 09/10 NMSU-A		17.260	GR0020074	240143	-	856
State of New Mexico	ARRA - CONDUCT SURVEYS OF PUBLIC-SECTO		17.275	GR0003677	605885	-	40,337
State of New Mexico	ARRA - NM DWS 10-631-9999-00088		17.275	GR0003333	605195	-	274,044
			TOTAL PASS THROUGH DOL			-	305,836
			TOTAL DOL			-	881,679
DEPARTMENT OF ENERGY (DOE)							
DIRECT DOE							
	DE-FG29-91AL74167		81.041	GR0000858	186408	-	(2,242)
	USDOE DE-NT0004397		81.089	GR0002819	604092	-	224,443
	DOE/NNSA DE-FG52-07NA28084		81.123	GR0002439	603511	-	482,640
	NM SMALL BUSINESS ASSISTANCE		81.xxx	GR0003264	605064	-	39,357
	SNL PO 1038653		81.xxx	GR0003375	605262	-	5,162
	SNL PO# 1043312		81.xxx	GR0003380	605268	-	7,000
	ARRA - 10-521-R1DOE0001-0195 NMEMNRD - FEL		81.xxx	GP086B051	587000	-	436,101
	SNL PO 994078		81.xxx	GR0003298	186411	-	40,000
			TOTAL DIRECT DOE			-	1,232,461
PASS THROUGH DOE							
Carlsbad Community Development Corporation	CCDC BUILDING TRADES PROG		81.xxx	GR0030031	340108	-	7,182
Los Alamos National Security LLC	NM SMALL BUSINESS ASSISTANCE		81.xxx	GR0003570	605710	-	4,090
			TOTAL PASS THROUGH DOE			-	11,272
			TOTAL DOE			-	1,243,733
ENVIRONMENTAL PROTECTION AGENCY (EPA)							
DIRECT EPA							
	EPA EP106000001		66.037	GR0003166	604909	-	47,453
	E-00665305 EPA		66.700	GR0001455	600754	-	-
	EPA		66.700	GR0003345	605277	-	307,558
	EPA E-00665310-0		66.700	GR0003120	604607	-	132,987
	EPA NP-00F24601		66.708	GR0003490	605581	-	7,373
			TOTAL DIRECT EPA			-	495,371
PASS THROUGH EPA							
State of New Mexico	NMED 10-667-5000-009		66.439	GR0003221	605015	11,400	127,796
Texas A&M University	TAMU 42002		66.716	GR0003322	605177	-	5,683
State of New Mexico	NM ENVIR DEPT 09-667-1000-0008		66.xxx	GR0003016	604402	-	23,394
			TOTAL PASS THROUGH EPA			11,400	156,873
			TOTAL EPA			11,400	652,244
DEPARTMENT OF HOMELAND SECURITY (DHS)							
PASS THROUGH DHS							
Regents of the University of Minnesota	NCFPD LETTER DATED 8/18/08		97.104	GR0002731	603971	-	42,582
State of New Mexico	HOMELAND SECURITY		97.067	GR0003048	604463	-	19,591
State of New Mexico	2009-NMSU-SHSGP		97.067	GR0003149	604846	-	170,069
Kansas State University	KSU S10054		97.104	GR0003170	604915	-	34
University of Tennessee	UNIV OF TENN 012475-001.01		97.068	GR0003274	605076	-	47,745
State of New Mexico	NMDHSEM 2008 NMSU-TRAINING		97.067	GR0003465	605531	-	8,319
Kansas State University	NAT'L CTR FOR FOOD PROTECTION		97.061	GR0003527	605641	-	60,529
State of New Mexico	HOMELAND SECURITY		97.067	GR0003591	605732	-	88,467
			TOTAL PASS THROUGH DHS			-	437,336
			TOTAL DHS			-	437,336
DEPARTMENT OF JUSTICE (DOJ)							
DIRECT DOJ							
	DEA FORFEITURE FY10/12		16.001	GR0003443	605485	-	22,116
	DEA FORFEITURE FUNDING FY08/09		16.001	GR0002665	603882	-	(608)
	2003-JS-FX-0074 DOJ		16.541	GR0000723	602366	-	26,826
	QJP-DOJ 2007-WR-AX-0084		16.589	GR0002469	603556	38,302	175,101
	DEA AGREEMENT 8/5/10		16.xxx	GR0003514	605622	-	8,563
	FY10 HIDTA TASK FORCE AGREEMENT		16.xxx	GR0003169	604914	-	6,067
			TOTAL DIRECT DOJ			38,302	238,065
PASS THROUGH DOJ							
State of New Mexico	11-690-12990 PO#6900-0000028747		16.540	GR0003561	605690	-	27,287
State of New Mexico	PO#P69000-0000026993/#11-690-11975		16.727	GR0003469	605548	-	28,882
Indiana University of Pennsylvania Research Institute	IUP-RI #RI-C-0809-119		16.xxx	GR0003399	605298	-	36,601
Indiana University of Pennsylvania Research Institute	RI-C-0910-068		16.xxx	GR0003502	605601	-	19,752
			TOTAL PASS THROUGH DOJ			-	112,522
			TOTAL DOJ			38,302	350,587

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
SMALL BUSINESS ADMINISTRATION (SBA)							
DIRECT SBA		USSBA SBAHQ-08-I-0065	59.007	GR0002817	604087	-	201,486
						-	201,486
PASS THROUGH SBA							
Santa Fe Community College	NMSBDC 9-603001-Z-0032-21		59.037	GRF050025	540089	-	-
State of New Mexico	NM ITETA-FEDERAL		59.037	GR0040119	440318	-	331
State of New Mexico	NM SBDC 10-603001-Z-0032-22		59.037	GRF020075	240165	-	21,690
State of New Mexico	NM SBDC 10-603001-Z-0032-22		59.037	GRF040111	440300	-	21,691
State of New Mexico	NM SBDC 10-603001-Z-0032-22		59.037	GRF050029	540123	-	21,689
State of New Mexico	NMSBDC 10-603001-Z-0032-22		59.037	GRF030072	340175	-	21,487
State of New Mexico	NMSBDC 9-603001-Z-0032-21		59.037	GRF030066	340137	-	(225)
State of New Mexico	SBDC CARLSBAD FY06		59.037	GR0030059	340067	-	(101)
						-	86,562
						-	288,048
DEPARTMENT OF COMMERCE (DOC)							
DIRECT DOC		US DEPT OF COMMERCE EDA	11.300	GP086B0A4	186409	-	26,227
		NOAA NA07OAR4310407	11.431	GR0002372	603432	-	208,143
						-	234,370
						-	234,370
DEPARTMENT OF STATE (DOS)							
PASS THROUGH DOS							
New Mexico Institute of Mining and Technology	NMIMT RLF1		19.400	GR0003234	605019	-	215,788
						-	215,788
						-	215,788
DEPARTMENT OF INTERIOR (DOI)							
DIRECT DOI		US FWS CA#97310AJ017	15.649	GR0003425	605345	-	78,051
		WATER RESOURCES TECHNICIAN	15.xxx	GR0003644	605832	-	71,298
						-	149,349
						-	149,349
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)							
DIRECT HUD		HSIAC-09-NM-32	14.514	GR0040103	440268	-	132,608
						-	132,608
PASS THROUGH HUD							
City of Las Cruces	B-02-SP-NM0442 CLC		14.246	GR0000814	600838	-	5,062
						-	5,062
						-	137,670
DEPARTMENT OF DEFENSE (DOD)							
DIRECT DOD		DOD W91WAW-10-1-0001	12.599	GR0003282	605097	-	99,149
		Army Eng W912PP 06 P 0119 90 DYS WV	12.xxx	GR0001999	602858	-	15,756
						-	114,905
PASS THROUGH DOD							
University of New Mexico	UNM 456117-8745 DIST ED		12.002	GR0001398	601858	-	(2,215)
Academy of Applied Science	2011 REAP AWARD 2/14/11		12.431	GR0003608	605768	-	390
Academy of Applied Science	AASc 6/30/10 REAP 2010		12.431	GR0003447	605501	-	2,600
University of New Mexico	DTRA UNM		12.xxx	GR0000358	602294	-	3,530
						-	4,305
						-	119,210
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE (CNCS)							
PASS THROUGH CNCS							
American Association of Community Colleges	AACC Letter 02/12/08		94.005	GR0002543	603675	-	10,332
						-	10,332
						-	10,332
DEPARTMENT OF TRANSPORTATION (DOT)							
DIRECT DOT		US DOT DTFH64-10-G-0045	20.215	GR0003348	605222	-	5,000
						-	5,000
						-	5,000

New Mexico State University
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2011

Schedule 7

NAME OF PROGRAM/	AGENCY NAME	Award Number	CFDA Number	Grant Code	Fund Number	Subrecipient Expenditures	Total Expenditures
INDIVIDUAL AWARDS - OTHER							
SMITHSONIAN INSTITUTE (SI) DIRECT SI		AWARD LETTER 5/28/10	85.xxx	GR0003416	605324	-	2,937
			TOTAL DIRECT SI			-	2,937
			TOTAL SI			-	2,937
NATIONAL ENDOWMENT FOR THE HUMANITIES (NEH) DIRECT NEH		NEH MR-50101-11	45.164	GR0003583	605725	-	484
			TOTAL DIRECT NEH			-	484
			TOTAL NEH			-	484
		TOTAL INDIVIDUAL AWARDS - OTHER				610,744	36,332,008
		TOTAL EXPENDITURES OF FEDERAL AWARDS				19,193,970	205,712,093

New Mexico State University
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Schedule 7

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

Federal Awards:

Federal Appropriations, Grants and Contracts	\$ 188,977,167
Portion of Capital Grants, Gifts and other Income related to Federal Awards	521,800
	<u>189,498,967</u>
Plus reconciling items:	
Indirect cost recovered	15,555,920
Net excess revenues recognized over expenses recognized	657,206
Federal Expenditures per Schedule 5	<u><u>\$ 205,712,093</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 # 84.268. During the fiscal year ending June 30,2011, the University processed \$93,465,110 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 30,2011, the value of federal funds made available in the form of non-cash assistance totaled \$449,869.

Note D: Federal Perkins Loan Program, CFDA # 84.038. Perkins loans awarded for the year ending June 30,2011 totaled \$1,557,183, and the outstanding student loan balances under the Federal Perkins Loan Program were \$14,532,637.

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

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, 2011. We have also audited the combining statements of net assets – primary institution as of June 30, 2011, 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, 2011, and have issued our report thereon dated October 25, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the University is responsible for establishing and maintaining effective 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 University’s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of 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 and was not designed to identify all

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

deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the 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
October 25, 2011

**REPORT OF INDEPENDENT AUDITORS 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**

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

Compliance

We have audited the New Mexico State University's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of University's major federal programs for the year ended June 30, 2011. 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 University's management. Our responsibility is to express an opinion on 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 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 University's compliance with those requirements.

In our opinion, University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. However, the results of our

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

auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2011-01 and 2011-02.

Internal Control Over Compliance

Management of 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 University's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of University's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2011-01 and 2011-02. A significant deficiency in

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

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.

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 University's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the Board of Regents, others within the entity, and the New Mexico State Auditor, 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
October 25, 2011

**NEW MEXICO STATE UNIVERSITY
STATUS OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2011**

09-01 Student Financial Aid – Return to Title IV

Current Status: Resolved.

07-04 Budget Overages

Current Status: Resolved.

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

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
84.031	Hispanic Serving Institutions
47.082	Trans – NSF Recover Act Research Support (ARRA)
98.012	Afghanistan Water, Agriculture and Tech Transfer
84.394 and 84.397	State Fiscal Stabilization Fund Cluster

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, 2011**

Part II—Financial Statement Findings Section

The audit disclosed no findings required to be reported.

Part III—Federal Award Findings and Questioned Costs Section

11-01 Student Financial Aid – Return to Title IV (Significant Deficiency/Non-Compliance)

Federal program information:

Funding agency: U.S. Department of Education

Title: Student Financial Aid Cluster

CFDA Number: 84.007, 84.033, 84.063, 84.268, 84.375, 84.376, 84.379

CONDITION

During testing it was noted that the University did not return funds within the required timeframe for 20 of the 49 students tested.

CRITERIA

Per 34 CFR section 668.22(c), an institution must determine the withdrawal date for a student who withdraws after providing notice to the institution as 1) the date the student began the withdrawal process or 2) the date that the student otherwise provided notice, orally or in writing, of their intention to withdraw.

Also, 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 late payment to the Department of Education of \$11,383. This error was not extrapolated to the entire population as the error was limited to the students tested.

EFFECT

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

CAUSE

The students were miscoded in the accounting system when they dropped classes. Instead of being identified as no longer enrolled, they were incorrectly identified as dropping a class, but still enrolled for the semester. These students were identified when the unofficial withdraw report was ran and an error code resulted indicating that the students should have been previously identified as official.

RECOMMENDATION

We recommend that the University implement training procedures to ensure the employees withdrawing the students are correctly identifying them. In addition, we recommend that the University develop periodic review processes to ensure students have been properly coded.

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

MANAGEMENT RESPONSE

The Office of Financial Aid and Scholarship Services has implemented in-depth review and monitoring of processes to ensure, beginning with fiscal year 2012, that return to Title IV calculations and reconciliations are processed accurately. A dedicated staff member from the Office of Financial Aid and Scholarship Services has been assigned to proactively monitor potential coding errors, through exception reporting. Additionally, summary reports are being utilized to help ensure that the return to Title IV for all NMSU campuses has been properly processed in the system. At this time, corrective actions are fully implemented, and should not result in findings in subsequent years.

11-02 Research and Development – Late Reporting (Significant Deficiency/Non-Compliance)

Federal program information:

Funding agency: U.S. Department of Defense, U.S. Department of Energy
Title: Army High Performance Computing Research Center, Carlsbad Environmental Monitoring Program
CFDA Number: 12.431 and 81.041

CONDITION

During testing it was noted that 2 of 25 reports tested and 1 of 26 cash draw requests were filed after the required due dates. The report for 81.041 was filed late and the cash draw request for 12.431 was submitted late.

CRITERIA

Per the grant award for grant 12.431, to ensure compliance the University must submit vouchers on a monthly basis so that the funding agency receives them no later than the 15th of the following month. Also, according to the agreement, monthly cost reports must be filed by the 8th of the following month.

Per the grant award for 81.041, federal sponsoring agencies for this program shall require recipients to submit their financial status reports no later than 30 days after the end of each specified reporting period for the quarterly reports.

QUESTIONED COSTS

No question costs identified.

EFFECT

Failure to file reports in accordance within the required timeframe results in NMSU being out of compliance. In addition, the awarding agencies were not receiving timely updates on the programs.

CAUSE

Management overlooked the due date for these reports.

RECOMMENDATION

We recommend that the University implement policies and procedures to ensure employees are aware of the reporting requirements and related deadlines for the federal programs they are working on. In addition, procedures should be implemented to ensure employees are notified when these deadlines are coming up.

**NEW MEXICO STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

MANAGEMENT RESPONSE

NMSU has established procedures for ensuring employees are aware of reporting requirements and related invoicing deadlines for sponsored awards. In this specific instance, a new employee failed to follow procedures, resulting in the late reports and invoice. The referenced late reports and invoice were accepted and paid, respectively, by the corresponding agencies. Additional review procedures were subsequently implemented by the employee's direct supervisor to assist the employee in meeting deadlines.

Part IV—Other Findings and Recommendations

The audit disclosed no findings required to be reported.

New Mexico State University
Exit Conference
For the Year Ended June 30, 2011

A closing conference was held on October 25, 2011, 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

Mike Cheney	Member
Javier Gonzales	Member

Representing New Mexico State University

Barbara Couture	President
Wendy Wilkins	Executive Vice President and Provost
Angela Throneberry	Interim Senior Vice President for Administration and Finance
Lorin Gobble	Controller
Ross Justus	Director of Audit Services
Dennis Prescott	Vice President for University Advancement
Tina Byford	Assistant Vice President for University Advancement
Kevin Boberg	Chief Executive Officer for Arrowhead
Bruce Kite	General Counsel

Representing Moss Adams LLP

Scott Eliason	Partner
Lisa Todd	Senior Manager
Ashley Douglass	Manager

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