

2022

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDING
June 30, 2022

FARMINGTON MUNICIPAL SCHOOL DISTRICT, NO. 5

FMS Business and Finance Office
3401 E. 30th Street, Suite A
Farmington, NM 87402
district.fms.k12.nm.us

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FARMINGTON MUNICIPAL SCHOOL DISTRICT, NO. 5

LIST OF PRINCIPAL OFFICIALS

STEPHANIE THOMPSON
SCHOOL BOARD PRESIDENT

CODY DIEHL
SUPERINTENDENT

KEITH CORLEY
SCHOOL BOARD VICE PRESIDENT

JOAN VALLEE
SCHOOL BOARD SECRETARY

KYLE RHODES
SCHOOL BOARD DEPUTY SECRETARY

ANDRA STRADLING
SCHOOL BOARD MEMBER

TED LASIEWICZ
CHIEF OF OPERATIONS

NATHAN PIERANTONI
EXECUTIVE DIRECTOR OF SUPPORT SERVICES

CHRIS PASH
EXECUTIVE DIRECTOR OF HUMAN RESOURCES

BOBBI NEWLAND
CHIEF FINANCIAL OFFICER

NICOLE LAMBSON
EXECUTIVE DIRECTOR OF CURRICULUM AND INSTRUCTION

FARMINGTON MUNICIPAL SCHOOL DISTRICT, NO. 5

3401 E. 30th Street, Suite A
Farmington, NM 87402
district.fms.k12.nm.us

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State of New Mexico
Farmington Municipal School District No. 5

Annual Comprehensive Financial Report

For the Year Ended June 30, 2022

Prepared by
Bobbi Newland, Chief Financial Officer

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Introductory Section

Farmington Municipal School District No. 5

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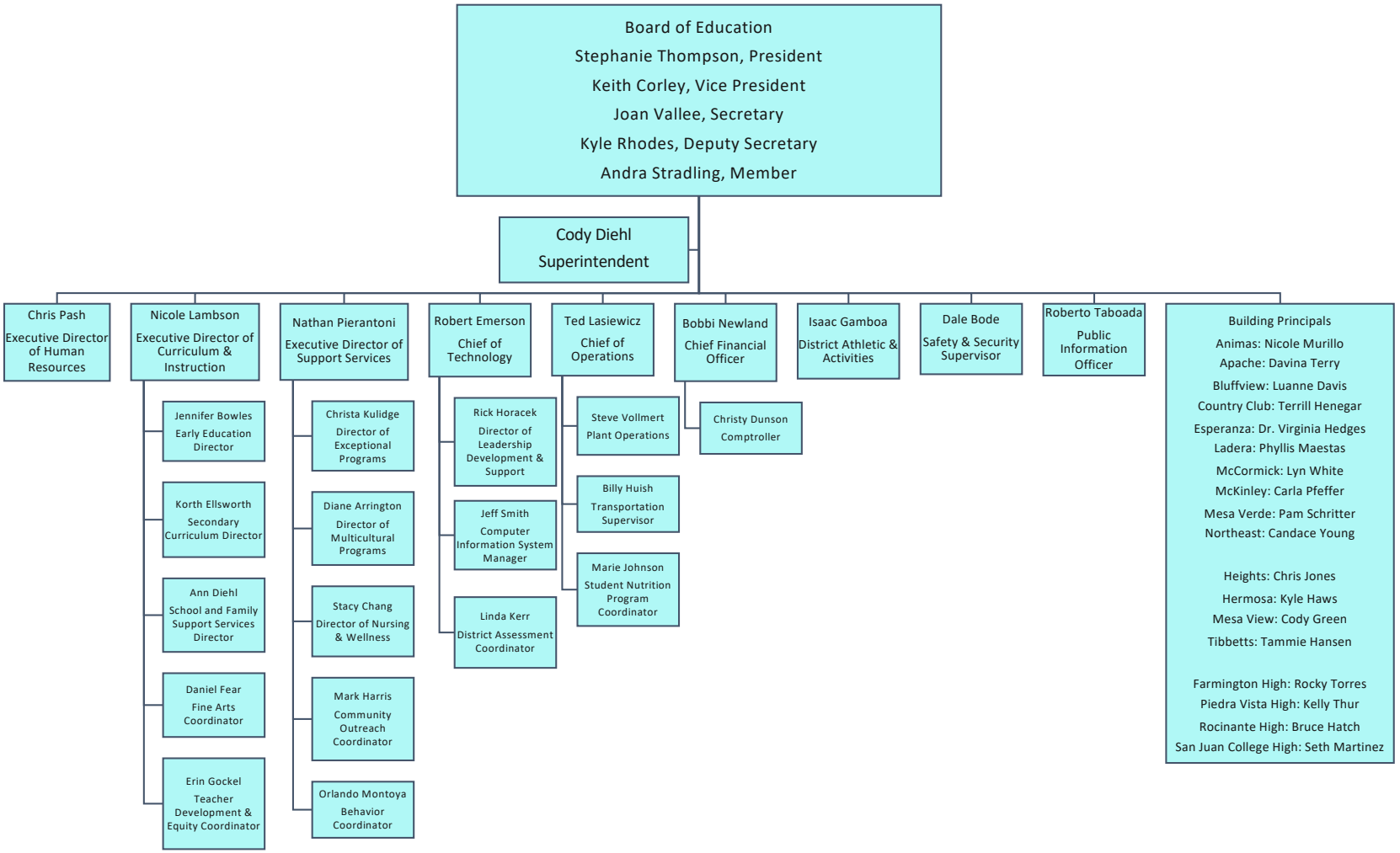
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State of New Mexico
Farmington Municipal School District No. 5
Official Roster
June 30, 2022

Name	Title
Board of Education	
Stephanie Thompson	President
Keith Corley	Vice President
Joan Vallee	Secretary
Kyle Rhodes	Deputy Secretary
Andra Stradling	Member
Administrative Officials	
Cody Diehl	Superinendent
Bobbi Newland	Chief Financial Officer
Christy Dunson	Comptroller
Lisa Evans	Payroll/Procurement
Phyllis Timme	AP Specialist
Audit Committee	
Andra Stradling	Member-FMS Board
Joan Vallee	Member-FMS Board
Linda Rogers	Member-FMS Community
Cody Diehl	Member-FMS
Bobbi Newland	Member-FMS
Christy Dunson	Member-FMS
Phyllis Timme	Member-FMS
Finance Committee	
Andra Stradling	Member-FMS Board
Keith Corley	Member-FMS Board
Cody Diehl	Member-FMS
Bobbi Newland	Member-FMS
Chrisy Dunson	Member-FMS
Phyllis Timme	Member-FMS

Farmington Municipal Schools
2021-2022 Organizational Chart



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Farmington Municipal School District No. 5
New Mexico

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO

ADMINISTRATIVE OFFICES
3401 E. 30th Street, Suite A
Farmington, NM 87402
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November 15, 2022

To the Citizens and Board of Education of Farmington Municipal School District

We are pleased to present to you the annual comprehensive financial report of the Farmington Municipal School District for the fiscal year ended June 30, 2022.

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Farmington Municipal School District for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of the Farmington Municipal School District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Farmington Municipal School District has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Farmington Municipal School District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Farmington Municipal School District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Farmington Municipal School District's financial statements have been audited by Carr, Riggs and Ingram, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Farmington Municipal School District for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved 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; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Farmington Municipal School District's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Farmington Municipal School District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report

internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Farmington Municipal School District's separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Farmington Municipal School District's MD&A can be found immediately following the report of the independent auditors.

Profile of the District

The District is a political subdivision of the State organized for the purpose of operating and maintaining an educational program for school-age children residing within its boundaries.

The Farmington Municipal School District No. 5 is the seventh largest district in the State with an enrollment of 10,900 students. There are 10 elementary schools, 4 middle schools, an alternative senior high school, an early college high school, two senior high schools and two pre-schools within the District. The District's educational program also includes vocational, technical and occupational training. The District provides education services for the detainees of the County Juvenile Detention Center, which averages approximately 25 students.

The District's powers are subject to regulations promulgated by the New Mexico Secretary of Public Education. The Public Education Department Secretary is the governing authority of the public-school systems in New Mexico and has control, management and direction over all public schools. The Governor appoints the Secretary of Public Education. Generally, the powers of the Secretary include determining policy of operations of all public schools; designating courses of instruction for all public schools in the State; adopting regulations for the administration of all public schools; determining qualifications for teachers, counselors, and their assistants; and prescribing minimum educational standards for all public schools. The Secretary of the Public Education Department may order the creation of new school districts or may require consolidation of school districts.

The District Board (the "Board"), subject to regulations of the Public Education Department, supervises and controls all public schools and property within the District. The Board employs a superintendent of schools, delegates administrative and supervisory functions to the superintendent, fixes the budget, has the capacity to sue and be sued, contracts, leases, purchases and sells for the District, acquires and disposes of all property, and adopts regulations pertaining to the administration of all powers or duties of the Board. Members serve without compensation for four-year terms of office in non-partisan elections held every two years on the first Tuesday in November.

Currently, the District operates and maintains a variety of facilities in meeting its obligations to provide an education program for the school-age children residing within its boundaries. The District operates 20 school sites. The capacity of the school facilities is estimated at 12,000 students (FTE basis).

In addition to the school buildings and their contents, the District owns 290 acres of land upon which school buildings and facilities are located, approximately 579 acres of additional vacant property, the District Administration Building, a maintenance shop and custodial center, bus terminal, an Exceptional Program and Bilingual Education building, an instructional materials warehouse and 40 vehicles. The District owns its bus fleet (75).

The Farmington Schools, as a whole, is accredited by the State of New Mexico's Public Education Department.

The District is required by State law to submit to the Public Education Department by April 15 of each year, a projected budget for the District for the ensuing fiscal year. If the District fails to submit a budget, the Public Education Department must prepare a projected budget for the District for the ensuing fiscal year. Prior to June 20th of each year, the Board must hold a public hearing to establish the projected budget for the district for the next year.

On or before July 1 of each year, the Public Education Department must approve and certify to the District an approved budget for use by the District based upon the estimated budget fixed by the District. No school board, officer or employee of a school district may make expenditure or incur any obligation for the expenditure of public funds unless such expenditure is made in accordance with an operating budget approved by the Public Education Department, but this does not prohibit the transfer of funds between line items within an object of a budget. Approved budgets may not be altered or amended after approval by the Public Education Department except upon request to the Public Education Department by the District. Instances in which such requests will be approved include a change within the budget, which does not increase the total amount of the budget. Additional budget items may also be approved if the District is to receive unanticipated revenues. Finally, if it becomes necessary to increase the District's budget by more than $1,000 for any reason other than those listed above, the Public Education Department may order a special public hearing to consider the requested increase.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects and Debt Service Fund with appropriations lapsing at year-end. Total expenditures of any activity category may not exceed categorical appropriations.

To conform to Public Education Department requirements, budgets for all funds of the District are adopted on the cash basis of accounting except for state instructional materials credit, which provides free textbooks from the Public Education Department. Hence, the budgets are not prepared in conformity with generally accepted accounting principles (GAAP) and budgetary comparisons are presented on the (Non-GAAP) basis of accounting.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is found on page 48 as part of the basic financial statements for the government funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 154.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Farmington Municipal School District operates.

Local economy. The Farmington Municipal School District (the "District") is located in the mineral rich "Four Corners" area in northwestern New Mexico. The economy of the area is dependent upon trade, electric power generation, oil, gas and coal production, government, tourism and agriculture.

Retail trade. Farmington is the largest city in the Four Corners area of Colorado, Arizona, Utah and New Mexico with a population of over 42,000. It serves as the retail, distribution and service center for an estimated population of over 260,000 including the Navajo Nation, the largest Indian reservation in the country.

Electrical Generation The economic base of the area was broadened beyond agriculture and oil and gas production in the 1960's with construction of two coal-fired generating plants, the Four Corners Generating Station located 15 miles west of Farmington and the San Juan Generating Station.

Four Corners ("APS") Company operates Four Corners Power Plant, a five-unit 2,040 megawatt coal-fired plant. Three of the five units closed in December 2013 as part of a $182 million plan for APS to meet environmental regulations. APS purchased a larger stake in Units 4 and 5 of the Four Corners Power Plant that will remain open and do not need as much investment to meet EPA standards. APS has not been replacing workers at the plant as they quit or retired since 2010 when the plan was first proposed, avoiding layoffs from the closure. APS currently owns 63% of Units 4 and 5. P.S.C. of New Mexico, Salt River Project, Tucson Electric Power and Navajo Transitional Energy Company also own minority stakes in Units 4 and 5.[1]

The Public Service Company of New Mexico ("PNM") owns a significant portion of San Juan Generating Station (SJGS), a four-unit, 1,684 megawatt of net accredited generation capacity, coal-fired plant located approximately 15 miles west of Farmington. In 2017, Units 2 and 3 were closed as part of a settlement agreement between the State of New Mexico and the U.S. Environmental Protection Agency (EPA). PNM retired the remaining coal-burning units in 2022, 20 years before the end of its useful life, as part of their larger plan of completely removing coal from their generation mix by 2031. In lieu of demolishing the remaining facilities, the City of Farmington, one of the remaining owners, has indicated interest in retaining its ownership and supporting Enchant Energy and its plans to repurpose the power plant into carbon capture utilization and sequestration (CCUS) facility and as a wholesale power generator. If built, the $1.6 billion project would be one of the largest carbon capture projects worldwide and among only a handful of CCUS projects in the United States in the power generation sector. [2, 3]

Oil and Gas Production The oil and gas industry has been important to the San Juan County economy since the 1920's and between the early 1950's and early 1980's was its mainstay. Large scale development began in 1951 and continued until 1983 when cheaper foreign crude oil and natural gas supplies dominated the market.

New Mexico oil and natural gas reserves are estimated at over 3.365 billion barrels of oil and over 23.698 trillion cubic feet of natural gas, according to the New Mexico Energy, Minerals and Natural Resources Division. In 2021, New Mexico became the nation's second-largest crude oil-producing state, after Texas, when it surpassed North Dakota's production.[4]

In addition, New Mexico is ranked among the top 10 in natural gas production and has 6% of the Country's natural gas reserves.[4] San Juan County has been ranked third in gas production in New Mexico and third in oil production for the past five years.[5] Exploration for natural gas in coal seams throughout the San Juan Basin has increased potential reserves by as much as 50 trillion cubic feet.

1 *https://www.srpnet.com/about/stations/fourcorners.aspx*
2 https://www.pnm.com/reducing-coal
3 https://www.eenews.net/articles/can-n-m-build-worlds-largest-coal-ccs-project/
4 https://www.eia.gov/state/print.php?sid=NM
5 https://www.mineralanswers.com/new-mexico/san-juan-county

Crude Oil

	San Juan County		New Mexico	
Calendar Year	Volume (Barrels)	Value (000's)	Volume (Barrels)	Value (000's)
2012	561,651	45,514	83,919,902	7,238,924
2013	1,274,573	107,152	100,986,118	9,176,093
2014	2,367,099	194,924	121,071,928	10,788,344
2015	4,112,885	156,173	148,711,044	6,582,600
2016	3,924,905	131,989	147,090,860	5,762,847
2017	4,728,892	199,529	167,271,496	7,935,246
2018	5,672,284	318,521	251,316,401	13,849,206
2019	4,645,169	224,525	335,207,981	17,784,339
2020	4,878,396	163,511	373,243,493	13,664,583
2021	4,165,231	262,552	468,158,481	31,516,558

Source: New Mexico ONGARD.

Natural Gas

	San Juan County		New Mexico	
Calendar Year	Volume (Barrels)	Value (000's)	Volume (Barrels)	Value (000's)
2012	240,905,680	650,723	528,027,589	1,472,412
2013	386,166,366	1,738,715	1,165,872,601	5,407,090
2014	380,567,113	1,970,285	1,200,327,161	6,267,444
2015	365,471,873	1,024,309	1,181,568,177	3,289,951
2016	342,850,067	899,432	1,185,300,793	3,186,977
2017	330,759,782	1,086,211	1,303,860,366	4,324,880
2018	429,915,040	1,024,661	1,826,519,308	5,240,661
2019	250,601,122	506,513	1,401,342,297	2,501,473
2020	256,450,765	577,051	1,903,353,609	3,875,435
2021	223,358,212	1,009,926	2,364,803,283	12,528,357

Source: New Mexico ONGARD.

Navajo Indian Irrigation Project The Navajo Indian Irrigation Project (NIIP), representing a joint federal and tribal investment is farmed by the Navajo Agricultural Products Industry (NAPI), an enterprise of the Navajo Nation. Composed of over 110,000 acres between 11 blocks, eight blocks currently under irrigation, the project is 70% complete with approximately 88,000 acres under cultivation and over 22,000 acres still to be developed.[6]

NAPI produces high value crops such as potatoes, flour, melons, onions, pinto beans, alfalfa, pumpkin, barley, corn, wheat and more. The enterprise also includes a 12,000 head custom feed yard, testing laboratory, fresh pack operation, bean plant, pellet/granary operation, and potato storage facilities. Business ventures contracted with NAPI include production of sod and an orchard (apples, peaches, apricots, and pears) along with an expansion in organic and traditional Navajo crops. Located on the project and just seven miles south of Farmington on Highway 371, is a 300-acre industrial park. NAPI's success is dependent on its employment which varies between 300-400 people during a crop season. 97% of the employees are members of the Navajo Nation. NAPI's mission is to develop, grow and maintain

6 https://www.usbr.gov/projects/index.php?id=360

the resources of the projected 110,000 acres. As a grower, NAPI provides quality products under the "Navajo Pride" label in both regional and in international markets.[7]

Education More than 11,140 students attended the District in school year 2021-22. There are five private and one Bureau of Indian Affairs ("BIA") contract schools in the District. San Juan College (the "College") offers a two-year college program, enabling students to obtain Associate Degrees in Arts or Sciences in addition to occupational degrees and certificate programs. The College was founded in 1956 and has grown dramatically in size and scope since its founding. It is the most affordable post-secondary school in New Mexico. The College offers an Energy and Power program which will allow students to access careers in the oil and gas industry. It also has similar programs in pre-medicine and education.

Medical San Juan Regional Medical Center ("SJRMC") is an acute care hospital and Level III trauma center in the Four Corners region with over 198 licensed beds and 165 private patient rooms. It received the Healthgrades Distinguished Hospital Award for Clinical Excellence in 2013. In addition to this national recognition, SJRMC is one of the only hospitals in New Mexico and the Four Corners region to receive this distinction.

San Juan Regional Medical Center is designated a Level III Trauma Center and provides air ambulance service with a helicopter and a fixed wing aircraft. SJRMC provides a very broad range of medical, surgical and rehabilitation services. In addition to those services, the hospital also provides a Childbirth Center, a nephrology unit, a pediatric unit, an inpatient behavioral health unit, a day surgery center and extensive imaging and lab testing services. In addition, the hospital operates a number of offsite facilities and is a Medicaid provider for New Mexico, Arizona, Colorado, and Utah.[8]

Tourism The Four Corners area boasts internationally known tourist attractions including Mesa Verde, Canyon de Chelly, Monument Valley and Lake Powell. Equally worthy attractions within the County include Chaco Cultural National Historical Park (a major Anasazi cultural center during the 12th and 13th centuries), Aztec Ruins National Monument (500 room Indian community ruin with reconstructed Kiva), white water river rafting and nationally renowned trout fishing on the San Juan River just below Navajo Lake. Tourist visits to Aztec Ruins have increased significantly over the years. The Connie Mack Baseball World Championship Tournament is held in Farmington each summer. Navajo rugs, Native American jewelry, paintings and sculpture are available at local trading posts and shops.

Long-term financial planning. The district has a Master Facility Plan that determines the district's capital improvements for the next five years and the district's financial planning for future bond elections.

Financial planning for the district has been driven by state mandates that result from the school grading reform requiring greater accountability for student success.

CURRENT PROJECTS

On November 2, 2021 voters approved issuing $8,000,000 in bonds to fund renovation, repair and numerous improvement projects at all schools throughout the district. Remaining funds from a 2017 bond issue supplement the funding of these projects.

The District will receive Public School Critical Capital Outlay funds to help with the Facility Master Plan.

7 https://napi.navajopride.com/

8 https://www.sanjuanregional.com/about

INDEPENDENT AUDIT

As required by New Mexico State law, an annual audit of the financial records, books of account and the transactions of all administrative departments of the Farmington Municipal School District No. 5 have been made by an independent auditor. The independent auditors' opinion as prepared by Carr, Riggs and Ingram, LLC is included within the Financial Section of this report. The 2022 audit was an organization-wide single audit under the provisions of the Single Audit Act Amendments of 1996 and related Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The auditors' reports related specifically to the single audit area in the Compliance Section of this report.

ACKNOWLEDGEMENT

The preparation of the report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Central Office with special appreciation to the employees working in the business office. We would like to express appreciation to all of the members of the District who assisted in the timely closing of the District's financial records and the preparation of this report.

We would also like to thank President Stephanie Thompson and members of the Board of Education for their continuing interest and support in conducting the financial affairs of this school district for the 2021-2022 fiscal year, thereby advancing the effort toward excellence in education in the Farmington Municipal School District.

In addition, we express our gratitude to Regina Gaysina financial advisor and the staff with RBC Dain Rauscher, whose dedication, understanding and insight are unsurpassed.

Respectfully submitted,



Bobbi Newland
Chief Financial Office

Financial Section

Farmington Municipal School District No. 5

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INDEPENDENT AUDITORS' REPORT

Brian S. Colón, Esq., New Mexico State Auditor
The Office of Management and Budget and
The Board of Education
Farmington Municipal School District No. 5
Farmington, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund that has a legally adopted annual budget of the Farmington Municipal School District No. 5 (the "District"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Entity's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund that has a legally adopted annual budget of the District, as of June 30, 2022, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Change in Accounting Principle

As described in Note 2 to the financial statements, the District implemented GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 29 through 38, the GASB required pension schedules on pages 106 through 109, the GASB required other post-employment benefit schedules on pages 110 through 113, and the notes to the required supplementary information on page 114 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, budgetary schedules, schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and supporting schedules as identified in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary schedules, schedule of expenditures of federal awards, and supporting schedules as identified in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

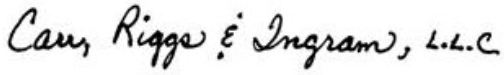
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory, statistical sections, and other disclosures but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Carr, Riggs & Ingram, LLC
Albuquerque, New Mexico
November 15, 2022

STATE OF NEW MEXICO
FARMINGTON MUNCIPAL SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For The Year Ended June 30, 2022

As management of the Farmington Municipal School District, we offer readers of Farmington Municipal School District's financial statements this narrative overview and analysis of the financial activities of the Farmington Municipal School District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 17-23.

Financial Highlights

- The liabilities and deferred inflows of resources of the Farmington Municipal School District exceeded assets and deferred outflows of resources at the close of the most recent fiscal year by $100,050,011 (*net position*). Of this amount, $6,462,757 (*Unrestricted net position excluding pension/OPEB liability of $188,344,104 and net pension/OPEB related deferred inflows / outflows of ($90,585,823)* may be used to meet the School District's ongoing obligations excluding the pension liability.

- As of the close of the current fiscal year, Farmington Municipal School District's governmental funds reported combined ending fund balances of $32,695,753 an increase of $2,050,963 in comparison with the prior year. Approximately 17.23% of this total amount, $5,635,964 is *committed for subsequent year's expenditures* at the District's discretion (*unassigned fund balance).*

- At the end of the current fiscal year, committed for subsequent year's expenditure for the general fund was $5,635,964 or 5.72% of the total general fund expenditures.

- The Farmington Municipal School District's total net debt decreased by $4,865,883 or 6.15% during the current fiscal year. The district retired $7,364,942 of debt and issued $2,000,000 in new debt.

- On November 2, 2021, a bond election was held for $8,000,000 and passed by 58% of the vote. The bonds will be sold over a four-year period.

Overview of Financial Statements

This discussion and analysis are intended to serve as an introduction to the Farmington Municipal School District's basic financial statements. The School District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

Overview of Financial Statements (Continued)

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

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

Both of the government-wide financial statements reflect functions of the Farmington Municipal School District that are principally supported by taxes and intergovernmental revenues (*governmental activities).* The governmental activities of the Farmington Municipal School District include general government operations, transportation of students and instructional materials allocations. The government-wide financial statements can be found on pages 40 through 43 of this report.

Fund financial statements. A ***fund*** is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Farmington Municipal School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Farmington Municipal School District are governmental funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

Farmington Municipal School District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, special revenue fund, and the debt service fund, all of which are considered to be major funds. Data from the 66 governmental funds are combined into a single, aggregated presentation. Individual fund data for these non-major governmental funds is provided in the form of *combining statements* following the notes to the financial statements (page 124).

Overview of Financial Statements (Continued)

Farmington Municipal School District adopts an annual appropriated budget for each of its funds. Budgetary comparative statements have been provided for these funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 44-49 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because of the resources of those funds are *not* available to support the Farmington Municipal Schools' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 50-51 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 52-104 of this report.

Government-wide Financial Analysis

As noted earlier, over time, net position may serve as a useful indicator of a government's financial position. In the case of Farmington Municipal School District, the liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by $100,050,011 at the close of the most recent fiscal year.

A portion of Farmington Municipal School District's net position is invested in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Farmington Municipal School District uses these capital assets to provide educational services; consequently, these assets are *not* available for future spending. Although Farmington Municipal School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Government-wide Financial Analysis (Continued)

Farmington Municipal School District's Net Position

	Governmental Activities		Total	
	FY 2022	FY 2021	FY 2022	FY 2021
Current and other assets	$ 39,153,370	$ 37,282,784	$ 39,153,370	$ 37,282,784
Capital assets	220,198,668	224,772,698	220,198,668	224,772,698
Total assets	259,352,038	262,055,482	259,352,038	271,237,534
Deferred outflows of resources	135,839,301	217,330,874	135,839,301	217,330,874
Current Liabilities	6,243,245	6,459,515	6,243,245	6,459,515
Noncurrent liabilities				
Due within one year	6,804,157	7,572,575	6,804,157	7,572,575
Due in more than one year	67,424,720	71,522,185	67,424,720	71,522,185
Net pension liability	143,996,770	413,101,925	143,996,770	413,101,925
Net other post employment benefit liabiltiy	44,347,334	57,630,013	44,347,334	57,630,013
Total liabilities	268,816,226	556,286,213	268,816,226	556,286,213
Deferred inflows of resources	226,425,124	23,124,761	226,425,124	23,124,761
Net position				
Net investment in capital assets	150,894,965	149,684,300	150,894,965	149,684,300
Restricted	21,522,194	23,033,641	21,522,194	23,033,641
Unrestricted (deficit)	(272,467,170)	(272,742,559)	(272,467,170)	(272,742,559)
Total net position	$ (100,050,011)	$ (100,024,618)	$ (100,050,011)	$ (100,024,618)

A large portion of Farmington Municipal School District's net position (89%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position, excluding net pension and net OPEB liabilities of $188,344,104 and net pension related deferred inflows/outflows of ($90,585,823),* $6,462,757 may be used to meet the District's ongoing obligations excluding the pension liability.

At the end of the current fiscal year, Farmington Municipal School District has achieved positive balances in the Governmental Activities category of net position. The same situation held true in the prior fiscal year.

Farmington Municipal School District's net position decreased by $25,393 during the current fiscal year. Total assets decreased slightly primarily due to a decrease in cash from the bond fund. Noncurrent liabilities decreased primarily due to the retirement of debt.

Government-wide Financial Analysis (Continued)

Governmental activities. Governmental activities decreased Farmington Municipal School District's net position by $25,393. Key elements of this decrease are as follows:

- A 4.6% increase in state equalization revenue as shown in the comparison of grants and contributions not restricted to specific programs.

- A 34% decrease in operational expenses for the district lowered spending when compared to the prior year.

- The revenue increases and operational expenses reductions were offset by pension and OPEB activity.

Government-wide Financial Analysis (Continued)

Farmington Municipal School District's Changes in Net Position

	Governmental Activities		Total	
	FY2022	FY2021	FY 2022	FY 2021
Revenues				
Program revenues				
Charges for services	$ 1,680,303	$ 648,540	$ 1,680,303	$ 648,540
Operating grants & contributions	30,205,968	23,981,290	30,205,968	23,981,290
Capital grants & contributions	4,414,701	1,835,849	4,414,701	1,835,849
General revenues				
Property taxes-general purpose	576,803	592,179	576,803	592,179
Property taxes-debt service	8,693,935	9,237,045	8,693,935	9,237,045
Property taxes-capital projects	5,100,952	4,715,657	5,100,952	4,715,657
Oil & gas	635,230	343,056	635,230	343,056
Grants and contributions not restricted to specific programs	93,515,835	89,432,759	93,515,835	89,432,759
Miscellaneous income	194,246	159,276	194,246	159,276
Total revenues	$ 145,017,973	$ 130,945,651	$ 145,017,973	$ 130,945,651
Expenses				
Direct instruction	$ 81,836,408	$ 134,506,105	$ 81,836,408	$ 134,506,105
Support services				
Students	16,089,269	28,535,879	16,089,269	28,535,879
Instruction - support	1,557,353	2,445,709	1,557,353	2,445,709
General administrative	2,514,303	3,975,985	2,514,303	3,975,985
School administrative	7,721,719	14,258,282	7,721,719	14,258,282
Central services	1,723,755	3,058,311	1,723,755	3,058,311
Operations and maintenance	20,483,503	20,001,061	20,483,503	20,001,061
Student transportation	4,260,450	6,099,771	4,260,450	6,099,771
Other support services	-	425	-	425
Non-instructional services				
Food services	6,875,044	5,587,764	6,875,044	5,587,764
Community services	50	12,073	50	12,073
Interest on long-term obligations	1,981,512	1,563,489	1,981,512	1,563,489
Total expenses	$ 145,043,366	$ 220,044,854	$ 145,043,366	$ 220,044,854
Increase/(decrease) in net position	$ (25,393)	$ (89,099,203)	$ (25,393)	$ (89,099,203)
Net position - beginning of year, as originally stated	$ (100,024,618)	$ (9,625,302)	$ (100,024,618)	$ (9,625,302)
Net position - restatement	-	(1,300,113)	-	(1,300,113)
Net position - beginning of year, as restated	(100,024,618)	(10,925,415)	(100,024,618)	(10,925,415)
Net position - end of year	$ (100,050,011)	$ (100,024,618)	$ (100,050,011)	$ (100,024,618)

Financial Analysis of the Government's Funds

As noted earlier, Farmington Municipal School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Farmington Municipal School District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Farmington Municipal School District's financing requirements. In particular, *unrestricted fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Farmington Municipal School District's governmental funds reported combined ending fund balances of $32,695,753 an increase in comparison with the prior year. Approximately negative 0.6% of this total amount $(209,950) constitutes *unassigned fund balance,* which is available for spending at the government's discretion. There is $453,076 that is nonspendable, and $5,635,964 that is committed to subsequent year's expenditures. The remainder of fund balance is *restricted* to indicate that it is not available for new spending because it has already been committed 1) to pay debt service ($10,687,564), 2) for capital projects ($9,564,809) and 3) a variety of other restricted purposes ($6,564,290).

The general fund is the chief operating fund of Farmington Municipal School District. At the end of the current fiscal year, unassigned fund balance of the general funds was $193,147 and total fund balance was $6,121,869. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned represents 1.69% percent of the total general fund expenditures, and the total fund balance represents 6.21% in the general fund balance at June 30, 2022.

The fund balance of Farmington Municipal School District's general fund decreased by $210,859 during the current fiscal year. Farmington Municipal Schools District's board and management recognizes the need for maintaining an adequate operational cash fund balance to assure sound fiscal management of its financial resources while maintaining the district's high bond rating and to assure the availability of funds when unexpected financial demands are made on the Farmington Municipal Schools. The revenue increases from the state did materialize to the level forecasted by the state. The district decreased expenditures primarily by decreasing the number of teachers and support staff throughout the district. The current fiscal year budget reflects an increase in the cash balance to comply with Board policy. The fund balance is expected to increase this next fiscal year as additional staff reductions will be made.

The District's CARES Act, ESSER II fund 24308 is a major program in FY22. The fund's total fund balance is $0 which remains consistent with prior year.

The District's GO Bonds debt service fund's total fund balance was $8,994,632 that is restricted for the payment of debt service. This is a net increase in fund balance of $7,115. The increase during the current year resulted primarily from decreased principal and interest payments.

Financial Analysis of the Government's Funds (Continued)

General Fund Budgetary Highlights

Differences between the original budgeted revenues and the final amended budgeted revenues resulted in a budget increase of $891,603 which can be briefly summarized as follows:

- The difference resulted primarily from a mid-year increase in revenue from the state in state equalization funds of $2.16 per program unit.
- Expenditures were increased in an attempt to balance the budget.
- Additional cash from 6/30/21 was carried forward and budgeted in 2021-2022.

Capital Asset and Debt Administration

Capital assets. Farmington Municipal School District's investment in capital assets for its governmental activities as of June 30, 2022 amounts to $220,198,668 (net of accumulated depreciation/amortization). This investment in capital assets includes land, construction in progress, buildings, improvements, furniture and equipment, ROU-lease asset buildings and improvements. For the governmental activities, a total of $220,198,668 was determined as the current value of all the capital assets owned by the District.

Major capital asset events during the current fiscal year included the following:

- Phase II of construction and renovation of an elementary school completed August 2021.
- The sale of the Multi-Cultural building at 1390 E 20th St in Farmington.

Additional information on Farmington Municipal School District's capital assets can be found in note 7 on pages 81-82 of this report.

Capital Asset and Debt Administration (Continued)

	Government Activities		Total	
	FY2022	FY2021	FY2022	FY2021
Land	$ 4,142,761	$ 4,142,761	$ 4,142,761	$ 4,142,761
Construction in progress	1,001,385	7,760,466	1,001,385	7,760,466
Land improvements	16,728	19,421	16,728	19,421
Buildings and improvements	210,039,701	208,553,197	210,039,701	208,553,197
Furniture and equipment	4,953,224	4,296,853	4,953,224	4,296,853
ROU-lease asset - buildings and improvements	44,869	-	44,869	-
Total	$ 220,198,668	$ 224,772,698	$ 220,198,668	$ 224,772,698

Long-term debt. As of June 30, 2022, Farmington Municipal School District had total bonded debt outstanding of $71,610,000. The total outstanding debt represents general obligation bonds secured solely by specified revenue sources (i.e., property tax collections).

	Governmental activities	
	Total FY 2022	Total FY 2021
General obligation bonds	$71,610,000	$76,495,000

Farmington Municipal School District's total GO Bond debt decreased by $4,865,883 during the current fiscal year. The district retired $7,364,942 of debt and issued $2,000,000 in new debt. Farmington Municipal School District maintains an AA3 bond rating from Moody's Investor Service, Inc.

The District carries lease liabilities of $44,962 on its statement on net position relating to the right-of-use assets described above. These liabilities also arise as a result of the implementation of GASB Statement No. 87, *Leases*. Lease liabilities are further detailed in Note 8 to the financial statements.

State statute limits the amount of general obligation debt a governmental entity may issue to 6% of its total assessed valuation. The current debt limitation for Farmington Municipal School District is $89,985,991 which is in excess of Farmington Municipal School District's outstanding general obligation debt.

More information of Farmington Municipal School District's debt can be found in note 8 of this report on pages 83-85.

Economic Factors and Next Year's Budget

Farmington Municipal School District is located in San Juan County. San Juan County, like the rest of New Mexico and the nation, has experienced increased inflation and a declining economy. Due to the economic factors post pandemic affecting the entire country, the State of New Mexico and San Juan County have seen a decrease in unemployment and a slight uptick in the oil and gas economy. The taxes on oil and gas in New Mexico are a vital revenue factor in the state's budget. 98% of Farmington Municipal Schools' operating revenue comes from the state and the district does anticipate an increase in funding allocated for schools in FY2023. The board of education is being proactive and considering ways to reduce expenditures on an opportunistic basis and improve the district's cash balance in preparation for an increase in revenues.

San Juan County's population shows some decline in past years and Farmington Municipal School's enrollment has shown a slight decline for the current fiscal year. The current enrollment has decreased slightly when compared to the same period in the prior year. The projections are that the enrollment will remain relatively flat with a slight increase over the next two to three years pending the impact of the pandemic on the local economy.

Farmington Municipal School District receives approximately 98% of its annual operating budget from the State of New Mexico through the State Equalization Guaranteed Funding. The objectives of the formula are (1) to equalize educational opportunity statewide (by crediting certain local and federal support and then distributing state support in an objective manner) and (2) to retain local autonomy in actual use of funds by allowing funds to be used in local districts at the discretion of local policy making bodies. The basis for the formula is in the number of students enrolled. Weighting factors are assigned to students that receive special services, i.e., special education and bilingual education services as well as other factors based on the training and experience of the teaching staff and the district's at-risk population.

Farmington Municipal School District has appropriated $5,635,964 of its unassigned fund balance for spending in the 2023 fiscal year budget. The $5,635,964 was budgeted primarily into direct classroom instruction to fund additional staff needed to meet the state mandated class sizes while accommodating the slight growth in the secondary student population.

Requests for information

This financial report is designed to provide a general overview of Farmington Municipal School District's finances for all those with an interest in the district's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, 3401 E 30th St. Suite A, Farmington, New Mexico 87402.

Basic Financial Statements

Farmington Municipal School District No. 5

State of New Mexico
Farmington Municipal School District No. 5
Statement of Net Position

June 30, 2022	Governmental Activities
Assets	
Current assets	
Cash and cash equivalents	$ 9,519,711
Investments	3,183,722
Receivables	
Property taxes	1,036,335
Intergovernmental	7,743,823
Inventory	453,076
Total current assets	21,936,667
Noncurrent assets	
Restricted cash and cash equivalents	16,435,577
Restricted investments	781,126
Capital assets not being depreciated	5,144,146
Capital assets being depreciated	341,262,827
Less accumulated depreciation	(126,253,174)
Right-to-use lease assets	224,345
Less accumulated amortization	(179,476)
Total noncurrent assets	237,415,371
Total assets	259,352,038
Deferred outflows of resources	
Deferred outflows - pension	120,704,107
Deferred outflows - OPEB	15,135,194
Total deferred outflows of resources	135,839,301
Total assets and deferred outflows of resources	$ 395,191,339

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

June 30, 2022	Governmental Activities
Liabilities	
Current liabilities	
Accounts payable	$ 3,570,606
Accrued payroll	1,913,879
Accrued interest	704,394
Unearned revenue	54,366
Long-term liabilities, current	6,804,157
Total current liabilities	13,047,402
Noncurrent liabilities	
Long-term liabilities, net of current portion	67,424,720
Net pension liability	143,996,770
Net other post employment benefit liability	44,347,334
Total noncurrent liabilities	255,768,824
Total liabilities	268,816,226
Deferred inflows of resources	
Deferred inflows - pension	200,691,288
Deferred inflows - OPEB	25,733,836
Total deferred inflows of resources	226,425,124
Net position	
Net investment in capital assets	150,894,965
Restricted for	
Debt service	10,775,312
Capital projects	5,272,651
Special revenue	5,474,231
Unrestricted (deficit)	(272,467,170)
Total net position	(100,050,011)
Total liabilities, deferred inflows of resources, and net position	$ 395,191,339

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

State of New Mexico
Farmington Municipal School District No. 5
Statement of Activities

For the Year Ended June 30, 2022		Program Revenues	
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**
Primary government			
Governmental activities			
Instruction	$ 81,836,408	$ 932,984	$ 16,587,445
Support services - students	16,089,269	183,427	3,261,138
Support services - instruction	1,557,353	17,755	315,660
Support services - general administration	2,514,303	28,665	509,625
Support services - school administration	7,721,719	88,032	1,565,117
Central services	1,723,755	19,652	349,388
Operation and maintenance of plant	20,483,503	233,524	4,151,808
Student transportation	4,260,450	-	3,016,861
Food services operations	6,875,044	176,264	448,926
Community services operations	50	-	-
Interest and other charges	1,981,512	-	-
Total governmental activities	$ 145,043,366	$ 1,680,303	$ 30,205,968

General revenues	
Taxes	
Property taxes, levied for operating programs	
Property taxes, levied for capital projects	
Property taxes, levied for debt services	
Oil and gas taxes	
State equalization guarantee	
Investment income	
Miscellaneous	
Gain on disposition of assets	
Total general revenues	
Change in net position	
Net position - beginning of year	
Net position - end of year	

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

Program Revenues		Net Revenue (Expense) and Changes in Net Position
Capital Grants and Contributions		
$	2,738,523	$ (61,577,456)
	538,401	(12,106,303)
	52,114	(1,171,824)
	84,137	(1,891,876)
	258,395	(5,810,175)
	57,683	(1,297,032)
	685,448	(15,412,723)
	-	(1,243,589)
	-	(6,249,854)
	-	(50)
	-	(1,981,512)
$	4,414,701	(108,742,394)
		576,803
		5,100,952
		8,693,935
		635,230
		93,515,835
		15,268
		63,596
		115,382
		108,717,001
		(25,393)
		(100,024,618)
		$ (100,050,011)

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

State of New Mexico
Farmington Municipal School District No. 5
Balance Sheet - Governmental Funds

June 30, 2022	General Fund 11000, 13000	CARES Act, ESSER II 24308	Debt Service 41000	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ 3,031,749	$ 4,293	$ 8,347,892	$ 14,571,354	$ 25,955,288
Investments	12,982	-	586,325	3,365,541	3,964,848
Receivables					
Property taxes	43,579	-	542,724	450,032	1,036,335
Intergovernmental	-	2,122,764	-	5,621,059	7,743,823
Due from other funds	6,058,501	-	-	-	6,058,501
Inventory	292,758	-	-	160,318	453,076
Total assets	$ 9,439,569	$ 2,127,057	$ 9,476,941	$ 24,168,304	$ 45,211,871
Liabilities, deferred inflows of resources, and fund balances					
Liabilities					
Accounts payable	$ 1,544,048	$ 49	$ 1,104	$ 2,025,405	$ 3,570,606
Accrued payroll	1,734,903	4,293	-	174,683	1,913,879
Unearned revenue	-	-	-	54,366	54,366
Due to other funds	-	2,122,715	-	3,935,786	6,058,501
Total liabilities	3,278,951	2,127,057	1,104	6,190,240	11,597,352
Deferred inflows of resources					
Unavailable revenue - property taxes	38,749	-	481,205	398,812	918,766
Total deferred inflows of resources	38,749	-	481,205	398,812	918,766
Fund balances					
Nonspendable	292,758	-	-	160,318	453,076
Spendable					
Restricted	-	-	8,994,632	17,822,031	26,816,663
Committed	5,635,964	-	-	-	5,635,964
Unassigned (deficit)	193,147	-	-	(403,097)	(209,950)
Total fund balances	6,121,869	-	8,994,632	17,579,252	32,695,753
Total liabilities, deferred inflows of resources, and fund balances	$ 9,439,569	$ 2,127,057	$ 9,476,941	$ 24,168,304	$ 45,211,871

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

State of New Mexico
Farmington Municipal School District No. 5
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

June 30, 2022

Amounts reported for governmental activities in the statement of net position are different because		
Fund balances - total governmental funds	$	32,695,753
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		220,153,799
Right-to-use lease assets, net of accumulated amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		44,869
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the statement of activities		918,766
Deferred outflows and inflows of resources pensions and other post employment benefits are applicable to future periods and, therefore, are not reported in funds		
Deferred outflows - pension		120,704,107
Deferred outflows - OPEB		15,135,194
Deferred inflows - pension		(200,691,288)
Deferred inflows - OPEB		(25,733,836)
Liabilities, including accrued compensated absences, accrued interest, bonds payable, leases, net pension liability, and net OPEB liability are not due and payable in the current period and, therefore, are not reported in the funds		
Accrued compensated absences not due and payable		(661,730)
Accrued interest payable		(704,394)
Bond premiums		(1,912,185)
Bonds payable		(71,610,000)
Lease liability		(44,962)
Net pension liability		(143,996,770)
Net OPEB liability		(44,347,334)
Total net position - governmental activities	$	(100,050,011)

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

State of New Mexico
Farmington Municipal School District No. 5
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds

For the Year Ended June 30, 2022	General Fund 11000, 13000	CARES Act, ESSER II 24308	Debt Service 41000	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	$ 577,288	$ -	$ 7,538,169	$ 6,268,081	$ 14,383,538
Oil and gas taxes	31,863	-	332,657	270,710	635,230
Intergovernmental					
Federal flowthrough	225,028	8,011,052	-	15,465,875	23,701,955
Federal direct	126,664	-	-	3,156,459	3,283,123
Local sources	166,438	-	-	15,028	181,466
State flowthrough	611,749	-	-	3,001,378	3,613,127
State direct	93,515,835	-	-	824,137	94,339,972
Transportation distribution	3,016,861	-	-	-	3,016,861
Charges for services	31,856	-	-	1,648,447	1,680,303
Investment income	12	-	494	14,762	15,268
Miscellaneous	34,146	-	-	29,450	63,596
Total revenues	98,337,740	8,011,052	7,871,320	30,694,327	144,914,439
Expenditures					
Current					
Instruction	62,278,074	6,868,506	-	7,175,299	76,321,879
Support services - students	10,367,348	322,526	-	4,344,466	15,034,340
Support services - instruction	1,313,318	-	-	125,133	1,438,451
Support services - general administration	1,756,965	190,391	66,231	339,120	2,352,707
Support services - school administration	6,023,029	42,413	-	1,080,608	7,146,050
Central services	1,593,100	-	-	-	1,593,100
Operation and maintenance of plant	11,788,509	587,216	-	6,999,631	19,375,356
Student transportation	3,174,303	-	-	86,521	3,260,824
Food services operations	-	-	-	6,507,171	6,507,171
Community services operations	288	-	-	-	288
Capital outlay	253,665	-	-	2,556,747	2,810,412
Debt service					
Principal	-	-	5,635,000	1,560,034	7,195,034
Interest and other charges	-	-	2,162,974	36,187	2,199,161
Total expenditures	98,548,599	8,011,052	7,864,205	30,810,917	145,234,773
Excess (deficiency) of revenues over expenditures	(210,859)	-	7,115	(116,590)	(320,334)
Other financing sources/(uses)					
Proceeds from sale of capital assets	-	-	-	371,297	371,297
Bond proceeds	-	-	-	2,000,000	2,000,000
Total other financing sources/(uses)	-	-	-	2,371,297	2,371,297
Net change in fund balances	(210,859)	-	7,115	2,254,707	2,050,963
Fund balances - beginning of year	6,332,728	-	8,987,517	15,324,545	30,644,790
Fund balances - end of year	$ 6,121,869	$ -	$ 8,994,632	$ 17,579,252	$ 32,695,753

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

State of New Mexico
Farmington Municipal School District No. 5
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Year Ended June 30, 2022

Amounts reported for governmental activities in the statement of activities are different because		
Net change in fund balances - total governmental funds	$	2,050,963
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense		
Capital expenditures		2,810,412
Depreciation expense		(7,173,396)
Amortization expense		(310,127)
Book value of capital assets disposed		(255,915)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds		
Change in unavailable revenue related to property taxes receivable		(11,848)
Governmental funds report district pension and OPEB contributions as expenditures. However, in the statement of activities, the cost of pension and OPEB benefits earned net of employee contributions is reported as pension and OPEB benefit		
Contributions subsequent to the measurement date - pension		9,605,208
Pension expense		(17,458,206)
Contributions subsequent to the measurement date - OPEB		1,366,511
OPEB benefit		4,082,385
The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities		
Decrease in accrued compensated absences not due and payable		(144,063)
Decrease in accrued interest payable		47,741
Bond premium amortization		169,908
Bond proceeds		(2,000,000)
Principal payments on bonds		6,885,000
Principal payments on leases		310,034
Change in net position of governmental activities	$	(25,393)

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

State of New Mexico
Farmington Municipal School District No. 5
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
General Fund (11000, 13000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 584,503	$ 584,503	$ 583,499	$ (1,004)
Oil and gas taxes	20,150	20,150	31,863	11,713
Intergovernmental				
Federal flowthrough	17,628	17,628	225,028	207,400
Federal direct	203,330	203,330	126,664	(76,666)
Local sources	56,603	56,603	166,438	109,835
State flowthrough	-	1,271,479	611,749	(659,730)
State direct	90,451,699	93,618,625	93,515,835	(102,790)
Transportation distribution	3,400,070	3,400,070	3,016,861	(383,209)
Charges for services	21,673	21,673	31,856	10,183
Investment Income	14	14	12	(2)
Miscellaneous	41,479	41,479	34,146	(7,333)
Total revenues	94,797,149	99,235,554	98,343,951	(891,603)
Expenditures				
Current				
Instruction	64,678,702	65,793,377	62,545,399	3,247,978
Support services - students	11,052,677	11,663,648	10,360,507	1,303,141
Support services - instruction	1,852,385	1,852,385	1,309,646	542,739
Support services - general administration	1,696,668	1,796,168	1,748,037	48,131
Support services - school administration	5,663,303	6,616,314	6,017,382	598,932
Central services	2,594,922	2,743,922	1,868,437	875,485
Operation and maintenance of plant	11,430,686	12,930,686	11,919,787	1,010,899
Student transportation	3,250,070	3,372,598	3,233,812	138,786
Other support services	98,703	98,703	-	98,703
Food services operations	-	-	-	-
Community services operations	1,974	1,974	288	1,686
Total expenditures	102,470,090	107,019,775	99,245,842	7,773,933
Excess (deficiency) of revenues over expenditures	(7,672,941)	(7,784,221)	(901,891)	6,882,330
Other financing sources				
Designated cash (budgeted increase in cash)	7,672,941	7,784,221	-	(7,784,221)
Total other financing sources	7,672,941	7,784,221	-	(7,784,221)
Net change in fund balance	-	-	(901,891)	(901,891)
Fund balance - beginning of year	-	-	8,270,220	8,270,220
Fund balance - end of year	$ -	$ -	$ 7,368,329	$ 7,368,329

Net change in fund balance (Non-GAAP budgetary basis)	$ (901,891)
Adjustments to revenues for taxes and intergovernmental revenue	(6,211)
Adjustments to expenditures for supplies and payroll expenditures	697,243
Net change in fund balance (GAAP Basis)	$ (210,859)

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

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CARES Act, ESSER II Special Revenue Fund (24308)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 6,708,093	$ 6,708,093
Total revenues	-	-	6,708,093	6,708,093
Expenditures				
Current				
Instruction	7,368,611	6,887,944	6,887,943	1
Support services - students	322,487	322,487	322,477	10
Support services - general administration	190,391	190,391	190,391	-
Support services - school administration	42,413	42,413	42,413	-
Operation and maintenance of plant	1,000,000	1,000,000	738,017	261,983
Total expenditures	8,923,902	8,443,235	8,181,241	261,994
Excess (deficiency) of revenues over expenditures	(8,923,902)	(8,443,235)	(1,473,148)	6,970,087
Other financing sources				
Designated cash balance (budgeted increase in cash)	8,923,902	8,443,235	-	(8,443,235)
Total other financing sources	8,923,902	8,443,235	-	(8,443,235)
Net change in fund balance	-	-	(1,473,148)	(1,473,148)
Fund balance - beginning of year	-	-	(649,567)	(649,567)
Fund balance - end of year	$ -	$ -	$(2,122,715)	$ (2,122,715)
Net change in fund balance (Non-GAAP Budgetary Basis)			$(1,473,148)	
Adjustments to revenues for intergovernmental revenue			1,302,959	
Adjustments to expenditures for supplies and payroll expenditures			170,189	
Net change in fund balance (GAAP Basis)			$ -	

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

State of New Mexico
Farmington Municipal School District No. 5
Statement of Fiduciary Net Position
Fiduciary Funds

June 30, 2022		Custodial Funds
Assets		
Cash and cash equivalents	$	460,062
Total assets	$	460,062
Liabilities		
Accounts payable	$	6,877
Total liabilities		6,877
Net position		
Restricted for student organizations		453,185
Total net position		453,185
Total liabilities and net position	$	460,062

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

State of New Mexico
Farmington Municipal School District No. 5
Statement of Changes in Fiduciary Net Position
Fiduciary Funds

For the Year Ended June 30, 2022		Custodial Funds
Additions		
Charges for services	$	822,243
Total additions		822,243
Deductions		
Current		
Instruction		506,672
Total deductions		506,672
Net (deficiency) in fiduciary net position		315,571
Net position - beginning of year		137,614
Net position - end of year	$	453,185

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

State of New Mexico
Farmington Municipal School District No. 5
Notes to Financial Statements

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Farmington Municipal School District No. 5 (the "District") is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education of the City of Farmington and surrounding area. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The School Board is authorized to establish policies and regulations for its own government consistent with the laws of the State of New Mexico and the regulations of the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years. The District operates eighteen schools within the District. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of the District's management that is responsible for the financial statements. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units.

Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement Nos. 39, 61, 80, and 90.

Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting Entity (Continued)

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the District does not have any component units required to be reported under GASB Statement No. 14, as amended by GASB Statement No. 39, GASB Statement No. 61, GASB Statement No.80, and GASB Statement No. 90.

Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*. Likewise, the primary government is reported separately from its legally separate component unit for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, state equalization, and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, subject to the availability criterion. Gross receipts taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and are subject to the availability criterion. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are other charges between the various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category—governmental and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The major funds presented in the fund financial statements include the following:

The *General Fund* (11000, 13000) is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by the District's school tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the school except for those items included in other funds. The General Fund includes the *Pupil Transportation Fund,* (13000) which is used to account for transportation distribution received from the New Mexico Public Education Department, which is used to pay for the costs associated with transporting school age children.

The *CARES Act, ESSER II (24308)* is used to provide local educational agencies with emergency relief funds to address the impact that COVID-19 has had, and continues to have, on elementary and secondary schools. Authority for creation of this fund is the Education Stabilization Fund, a component of the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act, 2021.

The *Debt Service Fund* (41000) is used to accumulate resources for payment of principal and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters of the county and assessed by the San Juan County Assessor and collected and remitted to the District by the San Juan County Treasurer.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Fiduciary funds are used to report assets held in a trustee or agency capacity for others that cannot be used to support the government's own programs. *Custodial* funds are purely custodial and do not involve measurement of results of operations. The District's fiduciary funds are used to account for the collection and payment of student activities.

The government reports the following fiduciary funds:

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

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and fiduciary funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Local Government Investment Pool (LGIP). The LGIP operates in accordance with appropriate state laws and regulations.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Receivables and Payables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. In the government-wide and governmental fund financial statements, property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts.

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after December 10th and May 10th are considered delinquent and the District may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent. Property taxes are collected by San Juan County and remitted monthly to the District.

Interfund Activities and Transactions

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement.

All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Inventory

The District's method of accounting for inventory is the consumption method. Under the consumption approach, governments report inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed. Inventory is valued at cost and consists of expendable supplies held for consumption, USDA commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed.

Inventory in the General Fund consist of expendable supplies held for consumption. Inventory in the special revenue funds consists of USDA commodities and other purchased food and non-food supplies. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories.

Restricted Assets

Certain assets of the District are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Bond debt service accounts – Includes certain proceeds from issuance of bonds, as well as certain resources set aside for the repayment of bonds or capital lease obligations.

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District's policies as assets with an initial, individual cost of more than $5,000 (amount not rounded) per Section 12-6-10 NMSA 1978 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The District was a Phase II government for purposes of implementing GASB Statement No. 34; however, the District does not have any infrastructure assets to report. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Donated capital assets are recorded at acquisition value at the date of donation. There were no donated assets during the year ended June 30, 2022.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Construction projects paid for by the Public School Capital Outlay Council are included in the District's capital assets. No interest was included as part of the cost of capital assets under construction.

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

Assets	Years
Buildings and improvements	25-50
Land improvements	10-20
Furniture and equipment	4-20

Right-to-Use Lease Assets

The District has recorded right-to-use lease assets as a result of implementing GASB Statement No. 87. The right-to-use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability. The right-to-use lease assets are amortized on a straight-line basis over the term of the related lease. See note 7 for more information.

Deferred Outflows of Resources

In addition to assets, the balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element, represents a use of net position that applies to a future period and so will not be recognized as an outflow of resources (expenditure) until that time. The District has four types of items that qualify for reporting in this category related to reporting under GASB 68 and four types that related to reporting under GASB 75, which total $120,704,107 and $15,135,194, respectively, in the statement of net position. The amounts are further detailed in note 11 and note 12. These amounts are deferred and recognized as outflows of resources in future periods and will reduce the net pension liability, and net other post-employment benefit liability, respectively, in future periods.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Deferred Inflows of Resources

In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred inflows of resources. The District has one type of items, which arises under the modified accrual basis of accounting that qualify for reporting in this category. Accordingly, the item, unavailable revenue - property taxes, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District has recorded $918,766 related to property taxes considered "unavailable."

In addition, the District has four types of items present on the statement of net position that qualify for reporting in this category related to reporting under GASB 68 and four types that related to reporting under GASB 75. The deferred inflows of resources total $200,691,288 and $25,733,836, respectively, in the statement of net position, and are further detailed in note 11 and note 12. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

Accrued Payroll

The amount recognized in the fund financial statements represents checks that were held at year end in relation to employee's summer payroll, including the applicable ERB, RHC, Social Security Taxes and Medicare payable.

Compensated Absences

It is the District's policy to permit employees to accumulate 120 days of earned but unused vacation, which will be paid to employees upon retirement from the District's service. The amount for liability has been reported in the government-wide financial statements.

Accumulated sick leave is not payable upon termination and is recorded as expenditures when it is paid.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund lability of the government fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Debt issuance costs are expensed as incurred.

Lease Liabilities

The District has entered into agreements to lease certain buildings and equipment. Lease liabilities qualify as other than short-term leases under GASB Statement No. 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021. See note 8 for more information. The State of New Mexico has provided the following guidance related to the incremental borrowing rate (IBR), which the District is utilizing.

Lease Term	Incremental Borrowing Rate (IBR)
>1 year to 5 years	0.50%
>5 years to 10 years	0.75%
>10 years	1.75%

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Educational Retirement Board (ERB) and additions to/deductions from ERB's fiduciary net position have been determined on the same basis as they are reported by ERB, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Postemployment Benefits Other Than Pension (OPEB)

For purposes of measuring the post-employment liability, deferred outflows of resources and deferred inflows of resources related to post-employment, and post-employment expense, information about the fiduciary net position of the Retiree Health Care Act (RHCA) and additions to/deductions from RHCA's fiduciary net position have been determined on the same basis as they are reported by RHCA, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Fund Balance Classification Policies and Procedures

Fund Balances

The District has implemented GASB Statement No. 54 and has defined the various categories reported in fund balance. For committed fund balance, the District's highest level of decision-making authority is the Board of Education. The formal action that is required to be taken to establish a fund balance commitment is a resolution of the Board of Education.

For assigned fund balance, the Board of Education or an official or body to which the School Board of Education delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is that in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

For the classification of fund balances, the District considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the District considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance - At June 30, 2022, the District had nonspendable fund balance categorized in the governmental funds balance sheet in the amount of $453,076 as detailed on in note 16.

Restricted and Committed Fund Balance - At June 30, 2022, the District has presented restricted fund balance on the governmental funds balance sheet in the amount of $26,816,663 for various District operations as restricted by enabling legislation. The District has also presented committed fund balance on the governmental funds balance sheet in the amount of $5,635,964. The details of these fund balance items are located on the governmental funds balance sheet as detailed on note 16.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Net Position

Equity is classified as net position and displayed in three components:

Net investment in capital assets - Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The District includes unspent debt proceeds in the amount of $4,263,444 in the calculation of net investment in capital assets in the governmental activities.

Restricted Net Position - Net position is reported as restricted when constraints are placed on the use either by: (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for "special revenue, capital projects, and debt service" are described on pages 55-56 and 116-123.

Unrestricted Net Position - Net position that does not meet the definition of "Restricted" or "Net Investment in Capital Assets."

Revenues and Expenditures/Expenses

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration (1) early childhood education; (2) basic education; (3) special education; (4) bilingual-multicultural education; and (5) size, etc**.** Program revenues included in the statement of activities are derived directly from the program itself or from parties outside the District, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of District facilities, etc., (b) program-specific operating grants, which include revenues received from state and federal sources, such as the grants, to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state and federal sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and state equalization guarantee.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

The District reports all direct expenses by function in the statement of activities. Direct expenses are those that are clearly identifiable with a function. The District currently employs the indirect cost allocation systems, which was determined by NM PED to be 2.42% at June 30, 2022. Depreciation expense is specifically identified by function and included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the statement of activities.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred, all other grant requirements have been met and the availability criterion have been met.

State Equalization Guarantee - School districts in the State of New Mexico receive a 'state equalization guarantee distribution,' which is defined as "that amount of money distributed to each school district to insure that the school district's operating revenue, including its local and federal revenues as defined (in Chapter 22, Section 825, NMSA 1978) is at least equal to the school district's program costs."

Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received $93,515,835 in state equalization guarantee distributions during the year ended June 30, 2022.

Tax Revenues - The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized $14,371,690 in tax revenues in the government-wide financial statements during the year ended June 30, 2022. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Federal Impact Aid – The District also receives Federal Impact Aid in lieu of property taxes for the presumed loss of property taxes that results from the federally owned land that lie within the District's boundaries but are not subject to property taxes. The District received $219,931 in Federal Impact Aid for the year ended June 30, 2022.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

Transportation Distribution - School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through 12 attending public school within the school district. The District received $3,016,861 in transportation distributions during the year ended June 30, 2022.

Instructional Materials - The Public Education Department (Department) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while fifty percent of each allocation is available for purchases directly from vendors. No allocations received from the State for the year ended June 30, 2022.

SB-9 State Match - The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978.

However, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

The District did not receive any state SB-9 matching during the year ended June 30, 2022.

Public School Capital Outlay - The public school capital outlay fund was created under the provisions of Chapter 22, Article 24, NMSA 1978. The money in the fund may be used for: capital expenditures deemed by the public school capital outlay council to be necessary for an adequate educational program per Section 22-24-4(B); core administrative functions of the public school facilities authority and for project management expenses upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L). Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (Continued)

The District received $169,558 of Public School Capital Outlay matching during the year ended June 30, 2022.

Federal Grants - The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operates under its own budget, which has been approved by the Federal Department or the flow-through agency (usually the New Mexico Public Education Department). The various budgets are approved by the local School Board and the New Mexico Public Education Department.

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

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the District are management's estimate of depreciation on assets over their estimated useful lives, net pension liability and the related deferred inflows and outflows of resources, the net other post-employment benefits liabilities and the related deferred inflows and outflows of resources, and the current portion of accrued compensated absences.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, November 15, 2022. See note 18 for relevant disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued and Implemented Accounting Pronouncements

The District has implemented GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The implementation of this Statement had a material impact on the District's reporting in the current fiscal year.

The District also implemented GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. The implementation of this Statement had no impact on the District's reporting in the current fiscal year.

The District implemented GASB Statement No. 92, *Omnibus 2020*. The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. More comparable reporting will improve the usefulness of information for users of state and local government financial statements. The implementation of this Statement had no impact on the District's reporting in the current fiscal year.

The District implemented GASB Statement No. 93, *Replacement of Interbank Offered Rates*. The exceptions to the existing provisions for hedge accounting termination and lease modifications in this Statement will reduce the cost of the accounting and financial reporting ramifications of replacing IBORs with other reference rates. The reliability and relevance of reported information will be maintained by requiring that agreements that effectively maintain an existing hedging arrangement continue to be accounted for in the same manner as before the replacement of a reference rate. As a result, this Statement will preserve the consistency and comparability of reporting hedging derivative instruments and leases after governments amend or replace agreements to replace an IBOR. The implementation of this Statement had no impact on the District's reporting in the current fiscal year.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued and Implemented Accounting Pronouncements (Continued)

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements are as follows:

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. (This new effective date reflects the immediate implementation of GASB Statement No. 95.)

In March 2020, the GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The requirements of this Statement will improve financial reporting by establishing the definitions of PPPs and APAs and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. That uniform guidance will provide more relevant and reliable information for financial statement users and create greater consistency in practice. This Statement will enhance the decision usefulness of a government's financial statements by requiring governments to report assets and liabilities related to PPPs consistently and disclose important information about PPP transactions. The required disclosures will allow users to understand the scale and important aspects of a government's PPPs and evaluate a government's future obligations and assets resulting from PPPs. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

In May 2020, the GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements.* The requirements of this Statement will provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Earlier application is encouraged.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued and Implemented Accounting Pronouncements (Continued)

In May 2022, GASB issued Statement No. 99, *Omnibus 2022*. The requirements of this Statement establishes or amends accounting and financial reporting requirements for specific issues related to financial guarantees, derivative instruments, leases, public-public and public-private partnerships (PPPs), subscription-based information technology arrangements (SBITAs), the transition from the London Interbank Offered Rate (LIBOR), the Supplemental Nutrition Assistance Program (SNAP) (formerly, food stamps), nonmonetary transactions, pledges of future revenues, the focus of government-wide financial statements, and terminology. The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

In June 2022, GASB issued Statement No. 100, *Accounting changes and Error Corrections*. The requirements of this Statement will enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2023. Earlier application is encouraged.

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The requirements of this Statement is to better meet the information needs of the financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective fort reporting periods beginning after December 15, 2023. Earlier applications is encouraged.

The District is evaluating the requirements of the above statements and the impact on reporting.

NOTE 2: CHANGE IN ACCOUNTING PRINCIPLE

In fiscal year 2022, the District implemented GASB Statement No. 87, *Leases*. The District was required to record right-of-use assets and lease liability in the amount of $354,996 in the government-wide financial statement as detailed in notes 7 and 8. There was no impact on fund balance or net position.

NOTE 3: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Public Education Department. Auxiliary student activity accounts are also budgeted.

These budgets are prepared on the modified cash basis with payroll or held checks being accrued and expensed, therefore, fund balances on the budget statements do not reconcile to cash due to the District's accrued payroll, which is presented on the accrual basis. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as restricted fund balance.

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

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department (PED) a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets are submitted to the State of New Mexico Public Education Department.

2. In May or June of each year, the proposed "operating" budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.

3. The school board meeting is open for the general public unless a closed meeting has been called.

4. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.

NOTE 3: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information (Continued)

5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.

6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.

7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the DBPU.

8. Legal budget control for expenditures is by function.

9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget schedules included in the accompanying financial statements reflect the original budget and the final budget.

10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico Administrative Code 6.20.2.9 prohibits the District from exceeding budgetary control at the function level.

NOTE 3: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information (Continued)

The appropriated budget for the year ended June 30, 2022, was properly amended by the District's Board of Education throughout the year. These amendments resulted in the following changes:

	Excess (deficiency) of Revenues over Expenditures	
	Original Budget	**Final Budget**
Budgeted funds		
General Fund - 11000, 13000	$ (7,672,941)	$ (7,784,221)
CARES Act, ESSER II - 24308	(8,923,902)	(8,443,235)
Debt Service - 41000	(8,022,500)	(8,844,001)
Nonmajor governmental funds	(10,680,601)	(17,947,601)

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

The accompanying statements of revenues, expenditures and changes in fund balance – budget (non-GAAP budgetary basis) and actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2022 is presented. Reconciliations between the non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 4: DEPOSITS AND INVESTMENTS

Section 22-8-40, NMSA 1978 authorizes the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2022.

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

The District's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the standard maximum deposit insurance amount of

$250,000 for all deposit accounts out of state and up to $250,000 for all time and saving accounts plus up to $250,000 for all demand deposit accounts held at a single institution in state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2022, $29,135,894 of the District's bank balances of $29,668,599 was exposed to custodial credit risk; $14,382,855 was uninsured and collateralized by collateral held by the pledging bank's trust department, but not in the District's name. $14,753,039 of the District's deposits were uninsured and uncollateralized at June 30, 2022.

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

	Bank of the Southwest	Citizen Bank of Farmington	Wells Fargo Bank	Total
Amount of deposits	$ 357,822	$ 32,705	$ 29,278,072	$ 29,668,599
FDIC coverage	(250,000)	(32,705)	(250,000)	(532,705)
Total uninsured public funds	107,822	-	29,028,072	29,135,894
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the District's name	107,822	-	14,275,033	14,382,855
Uninsured and uncollateralized	$ -	$ -	$ 14,753,039	$ 14,753,039
Collateral requirement (50%)	$ 53,911	$ -	$ 14,514,036	$ 14,567,947
Pledged securities	375,000	2,464,637	14,275,033	17,114,670
Over (under) collateralized	$ 321,089	$ 2,464,637	$ (239,003)	$ 2,546,723

The collateral pledged is listed on page 236 of this report. The types of collateral allowed are limited to direct obligations of the United States Government, all bonds issued by any agency, District or political subdivision of the State of New Mexico, securities, including student loans, that are guaranteed by the United States or the State of New Mexico, revenue bonds that are underwritten by a member of the financial industry regulatory authority, known as FINRA, and are rated BAA or above by a nationally recognized bond rating service, or letter of credit issued by a federal home loan bank.

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

The District utilized internal pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from account in the combining balance sheet as of June 30, 2022. Funds 24101 through 24355 are federal funds, 25131 through 28211 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2022:

24101	Title I - ESEA	$ 278,736
24106	Entitlement IDEA-B	162,139
24109	Preschool IDEA-B	1
24115	IDEA-B Private Schools Share	117
24118	Fresh Fruit and Vegetables	88,241
24119	21st Century Community Learning Centers	198,970
24154	Teacher/Principal Training & Recruiting	267,748
24174	Carl D Perkin Secondary - Current	1,306
24176	Carl D. Perkins Secondary - Redistribution	617
24188	AMP Advancing Measurement at PED	234,026
24189	Student Supp Academic Title IV	108,951
24190	Title I - Comprehensive Support and Improvement (CSI)	15
24308	CARES Act, ESSER II	2,122,715
24309	CARES Act, ESSER - Social Emotional Learning	10,694
24316	CARES Act, ESSER II - Air Quality	69,007
24330	ARP Act, ESSER III	501,609
24350	ARP Act, ESSER III - Homeless Children and Youth Retention Stipend	11,079
24355	ARP II - Emergency Relief Fund Homeless Children and Youth	2,589
25131	Johnson O'Malley	250,592
25184	Indian ED Formula Grant	116,442
27107	27107 GOB Library	50,307
27149	PreK Initiative	203,608
27150	Indian Education Act	20,387
27178	School Buses	1,124,561
27202	Open Sci Ed Expansion Initiative	10,102
27405	Public School Bus Cameras	27,489
27407	Family Income Index	149,625
27502	Career Technical Education Program (Pilot)	7,468
28211	NM Schools Covid-19 Testing Program DOH	39,360
	Total	$ 6,058,501

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

Reconciliation of Cash, Cash Equivalents, and Investments

Cash and cash equivalents per statement of net position	$	9,519,711
Restricted cash and cash equivalents per statement of net position		16,435,577
Investments per statement of net position		3,183,722
Restricted investments statement of net position		781,126
Cash and cash equivalents per statement of fiduciary net position		460,062
Total cash, cash equivalents and investments		30,380,198
Add outstanding checks		5,527,057
Less deposits in transit		(2,382,962)
Less NMFA cash		(682,109)
Less NMFA investments		(3,173,585)
Bank balance of deposits	$	29,668,599

The District has presented commercial checking accounts with interest (public funds) in the amount of $791,263 as investments in the statement of net position; however these are classified as deposits for disclosure purposes.

Investments

The District's investments at June 30, 2022, include the following:

Investment Type		Fair Value	Investment Maturity
U.S. Treasury money market mutual funds	$	3,173,585	49 Days
Total investments	$	3,173,585	

Investment Type	Weighted Average Maturities (F)	Fair Value	Rating
U.S. Treasury money market mutual funds	49 Days	$ 3,173,585	AAAm

* Based on Standard & Poor's rating

Interest Rate Risk – Investments. The District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Concentration Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. The District currently has 100% in money market mutual funds. Since the District only purchases investment with high credit ratings, the additional concentration is not viewed to be an additional risk by the District. The District's policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

Fair Value Measurement

The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Authority has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

NOTE 4: DEPOSITS AND INVESTMENTS (Continued)

Fair Value Measurement (Continued)

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Authority believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The District maintained a balance of $3,173,585 in the U.S. Treasury money market mutual funds at year end which required fair value disclosure.

	Level 1	Level 2	Level 3	Total
Investments by fair value level				
U.S. Treasury money market mutual funds	$ 3,173,585	$ -	$ -	$ 3,173,585
Total investments	$ 3,173,585	$ -	$ -	$ 3,173,585

NOTE 5: ACCOUNTS RECEIVABLE

Accounts receivable as of June 30, 2022, are as follows:

	General Fund 11000, 13000, 14000	CARES Act, ESSER II 24308	Debt Service 41000
Property taxes	$ 43,579	$ -	$ 542,724
Intergovernmental			
Federal sources	-	2,122,764	-
State sources	-	-	-
Totals	$ 43,579	$ 2,122,764	$ 542,724

	Nonmajor Governmental Funds	Total
Property taxes	$ 450,032	$ 1,036,335
Intergovernmental		
Federal sources	4,002,847	6,125,611
State sources	1,618,212	1,618,212
Totals	$ 6,071,091	$ 8,780,158

NOTE 5: ACCOUNTS RECEIVABLE (Continued)

The above receivables are deemed 100% collectible.

In accordance with GASB Statement No. 33, property tax revenues in the amount of $918,766 that was not collected within the period of availability have been reclassified as deferred inflows for unavailable revenue in the governmental fund financial statements.

NOTE 6: INTERFUND RECEIVABLES AND PAYABLES

The District records temporary interfund receivables and payables to enable the fund to operate until grant monies are received. The composition of interfund balances during the year ended June 30, 2022 is as follows:

	Due From	Due To
Major Funds		
Fund 11000 General	$ 6,058,501	$ -
Fund 24308 CARES Act, ESSER II	-	2,122,715
Non-major Funds		
Fund 24101 Title I - ESEA	-	278,736
Fund 24106 Entitlement IDEA-B	-	162,139
Fund 24109 Preschool IDEA-B	-	1
Fund 24115 IDEA-B Private Schools Share	-	117
Fund 24118 Fresh Fruit and Vegetables	-	88,241
Fund 24119 21st Century Community Learning Centers	-	198,970
Fund 24154 Teacher/Principal Training & Recruiting	-	267,748
Fund 24174 Carl D Perkins Secondary - Current	-	1,306
Fund 24176 Carl D Perkins Secondary - Redistribution	-	617
Fund 24188 AMP Advancing Measurement at PED	-	234,026
Fund 24189 Student Supp Academic Achievement Title IV	-	108,951
Fund 24190 Title I - Comprehensive Support and Improvement (CSI)	-	15
Fund 24309 CARES Act, ESSER Social Emotional Learning	-	10,694
Fund 24316 CARES Act, ESSER II Air Quality	-	69,007
Fund 24330 ARP Act, Esser III	-	501,609
Fund 24350 ARP Act, ESSER III - Homeless Children and Youth Retention Stipend	-	11,079
Fund 24355 ARP II - Emergency Relief Fund Homeless Children and Youth	-	2,589
Fund 25131 Johnson O'Malley	-	250,592
Fund 25184 Indian ED Formula Grant	-	116,442
Fund 27107 27107 GOB Library	-	50,307
Fund 27149 PreK Initiative	-	203,608
Fund 27150 Indian Education Act	-	20,387
Fund 27178 School Buses	-	1,124,561
Fund 27202 Open Sci Ed Expansion Initiative	-	10,102
Fund 27405 Public School Bus Cameras	-	27,489
Fund 27407 Family Income Index	-	149,625
Fund 27502 Career Technical Education Program (Pilot)	-	7,468
Fund 28211 NM Schools Covid-19 Testing Program DOH	-	39,360
	$ 6,058,501	$ 6,058,501

All interfund balance are intended to be repaid within one year.

NOTE 7: CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2022, follows. Land and construction in progress are not subject to depreciation.

Governmental activities	Balance June 30, 2021	Balance June 30, 2021 (As restated)*	Additions	Deletions	Balance June 30, 2022
Capital assets not being					
Land	$ 4,142,761	$ -	$ -	$ -	$ 4,142,761
Construction in progress	7,760,466	-	1,151,330	(7,910,411)	1,001,385
Total capital assets not being depreciated/amortized	11,903,227	-	1,151,330	(7,910,411)	5,144,146
Capital assets being depreciated/amortized					
Buildings and improvements	314,688,421	-	7,910,411	(393,715)	322,205,117
Land improvements	4,448,663	-	-	-	4,448,663
Furniture and equipment	13,725,529	-	1,659,082	(775,564)	14,609,047
ROU-lease asset - equipment	-	130,651	-	(130,651)	-
ROU-lease asset - buildings and improvements	-	224,345	-	-	224,345
Total capital assets being depreciated/amortized	332,862,613	354,996	9,569,493	(1,299,930)	341,487,172
Less accumulated depreciation/amortization					
Buildings and improvements	(106,135,224)	-	(6,167,992)	137,800	(112,165,416)
Land improvements	(4,429,242)	-	(2,693)	-	(4,431,935)
Furniture and equipment	(9,428,676)	-	(1,002,711)	775,564	(9,655,823)
ROU-lease asset - equipment	-	-	(130,651)	130,651	-
ROU-lease asset - buildings and improvements	-	-	(179,476)	-	(179,476)
Total accumulated depreciation/amortization	(119,993,142)	-	(7,483,523)	1,044,015	(126,432,650)
Total capital assets being depreciated, net of depreciation/amortization	212,869,471	354,996	2,085,970	(255,915)	215,054,522
Total capital assets, net of depreciation/amortization	$ 224,772,698	$ 354,996	$ 3,237,300	$ (8,166,326)	$ 220,198,668

*The notes require a restatement due to the implementation of GASB 87. There is no impact on the financial statements.

NOTE 7: CAPITAL ASSETS (Continued)

Depreciation expense for the year ended June 30, 2022 was charged to the following functions.

Governmental activities	
Instruction	$ 3,608,880
Support services - students	714,842
Support services - instruction	73,794
Support services - general administration	124,540
Support services - school administration	343,374
Central services	75,610
Operation and maintenance of plant	968,565
Student transportation	905,945
Food service operations	357,846
Total	$ 7,173,396

Amortization expense for the year ended June 30, 2022 was charged to the instruction function in the amount of $310,127.

NOTE 8: LONG-TERM LIABILITIES

General obligation bonds are secured by and payable solely from the Debt Service Fund.

General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2022 are for governmental activities.

NOTE 8: LONG-TERM LIABILITIES (Continued)

Bonds outstanding at June 30, 2022 are comprised of the following.

	Series 2014	Series 2015	Series Tech 2016
Original Issue	$ 23,500,000	$ 35,000,000	$ 6,700,000
Principal	September 1	September 1	September 1
Interest	March 1	March 1	September 1
	September 1	September 1	
Interest Rates	2.00-3.00%	3.00-5.00%	1.06-1.34%
Maturity Date	September 2027	September 2033	September 2020

	Series 2017A	Series 2017B	Series 2018 Ed Tech
Original Issue	$ 7,100,000	$ 2,370,000	$ 5,000,000
Principal	September 1	September 1	September 1
Interest	March 1	March 1	March 1
	September 1	September 1	September 1
Interest Rates	1.16-3.14%	0.86-1.19%	1.76-2.38%
Maturity Date	September 2032	September 2021	September 2022

	Series 2018	Series 2018A	Series 2020
Original Issue	$ 4,000,000	$ 11,000,000	$ 3,900,000
Principal	September 1	September 1	September 1
Interest	March 1	March 1	March 1
	September 1	September 1	September 1
Interest Rates	1.76-3.27%	2.14-3.41%	0.49-1.82%
Maturity Date	September 2033	September 2033	September 2035

	Series 2020A	Series 2022
Original Issue	$ 7,510,000	$ 2,000,000
Principal	September 1	September 1
Interest	March 1	March 1
	September 1	September 1
Interest Rates	1.00-1.27%	0.92-2.76%
Maturity Date	September 2024	September 2037

NOTE 8: LONG-TERM LIABILITIES (Continued)

During the year ended June 30, 2022, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2021	Balance June 30, 2021 (As restated)*	Additions	Retirements	Balance June 30, 2022	Due Within One Year
General Obligation Bonds	$ 76,495,000	$ -	$ 2,000,000	$ 6,885,000	$ 71,610,000	$ 6,120,000
Bond Premium, net	2,082,093	-	-	169,908	1,912,185	169,908
Leases	-	354,996	-	310,034	44,962	44,962
Compensated absences	517,667	-	613,350	469,287	661,730	469,287
Total long-term liabilities	$ 79,094,760	$ 354,996	$ 2,613,350	$ 7,834,229	$ 74,228,877	$ 6,804,157

*The notes require a restatement due to the implementation of GASB 87. There is no impact on the financial statements.

The annual requirements to amortize the general obligation bonds outstanding as of June 30, 2022, including interest payments, are as follows:

Fiscal Year Ending	Principal	Interest	Total Debt Service
2023	$ 6,120,000	$ 2,081,480	$ 8,201,480
2024	5,370,000	1,951,808	7,321,808
2025	5,385,000	1,822,184	7,207,184
2026	5,410,000	1,657,829	7,067,829
2027	6,225,000	1,463,395	7,688,395
2028-2032	29,890,000	4,223,561	34,113,561
2033-2037	13,050,000	470,622	13,520,622
2038	160,000	2,206	162,206
	$ 71,610,000	$ 13,673,085	$ 85,283,085

Leases – The District has entered into various lease agreements for a building and equipment. The lease agreements have been recorded at the present value of future lease payments as of the date of their inception or, for leases existing prior to the implementation year, at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021.

NOTE 8: LONG-TERM LIABILITIES (Continued)

Lease liabilities and right-of-use assets were composed of the following as of June 30, 2022:

Effective Date	End Date	Monthly Payments	Borrowing Rate	Lease Liability
Equipment				
7/1/2021	6/29/2022	$ 10,913	0.5%	$ -
Buildings				
7/1/2021	10/31/2022	15,000	0.5%	44,962
				$ 44,962

The future minimum payments on those leases as of June 30, 2022 were as follows:

Year Ending June 30,	Principal	Interest	Total
2023	$ 44,962	$ 37	$ 44,999
Totals	$ 44,962	$ 37	$ 44,999

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2022, compensated absences increased $144,063 from the prior year accrual. In prior years, the general fund was typically used to liquidate such long-term liabilities. See note 1 for more details.

NOTE 9: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The District purchases separate commercial insurance coverage for workers' compensation, liability, and property damage. Coverage for automobile claims are limited to the NMSA Tort Claims Act on a per occurrence basis. Coverage for general liability claims is subject to the NMSA Tort Claims Act on a per occurrence basis.

The commercial insurance carried is a claims incurred policy for which the District is covered for claims originating against the District during the policy period. The amount of coverage is dependent on the date of the liability-imposing event. The District has maintained continuous coverage and does not believe it has any exposure to events which occurred prior to the year ended June 30, 2022.

NOTE 10: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

A. Deficit fund balance of individual funds. The District had the following funds that maintained a deficit fund balance at June 30, 2022:

Nonmajor Funds		
Fund 24115 IDEA-B Private Schools Share	$	117
Fund 24119 21st Century Community Learning Centers		2,367
Fund 24154 Teacher/Principal Training & Recruiting		125,695
Fund 24190 Title I - Comprehensive Support and Improvement (CSI)		865
Fund 25131 Johnson O'Malley		245,777
Fund 25248 Native American Program		3,347
Fund 27107 27107 GOB Library		8,234
Fund 27149 PreK Initiative		10,154
Fund 27150 Indian Education Act		6,391
Fund 28211 NM Schools Covid-19 Testing Program DOH		150
Total governmental funds	$	403,097

B. Excess of expenditures over appropriations. The District had the following fund functions with excess of expenditures over appropriations for the year ended June 30, 2022.

Nonmajor Funds		
SB-9 Capital Projects Fund - Local - 31701 - support services	$	43
Total governmental funds	$	43

C. Designated cash appropriations in excess of available balance. The District following funds has designated cash appropriations in excess of available balances for the year ended June 30, 2022.

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available
Fund 24308 CARES Act, ESSER II	$ 8,443,235	$ 170,238	$ (8,272,997)

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD

General Information about the Pension Plan

Plan description - The New Mexico Educational Retirement Act ("ERA") was enacted in 1957. The act created the Educational Employees Retirement Plan (Plan) and, to administer it, the New Mexico Educational Retirement Board (NMERB). The Plan is included in NMERB's annual comprehensive financial report. The report can be found on NMERB's Web site at https://www.nmerb.org/Annual_reports.html.

The Plan is a cost-sharing, multiple-employer pension plan established to provide retirement and disability benefits for certified teachers and other employees of the state's public schools, institutions of higher learning, and state agencies providing educational programs. Additional tenets of the ERA can be found in Section 22-11-1 through 22-11-52, NMSA 1978, as amended.

The Plan is a pension trust fund of the State of New Mexico. The ERA assigns the authority to establish and amend benefit provisions to a seven-member Board of Trustees (Board); the state legislature has the authority to set or amend contribution rates and other terms of the Plan. NMERB is self-funded through investment income and educational employer contributions. The Plan does not receive General Fund Appropriations from the State of New Mexico.

All accumulated assets are held by the Plan in trust to pay benefits, including refunds of contributions as defined in the terms of the Plan. Eligibility for membership in the Plan is a condition of employment, as defined in Section 22-11-2, NMSA 1978. Employees of public schools, universities, colleges, junior colleges, technical-vocational institutions, state special schools, charter schools, and state agencies providing an educational program, who are employed more than 25% of a full-time equivalency, are required to be members of the Plan, unless specifically excluded.

Benefits provided - A member's retirement benefit is determined by a formula which includes three component parts: (1) the member's final average salary (FAS), (2) the number of years of service credit, and (3) a 0.0235 multiplier. The FAS is the average of the member's salaries for the last five years of service or any other consecutive five-year period, whichever is greater. A brief summary of Plan coverage provisions follows:

For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs: the member's age and earned service credit add up to the sum or 75 or more; the member is at least sixty-five years of age and has five or more years of earned service credit; or the member has service credit totaling 25 years or more.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

General Information about the Pension Plan (Continued)

Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010 and before July 1, 2013. The eligibility for a member who either becomes a new member on or after July 1, 2010, and before July 1, 2013, or at any time prior to that date was refunded all member contributions and then became, or becomes, reemployed after July 1, 2010 is as follows: the member's age and earned service credit add up to the sum of 80 or more; the member is at least sixty-seven years of age and has five or more years of earned service credit; or the member has service credit totaling 30 years or more.

Section 2-11-23.2, NMSA 1978 added eligibility requirements for new members who were first employed on or after July 1, 2013, or who were employed before July 1, 2013 but terminated employment and subsequently withdrew all contributions and returned to work for an NMERB employer on or after July 1, 2013. These members must meet one of the following requirements: the member's minimum age is 55 and has earned 30 or more years of service credit; the member's age and earned service credit add up to the sum of 80 or more; or the member's age is 67 and has earned five or more years of service credit.

Section 22-11-23.3, NMSA 1978 added eligibility requirements for new members who were first employed on or after July 1, 2019, or who were employed before July 1, 2019, but terminated employment and subsequently withdrew all contributions and returned to work for an NMERB employer on or after July 1, 2019. These members must meet one of the following requirements: the member is any age and has thirty or more years of earned service credit; or the member is at least 67 years of age and has 5 or more years of earned service credit; or the sum of the member's age and years of earned service credit equals at least eighty.

The benefit is paid as a monthly life annuity with a guarantee that, if the payments made do not exceed the member's accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. There are three benefit options available: single life annuity; single life annuity monthly benefit reduced to provide for a 100% survivor's benefit; or single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit.

As of July 1, 2013, for current and future retirees the COLA is immediately reduced until the Plan is 100% funded. The COLA reduction is based on the median retirement benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10.00% COLA reduction; their average COLA will be 1.50%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5.00% COLA reduction; their average COLA will be 1.70%.

Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

General Information about the Pension Plan (Continued)

A member is eligible for a disability benefit provided (a) he or she has credit for at least 10 years of service, and (b) the disability is approved by ERB. The monthly benefit is equal to 2% of FAS times years of service, but not less than the smaller of (a) one-third of FAS or (b) 2% of FAS times year of service projected to age 60. The disability benefit commences immediately upon the member's retirement. Disability benefits are payable as a monthly life annuity, with a guarantee that, if the payments made do not exceed the member's accumulated contributions, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. If the disabled member survives to age 60, the regular optional forms of payment are then applied.

Contributions - The contribution requirements of plan members and the District are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2021 plan members are required to contribute 9.42% of their gross salary. NMERB is required to contribute 17.74% of the gross covered salary. Plan members whose annual salary is $24,000 or less are required to contribute 7.90% of their gross salary. Plan members whose annual salary exceeded $24,000 are required to contribute 10.70% of their gross salary. Employers contribute 14.15% of the gross covered salary for employees whose annual salary was $24,000 or less, and 14.15% of the gross covered salary for employees whose salary exceeded $24,000. Contributions to the pension plan from the District were $9,605,208 for the year ended June 30, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2020. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2021, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2020. At June 30, 2022, the District reported a liability of $143,996,770 for its proportionate share of the net pension liability. The District's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2021. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2021, the District's proportion was 2.031371 percent, which was a decrease of 0.0067 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized pension expense of $17,458,206.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At the June 30, 2022, the District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 11,314,413	$ 354,596
Changes in proportion	3,932,859	538,195
Net difference between projected and actual earnings on pension plan investments	-	35,809,075
Changes of assumptions	95,851,627	163,989,422
District's contributions subsequent to the measurement date	9,605,208	-
Total	$ 120,704,107	$ 200,691,288

$9,605,208 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of June 30, 2021, will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30	
2022	$ (2,339,670)
2023	(42,930,707)
2024	(32,373,834)
2025	(11,948,178)
Thereafter	-

Actuarial assumptions - The total pension liability, net pension liability, and certain sensitivity information shown in this report are based on actuarial valuation and performed as of June 30, 2020. The total pension liability was rolled forward from the valuation date to June 30, 2021 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the rollforward liabilities as of June 30, 2021. For purposes of projecting future benefits, it is assumed that the full COLA will be paid in all future years.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The total pension liability was rolled forward from the valuation date to June 30, 2021 using generally accepted actuarial principles and incorporated the following changes to the Plan's provisions: Change to the employer contribution rate, which increased the employer contribution by 1% each year for the next two fiscal years, resulting in a 15.15% employer contribution rate and a 16.15% employer contribution rate in fiscal year 2022 and fiscal year 2023, respectively. As a result of these changes and the excellent performance of the fund for the fiscal year, the discount rate increased from 3.89% to 7.00%.

The actuarial methods and assumptions used to determine contributions rates included in the measurement are as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Remaining Period	Amortized – closed 30 years from June 30, 2019 to June 30, 2049
Asset Valuation Method	5 year smoothed market
Inflation	2.3%
Salary Increase	Composed of 2.30% inflation, plus 0.70% productivity increase rate, plus step rate promotional increases for members with less than 15 years of service
Investment Rate of Return	7.00%
Retirement Age	Experience based table rates based on age and service, adopted by the Board on April 17, 2020 in conjunction with the six-year experience study for the period ending June 30, 2019.
Mortality	Healthy males: 2020 GRS Southwest Region Teacher Mortality Table, set back one year and scaled at 95%. Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. Healthy females: 2020 GRS Southwest Region Teacher Mortality Table, set back one year. Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020.
Other Information	A new set of assumptions was adopted for the June 30, 2020, actuarial valuation and was first reflected for the ADEC determined as of June 30, 2021.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.); 2) application of key economic projections (inflation, real growth, dividends, etc.); and 3) structural themes (supply and demand imbalances, capital flows, etc.) developed for each major asset class.

Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the pension plan. The following schedule shows the current asset allocation policy adopted in August 2019.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Comparative Schedule of Target Investment Allocation

Asset Class	Allocation	Policy Target
Equities		
Domestic Equities		
Large cap equities	15.30%	14.00%
Small- mid cap equities	3.10%	3.00%
Total domestic	18.40%	17.00%
International Equities		
Developed	5.10%	5.00%
Emerging markets	8.60%	9.00%
Total international	13.70%	14.00%
Total equities	32.10%	31.00%
Fixed Income		
Opportunistic credit	16.30%	16.00%
Core bonds	4.90%	6.00%
Emerging market debt	1.60%	2.00%
Total fixed income	22.80%	24.00%
Alternatives		
Real estate - REITS	2.20%	2.00%
Real assets	3.90%	6.00%
Private equity	18.80%	15.00%
Global asset allocation	2.40%	2.00%
Risk parity	4.90%	3.00%
Inflation-linked assets	7.80%	9.00%
Other	3.90%	7.00%
Total alternatives	43.90%	44.00%
Cash	1.20%	1.00%
Total	100%	100%

Discount rate - A single discount rate of 7.00% was used to measure the total pension liability as of June 30, 2021. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. Based on the stated assumptions and the projection of cash flows, the pension plan's fiduciary net position and future contributions were sufficient to finance all projected future benefit payments of current plan members. As a result, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 11: PENSION PLAN—EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate - The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the June 30, 2021. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.00%) or one percentage point higher (8.00%) than the single discount rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 203,883,405	$ 143,996,770	$ 94,506,446

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued audited financial statements as of and for the year ended June 30, 2021, which is publicly available at www.nmerb.org.

Payables to the pension plan - The District remits the legally required employer and employee contributions on a monthly basis to ERB. The ERB requires that the contributions be remitted by the 15th day of the month following the month for which contributions are withheld. At June 30, 2022, the District owed the ERB $1,653,722 for the contributions withheld in the month of June 2022.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND

General Information about the Other Post-Employment Benefits Plan

Plan Description - Substantially all of the District's full-time employees are provided with other post-employment benefits (OPEB) through the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was created by the state's Retiree Health Care Act, Section 10-7C-1 through 10-7C-16, NMSA 1978, as amended, to administer the New Mexico Retiree Health Care Fund (Plan). The Plan is a cost-sharing, multiple employer defined benefit healthcare plan established to provide comprehensive core group health insurance for persons who have retired from certain public service in New Mexico.

The purpose is to provide eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents and surviving spouses and dependents with health insurance consisting of a plan or optional plans of benefits that can be purchased by funds flowing into the retiree health care fund and by co-payments or out-of-pocket payments of eligible retirees.

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during the period of time made contributions as a participant in plan on the person's behalf, unless that person retires before the employer's effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; (2) retirees defined by the Act who retired prior to July 1, 1990; (3) former legislators who served at least two years; and (4) former governing authority members who served at least four years.

The Authority issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the NMRHCA at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Benefits provided - The Act authorizes the NMRHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service-based subsidy rate schedule for the medical, plus basic life plan, plus an additional participation fee of five dollars ($5) if the eligible participant retired prior to the employer's effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the NMRHCA or viewed on their website at www.nmrhca.state.nm.us.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

General Information about the Other Post-Employment Benefits Plan (Continued)

Employees covered by benefit terms **-** At June 30, 2021, the Fund's measurement date, the following employees were covered by the benefit terms:

Plan Membership	
Current retirees and surviving spouses	53,092
Inactive and eligible for deferred benefit	11,754
Current active members	92,484
	157,330

Active membership	
State general	18,691
State police and corrections	1,919
Municipal general	20,357
Municipal police	1,573
Municipal FTRE	756
Educational Retirement Board	49,188
	92,484

Contributions - The employer, employee and retiree contributions are required to be remitted to the NMRHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the fund in the amount determined to be appropriate by the Board.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

General Information about the Other Post-Employment Benefits Plan (Continued)

The Act is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced plan during the fiscal year ended June 30, 2020, the statute required each participating employer to contribute 2% of each participating employee's annual salary; each participating employee was required to contribute 1% of their salary. In addition, pursuant to Section 10-7C- 5(G) NMSA 1978, at the first session of the Legislature following July 1, 2014, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Act.

The District's contributions to the plan for the year ended June 30, 2022 totaled $1,366,511, which equals the required contributions for the year.

At June 30, 2022, the District reported a liability of $44,347,334 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the District's proportion was 1.34780 which was an increase of 0.0247 percent from June 30, 2020.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the District recognized OPEB benefit of ($4,082,385). At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 648,416	$ 7,072,478
Changes in proportion	4,241,520	1,357,045
Net difference between projected and actual earnings on pension plan investments	-	1,271,179
Changes of assumptions	8,878,747	16,033,134
District's contributions subsequent to the measurement date	1,366,511	-
Total	$ 15,135,194	$ 25,733,836

$1,366,511 reported as deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30	
2022	$ (5,623,725)
2023	(3,222,959)
2024	(1,396,043)
2025	321,104
2026	(2,043,530)
Thereafter	-

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial assumptions - The total OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2021. The mortality, retirement, disability, turnover, and salary increase assumptions for PERA members are based on the PERA actuarial valuation as of June 30, 2018 and for ERB members are based on the ERB actuarial valuation as of June 30, 2020. The following actuarial assumptions were applied to the actuary's measurement:

Valuation Date	June 30, 2021
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.30% for ERB member, 2.50% for PERA members
Projected payroll increase	3.25% to 13.00% based on years of service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 for Medicare medical plan costs
Mortality	ERB members: 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. PERA members: Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

The best estimates for the long-term expected rate of return is summarized as follows:

Comparative Schedule of Target Investment Allocation

Asset Class	Target Allocation	Long-Term
U.S. core fixed income	20%	0.4%
U.S. equity - large cap	20%	6.6%
Non U.S. - emerging markets	15%	9.2%
Non U.S. - developed equities	12%	7.3%
Private equity	10%	10.6%
Credit and structured finance	10%	3.1%
Real estate	5%	3.7%
Absolute return	5%	2.5%
U.S. equity - small/mid cap	3%	6.6%

Discount rate - The discount rate used to measure the total OPEB liability is 3.62% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Authority's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2052. The 7.00% discount rate, which includes the assumed inflation rate of 2.30% for ERB members and 2.50% for PERA members, was used to calculate the net OPEB liability through 2052. Beyond 2052, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (2.16%) was applied. Thus, 3.62% is the blended discount rate.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Basis for Allocation - The employers' proportionate share, reported in the Schedule of Employer Allocations, is calculated using employer contributions for employers that were members of the Authority as of June 30, 2021.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate - The following presents the District's proportionate share of the net OPEB liability, calculated using the discount rate of 3.62% as well as what the College's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.62 percent) or 1-percentage-point higher (4.62 percent) than the current discount rate:

	1% Decrease (2.62%)	Current Discount Rate (3.62%)	1% Increase (4.62%)
District's proportionate share of the net OPEB liability	$ 55,721,389	$ 44,347,334	$ 35,499,568

The following presents the Net OPEB Liability of NMRHCA as of June 30, 2021, as well as what the Fund's Net OPEB Liability would be if it were calculated using a health cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the health cost trend rates used:

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	$ 35,669,544	$ 44,347,334	$ 51,335,561

OPEB plan fiduciary net position - Additional financial information supporting the preparation of the Schedule of Employer Allocations and the Schedule of OPEB Amounts by Employer, including the disclosure of the net OPEB liability and the unmodified audit opinion on the financial statements, is located in the New Mexico Retiree Health Care Authority financial statements for the fiscal year ended June 30, 2020. Additional financial information is available at www.nmrhca.state.nm.us or by contacting New Mexico Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS (OPEB) – NEW MEXICO RETIREE HEALTH CARE FUND (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Payables to the Pension Plan - The NMRHCA requires that the contributions be remitted by the 15th day of the month following the month for which contributions are withheld. At June 30, 2022, the District recorded a payable to NMRHCA in the amount of $130,289 for the contributions withheld in the months of May and June 2022, which is included in the Accounts Payable on the Statement of Net Position.

NOTE 13: COMMITMENTS AND CONTINGENCIES

During the ordinary course of its operation, the District is party to various claims, legal actions, and complaints. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of counsel for the District, the liabilities which may arise from such actions would not result in losses which would exceed the liability insurance limits in effect at the time the claim arose or otherwise materially affect the financial condition of the District or results of activities.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund(s). The amount, if any, of expenditures from current or prior years which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts not recorded, if any, to be immaterial.

The District has active construction projects as of June 30, 2022. At year-end, the District's commitments with contractors are as follows:

	Expected Total Project
Bond Project	$ 673,146
Total commitments	$ 673,146

District commitments are funded by PSFA and property tax revenue.

NOTE 14: CONCENTRATIONS

The District depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the District is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State Appropriations.

NOTE 15: RESTRICTED NET POSITION

The government-wide statement of net position reports $21,522,194 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related restrictions for net position restricted for special revenue, debt service and capital projects, see pages 55-56 and 116-123.

NOTE 16: FUND BALANCES

Fund balances on the modified accrual basis was classified as follows at June 30, 2022:

	Nonspendable	Restricted	Committed	Unassigned
General Fund - 11000, 13000				
Inventory	$ 292,758	$ -	$ -	$ -
Subsequent year's expenditures	-	-	5,635,964	-
Unassigned	-	-	-	193,147
Total General Fund	292,758	-	5,635,964	193,147
CARES Act, ESSER II - 24308				
Education	-	-	-	-
Debt Service - 41000				
Debt Service	-	8,994,632	-	-
Nonmajor Funds				
Inventory	160,318	-	-	-
Food Service		1,055,750		
Extracurricular activities	-	1,687,129	-	-
Education	-	3,821,411	-	-
Capital acquisitions and improvements	-	9,564,809	-	-
Debt service	-	1,692,932	-	-
Unassigned (deficit)	-	-	-	(403,097)
Total Nonmajor Funds	160,318	17,822,031	-	(403,097)
Total fund balances	$ 453,076	$ 26,816,663	$ 5,635,964	$ (209,950)

NOTE 17: TAX ABATEMENTS

Farmington Municipal School District No. 5 had no tax abatements during the year ended June 30, 2022. The District is not subject to any tax abatement agreements entered into by other governmental agencies.

NOTE 18: SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2022, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statement or disclosure is November 15, 2022, which is the date on which the financial statements were issued.

The District purchased the property at 3101 Southside River Road, Farmington, NM in the amount of $548,623 on August 19, 2022.

The District purchased the property at 3250 Southside River Road, Farmington, NM in the amount of $2,481,443 on September 7, 2022.

Required Supplementary Information

Farmington Municipal School District No. 5

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Proportionate Share of
the Net Pension Liability
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

	June 30,	
Fiscal Year	**2022**	**2021**
Measurement Date	**2021**	**2020**
The District's proportion of the net pension liability (asset)	2.03171%	2.03841%
The Districts's proportionate share pension liability (asset)	$143,996,770	$413,101,925
The District's covered payroll	$ 65,001,703	$ 65,158,172
The District's proportionate share of the net liability (asset) as a percentage of its covered payroll	221.53%	634.00%
Plan fiduciary net position as a percentage of the total pension liability	69.77%	39.11%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

June 30,					
2020 **2019**	**2019** **2018**	**2018** **2017**	**2017** **2016**	**2016** **2015**	**2015** **2014**
1.93388%	1.87091%	1.90992%	1.96531%	2.00837%	1.95300%
$146,535,937	$222,476,100	$212,258,352	$141,432,228	$130,087,473	$111,735,344
$ 56,541,199	$ 52,287,060	$ 54,402,833	$ 56,130,511	$ 57,084,325	$ 53,977,809
259.17%	425.49%	390.16%	251.97%	227.89%	207.00%
64.13%	52.17%	52.95%	61.58%	63.97%	66.34%

See notes to required supplementary information.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Contributions
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

As of and for the Year Ended June 30,	2022	2021
Contractually required contribution	$ 9,605,208	$ 9,197,741
Contributions in relation to the contractually required contribution	$ (9,605,208)	$ (9,197,741)
The District's covered payroll	$ 63,400,713	$ 65,001,703
Contributions as a percentage of covered payroll	15.15%	14.15%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

2020	2019	2018	2017	2016	2015
$ 9,219,944	$ 7,859,226	$ 7,267,901	$ 7,564,470	$ 7,800,895	$ 7,934,721
$ (9,219,944)	$ (7,859,226)	$ (9,258,813)	$ (7,564,470)	$ (7,800,895)	$ (7,935,390)
$ 65,158,172	$ 56,541,199	$ 52,287,060	$ 54,402,833	$ 56,130,511	$ 57,084,325
14.15%	13.90%	13.90%	13.90%	13.90%	13.90%

See notes to required supplementary information.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Proportionate Share of the Net OPEB Liability
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

		June 30,
Fiscal Year	**2022**	**2021**
Measurement Date	**2021**	**2020**
The District's proportion of the net OPEB liability	1.34780%	1.37250%
The District's proportionate share of the net OPEB liability	$ 44,347,334	$ 57,630,013
The District's covered payroll	$ 67,716,430	$ 65,135,350
The District's proportionate share of the net OPEB liability as a percentage of its covered payroll	65.49%	88.48%
Plan fiduciary net position as a percentage of the total OPEB liability	25.39%	16.50%

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

	June 30,		
2020 2019	**2019 2018**	**2018 2017**
1.25719%	1.24545%	1.26702%
$ 40,762,987	$ 54,156,585	$ 57,417,203
$ 56,536,623	$ 52,286,029	$ 54,392,248
72.10%	103.58%	105.56%
18.92%	13.14%	11.34%

See notes to required supplementary information.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Contributions
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

As of and for the Year Ended June 30,	2022	2021
Contractually required contributions	$ 1,366,511	$ 1,300,964
Contributions in relation to the contractually required contribution	(1,366,511)	(1,300,964)
Contribution deficiency (excess)		$ -
The District's covered payroll	$ 68,325,550	$ 65,053,865
Contributions as a percentage of covered payroll	2.00%	2.00%

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

2020	2019	2018
$ 1,302,707	$ 1,129,703	$ 1,044,579
(1,302,707)	(1,129,703)	(1,044,579)
$ -	$ -	$ -
$ 65,135,350	$ 56,536,623	$ 52,286,029
2.00%	2.00%	2.00%

See notes to required supplementary information.

State of New Mexico
Farmington Municipal School District No. 5
Notes to Required Supplementary Information

Educational Retirement Board (ERB) Plan

Changes of benefit terms. The COLA and retirement eligibility benefits changes in recent years are described in the Benefits Provided subsection of the financial statement note disclosure Pension Plan – Educational Retirement Board, General Information on the Pension Plan.

Changes of assumptions. There were not assumption changes since the last actuary valuation.

New Mexico Retiree Health Care Authority (NMRHCA) Plan

Changes of benefit terms. The NMRHCA eligibility benefits changes in recent years are described in Note 1 of the NMRHC FY21 audit available at
https://www.nmrhca.org/wp-content/uploads/2022/04/NMRHCA-Audited-FS-6.30.21.pdf

Changes of assumptions. The New Mexico Retiree Healthcare Authority (NMRHCA) Actuarial Valuation as of June 30, 2021 report is available at
https://www.nmrhca.org/wp-content/uploads/2021/12/RPTS-05496.019-NMRHCA-6_30_2021-Measurement-GAS-74-Report-CLIENT.pdf.

See the notes to the financial statements beginning on page 18 which summarizes actuarial assumptions and methods effective with the June 30, 2021 valuation.

Supplementary Information

Farmington Municipal School District No. 5

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS

ALL FEDERAL FUNDS – The Special Revenue Funds are used to account for grant funds received from the U.S. Department of Education through the New Mexico Public Education Department. These funds are to be used for purposes specified in the grant awards and may not be used for any other purpose.

Food Services (21000) – To account for all financial transactions related to the food service operation. Authority for the creation of this fund is the National School Lunch Act, as amended, 42 U.S.C. 1751, 1760, 1779.

Athletics (22000) – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

Non-Instructional Support (23000) – To account for funds student fee which are approved by the Board of Education.

Title I - ESEA (24101) – To account for supplemental educational opportunity for academically disadvantaged children residing in the area. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

Javits Gifted and Talented (24102) – The purpose of this program is to meet the special education needs of gifted and talented students. The major emphasis of the program is on serving students traditionally underrepresented in gifted and talented programs, particularly economically disadvantaged, limited English proficient (LEP), and disabled students, to help reduce the serious gap in achievement among certain groups of students at the highest levels of achievement. Authorization: Elementary and Secondary Education Act of 1965, as amended, Title V, Part D, Subpart 6.

Entitlement IDEA-B (24106) – To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all students with disabilities. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

Preschool IDEA-B (24109) – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all students with disabilities from ages three to five. Federal revenues accounted for in this fund are allocated to the Schools through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is the Individuals with Disabilities Education Act (IDEA), Part B, Section 619, as amended, 20 U.S.C. 1419.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Education of Homeless (24113) - To ensure that all homeless children and youth have equal access to the same free, appropriate public education available to other children, the Education for Homeless Children and Youth program provides assistance to States, Outlying Areas, and the Department of Interior/Bureau of Indian Education (BIE) to: (1) establish or designate an Office of Coordinator of Education of Homeless Children and Youths; (2) develop and carry out a State plan for the education of homeless children; and (3) make subgrants to local educational agencies to support the education of those children. Authorization: McKinney-Vento Homeless Assistance Act, Title VII, Subtitle B.

IDEA-B Private Schools Share (24115) – To provide grants to States to assist the States in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals With Disabilities Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, and 101-476.

Fresh Fruit and Vegetables (24118) – To assist States, through cash grants, in providing free fresh fruits and vegetables to school children in designated participating schools beginning in school year 2004/2006. Authorization granted under National School Lunch Act, as amended, 42 U.S.C. 1769.

21st Century Community Learning Centers (24119) – After school adolescence care, providing the community with responsible Child Care, while providing the children and their families with referral services, drug prevention education, academic help, and character building (social skill) activities. Funding is provided by the Department of Education under the Elementary and Secondary Education Act of 1965, Title X, part I Section 10901, Public Law 103-382 Stat. 3844, 20 U.S.C. 8241.

Title I – 1003g (24124) – The objective of this grant is to provide in conjunction with Title I funds for school improvement reserved under section 1003(a) of the ESEA. School Improvement Grants under section 1003(g) of the ESEA are used to improve student achievement in Title I schools identified for improvement, corrective action, or restructuring so as to enable those schools to make adequate yearly progress (A YP) and exit improvement status. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

English Language Acquisition (24153) – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. Authority for creation of this fund is the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101, 3129.

Teacher/Principal Training & Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is the Rehabilitation Act of 1973, as amended, Title III, Section 303(b)-(d). 20 U.S.C. 777a and 797a.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Carl D Perkins Special Projects - Current (24171), Carl D Perkins Secondary - Current (24174), Carl D Perkins Secondary - PY Unliq. Obligations (24175), Carl D Perkins Secondary - Redistribution (24176) – Basic grants assist states and outlying areas to expand and improve their programs of vocational education and provide equal access in vocational education to special need populations. Authorized by Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998, Title I, Public Law 105-332, 20 U.S.C. 2301, et seq.

AMP Advancing Measurement at PED (24188) – The purpose of this grant award is to support activities included in the school's Educational Plan for Student Success, or areas in need of improvement, identified through the instructional audit. The program is funded by the United States government, under the Individuals with Disabilities Act, Public Law 108-446 Part B.

Student Supp Academic Achievement Title IV (24189) – To support well-rounded education opportunities, safe and health students and effective use of technology (ESEA sections 4107, 4108 and 419). Funding is by the US Department of Education, Title IV – Student Support and Academic Enrichment Grants.

Title I - Comprehensive Support and Improvement (CSI) (24190) – To provide targeted, planned intervention in state identified schools, in order to promote school wide positive results. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

Title I - HS Redesign (24191) – The High School Redesign initiative would support competitive grants to local educational agencies (LEAs) in partnership with institutions of higher education and other entities, such as non-profits, community-based organizations, government agencies, and business or industry-related organizations to help schools apply academic concepts to real world challenges. Partnerships and projects will connect high school experiences with relevant business, community, and postsecondary partners in science, technology, engineering and math (STEM) fields, while enhancing for students living in high poverty and rural communities. Special consideration will be given to partnerships with employers that provide students at participating schools with career-related experiences or help students attain career-related credentials. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

ARRA - IDEA - B CEIS (24212) – Up to 15% of combined entitlement and preschool funding may be budgeted as per 34 CFR § 300.226. Must be used consistent with the applicable provisions of IDEA-B, as follows: (1) Must be used only to pay the excess costs of providing special education and related services to children with disabilities: (2) Must be used to supplement State. local, and other Federal funds and not to supplant such funds: and (3) Must not be used to reduce an LEA's maintenance of effort (MOE) for the education of children with disabilities below the preceding year's level except as allowed by 34 CFR §§ 300.204 and 205.

CARES Act, ESSER (24301) – The objective of the ESSER Fund is to provide local educational agencies with emergency relief funds to address the impact that COVID-19 has had, and continues to have, on elementary and secondary schools. Authority for creation of this fund is the Education Stabilization Fund (ESF), a component of the recently enacted Coronavirus Aid, Relief, and Economic Security (CARES) Act.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

CARES Act, GEER (24305) – The objective of the GEER Fund is to provide local educational agencies with emergency assistance as a result of COVID-19. Authority for creation of this fund is the Education Stabilization Fund (ESF), a component of the recently enacted Coronavirus Aid, Relief, and Economic Security (CARES) Act.

CRRSA, ESSER - Social Emotional Learning (24309) –The objective of the ESSER Social Emotional Learning fund is to pay for social and emotional learning. Authority for creation of this fund is the Education Stabilization Fund, a component of the recently enacted Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act, 2021.

CRRSA - SEA Reserve/Retention Stipends (24312) – The objective of the SEA Reserve/Retention Stipends Fund is to pay Retention Stipends to eligible employees. Authority for creation of this fund is the Education Stabilization Fund, a component of the recently enacted Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act, 2021.

CARES Act, ESSER II - Air Quality (24316) – The objective of the ESSER II fund is to provide local educational agencies with relief funds to address air quality improvements that the impact from COVID-19 has had, and continues to have, on elementary and secondary schools. Authority for creation of this fund is the Education Stabilization Fund, a component of the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act, 2021.

ARP Act, ESSER III (24330) – The objective of the ESSER II fund is to provide local educational agencies with relief funds to help schools return safely to in-person instruction, and address the academic, social, emotional, and mental health impacts the COVID-19 Pandemic has had, and continues to have, on elementary and secondary schools students. Authority for creation of this fund is the Education Stabilization Fund, a component of the American Rescue Plan (ARP) Act, 2021.

ARP Act, ESSER III – Homeless Children and Youth Retention Stipends (24350) – The objective of the ARP-HCY I fund is to provide local educational agencies with relief funds to help schools return safely to in-person instruction, and sustaining safe operations while meeting academic, social, emotional, and mental health impacts the COVID-19 Pandemic has had, and continues to have, on elementary and secondary schools students. Authority for creation of this fund is the Education Stabilization Fund, a component of the American Rescue Plan (ARP) Act, 2021.

ARP II - Emergency Relief Fund Homeless Children and Youth (24355) – The objective of the ARP-HCY II fund is to provide local educational agencies with relief funds to address the impact the COVID-19 Pandemic has had, and continues to have, on elementary and secondary schools. Authority for creation of this fund is the Education Stabilization Fund, a component of the American Rescue Plan (ARP) Act, 2021.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Johnson O'Malley (25131) - The Johnson O'Malley project provides supplemental programs in special education and other special needs for New Mexico public schools where eligible Indian children are enrolled. Funding is provided by the Department of the Interior, Bureau of Indian Affairs, through the Navajo Tribe, under the Johnson O'Malley Act of April 16, 1934; as amended 25 U.S.C. 452, Public Law 93 638; 25 U.S.C. 455-457.

Impact Aid Special Education (25145), **Impact Aid Indian Education (25147)** – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e., where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

Title XIX Medicaid 3/21 Years (25153) – This fund is used to account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. Authority for the creation of this fund is the Social Security Act, Title XIX, as amended; Public Laws 89-97, 90-248, and 91-56; 42 U.S.C. 1396 et seq., as amended; Public Law 92-223; Public Law 92-603; Public Law 93-66; Public Law 93-233; Public Law 96-499; Public Law 97-35; Public Law 97-248; Public Law 98-369; Public Law 99-272; Public Law 99-509; Public Law 100-93; Public Law 100-202; Public Law 100-203; Public Law100-360; Public Law 100-436; Public Law 100-485; Public Law 100-647; Public Law 101-166; Public Law 101-234; Public Law 101-239; Public Law 101-508; Public Law 101-517; Public Law 102-234; Public Law 102-170; Public Law 102-394; Public Law 103-66; Public Law 103-112; Public Law 103-333; Public Law 104-91; Public Law 104-191; Public Law 104-193; Public Law 104-208,104-134; Balanced Budget Act of 1997, Public Law 105-33; Public Law 106-113; Public Law 106-554; Public Law 108-27; Public Law 108-173; Public Law 109-91; Public Law 109-171; Public Law 109-432; Public Law 110-28.

Indian ED Formula Grant (25184) – The purpose of this program is to support projects which improve educational opportunities and achievement of Native American children. Funding is provided by the Federal Government, under the Elementary and Secondary Education Act of 1965, Title IX, Part A, Subpart 1, as amended, Public Law 103-382, 20 U.S.C. 7811-7818; 25 U.S.C. 2002.

Mentoring For Safe Schools (25187) – To provide funding to state, local, community, and national organizations to propose the enhancement or expansion of initiatives that will assist in the development and maturity of community programs to provide mentoring services to high-risk populations that are underserved due to location, shortage of mentors, special physical or mental challenges of the targeted population, or other analogous situations identified by the community in need of mentoring services.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Native American Program (25248) – To bring school-wide classroom reading instruction and targeted intervention for Limited English Proficient (LEP) students where the native language is Navajo.

Kellogg Fund/Kellogg Foundation (26121) – This grant will expand evidence-based parent education and family support programs targeting vulnerable families in select New Mexico neighborhoods to promote parental knowledge of child development needs and parental advocacy skills.

2009 Dual Credit Instructional Materials/HB 2 (27103) – SB943 (2007) and SB31 (2008) create a dual credit program that allows public high school students in school districts, charter schools and state-supported schools in the state to earn both high school and college credit for qualifying dual credit courses. Authority for the creation of this fund is the New Mexico Public Education Department.

27107 GOB Library (27107) – To account for funds provided for the purpose of acquiring library books, equipment, and library resources for public school and state-supported school libraries statewide. Authority for the creation of this fund is the New Mexico Public Education Department.

Instructional Material – Special Appropriations (27109) – The purpose of this grant award is provide high-quality, culturally and linguistically relevant instructions materials. The funding was made available through special and supplemental appropriations passed during the 2019 legislative session.

New Mexico Reads To Lead K-3 (27114) – Provides an aligned approach for districts and schools to ensure that children can read by the end of third grade-giving them essential skills for future career and college success. It also provides regional and district reading coaches, supports for intervention, and professional development for parents, teachers, reading coaches, and administrators.

PreK Initiative (27149) – To account for funds received to prepare children for success in school, begin to close the achievement gap between students, and help meet the vision of a seamless education system — Pre-Kindergarten through higher education. Authority for the creation of this fund is the New Mexico Public Education Department.

Indian Education Act (27150) – To increase academic achievement and provide culturally relevant learning experiences for American Indian students; to establish collaborative partnerships that engage active participation of American Indian parents, students, tribe(s), community-based organizations, universities, private sector and/ or other entities who work with American Indian students; to establish a parent community advisory committee to participate in the development of an Indigenous curriculum framework and to profile Indigenous best practices.

Breakfast for Elementary Students (27155) – The Breakfast for Elementary School program provides foods (at no charge) after the instructional day has begun, provided that instruction occurs simultaneously with breakfast. Authorized through 22-13-13.2 NMSA 1978; NMAC 6.12.9.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Libraries GO Bond 2006 (27170) – Funding made available to update and expand library collections.

Schools Buses (27178) – Funds to public school districts to replace public school buses. Authority for the creation of the fund is Senate Bill 60, Severance Tax Bond Projects 2013.

NM Grown FVV (27183) – This funding is to be used in promoting a healthy nutrition plan while stimulating local economy.

Open Sci Ed Expansion Initiative (27202) –The purpose of this grant award is to expand Science Education curriculum. The funding was made available through New Mexico State Appropriations.

Public School Bus Cameras (27405) – The purpose of this grant award is to provide district owned school bus cameras. This was made available through the New Mexico Public Education Department, NM Laws of 2021, HB-285, Chapter 138, Section 17, Paragraph 172.

Family Income Index (27407) – The purpose of this grant award is to provide student support and services to schools serving the highest concentration of students living in poverty through literacy interventions, math interventions, and other student support and services. Authority for the creation of this fund is the New Mexico Public Education Department.

Career Technical Education Program (Pilot) (27502) – Funds are to be used for (1) to support Local Educational Agencies (LEAs) with the cost of Career Technical Education (CTE) programs of study, (2) to provide relevant career exploration, and (3) to provide other CTE-related supports. Authorization: 2019 New Mexico House Bill 91.

Youth Conservation Corp NMEMNR (28133) – Allows for students to participate in conservation programs at National, State and City Parks as well as study time for academic programs.

GEAR-UP CHE (28178) – Funds to provide tutoring for students needing specialized help at the mid-school level.

NM Schools Covid-19 Testing Program DOH (28211) – The purpose of the NM Schools COVID-19 Testing grant is to support the prevention, mitigation, and response of COVID-19 through screening and testing students and staff. This funding was made available by the New Mexico Department of Health under the NM Schools COVID-19 Testing Program.

Westmeath Foundation (29102) – Exclusively for the Exceptional Programs Office to use only for educational, scientific, or literary purposes.

State of New Mexico
Farmington Municipal School District No. 5
Nonmajor Governmental Fund Descriptions

CAPITAL PROJECTS FUNDS

Bond Building (31100) – This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

Special Capital Outlay - Local (31300) – This fund is used to account for revenues that are derived from local sources such as the sale of a building.

Special Capital Outlay - State (31400) – This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

Capital Improvements HB-33 (31600) – This fund is used to account for two mill levy funds authorized by the Public-School Capital Improvement Act. The levy must be voted on by local residents and allows the District to impose a property tax.

Capital Improvements SB-9 - State (31700), SB-9 State Match Cash (31703) – To account for resources received through Senate Bill 9 and local tax levies obtained for the purpose of building, remodeling, and equipping classroom facilities. Funding authority is the New Mexico Public Education Department.

Capital Improvements SB-9 - Local (31701) – This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mil property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

Ed. Technology Equipment Act (31900) – This fund is used to account for revenue received from any revenue bonds issued into as part of a lease purchase agreement under the Education Technology Act. The Education Technology Act was enacted to implement a provision of Article IX Section 11 of the Constitution of New Mexico which declares that a school district may create a debt under the constitution by entering into a lease purchase arrangement to acquire education technology without submitting the proposition to a vote of the qualified electors of the school district.

DEBT SERVICE FUNDS

Ed. Tech (43000) – Used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest, and related costs associated with the Education Technology bond issues.

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	Food Services 21000	Athletics 22000	Non-Instructional Support 23000	Title I - ESEA 24101
Assets				
Cash and cash equivalents	$ 744,071	$ 271,894	$ 1,478,447	$ 48,913
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	943,181	-	-	607,046
Inventory	160,318	-	-	-
Total assets	$ 1,847,570	$ 271,894	$ 1,478,447	$ 655,959
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ 621,844	$ 4,371	$ 53,232	$ 328,310
Accrued payroll	9,658	15	5,594	48,913
Unearned revenue	-	-	-	-
Due to other funds	-	-	-	278,736
Total liabilities	631,502	4,386	58,826	655,959
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	160,318	-	-	-
Spendable				
Restricted	1,055,750	267,508	1,419,621	-
Unassigned (deficit)	-	-	-	-
Total fund balances	1,216,068	267,508	1,419,621	-
Total liabilities, deferred inflows of resources, and fund balances	$ 1,847,570	$ 271,894	$ 1,478,447	$ 655,959

	Special Revenue					
Javits Gifted and Talented 24102	**Entitlement IDEA-B 24106**	**Preschool IDEA-B 24109**	**Education of Homeless 24113**	**IDEA-B Private Schools Share 24115**	**Fresh Fruit and Vegetables 24118**
$ 1,610	$ 41,264	$ 2,780	$ 29,128	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	599,843	16,103	-	-	88,241
-	-	-	-	-	-
$ 1,610	$ 641,107	$ 18,883	$ 29,128	$ -	$ 88,241
$ -	$ 437,704	$ 17,059	$ 29,128	$ -	$ -
-	41,264	1,823	-	-	-
1,610	-	-	-	-	-
-	162,139	1	-	117	88,241
1,610	641,107	18,883	29,128	117	88,241
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(117)	-
-	-	-	-	(117)	-
$ 1,610	$ 641,107	$ 18,883	$ 29,128	$ -	$ 88,241

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	21st Century Community Learning Centers 24119	Title I - 1003g 24124	English Language Acquisition 24153	Teacher/ Principal Training & Recruiting 24154
Assets				
Cash and cash equivalents	$ -	$ 52,701	$ 17,315	$ 3,083
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	196,604	-	48,558	142,053
Inventory	-	-	-	-
Total assets	$ 196,604	$ 52,701	$ 65,873	$ 145,136
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ 1	$ -	$ 65,873	$ -
Accrued payroll	-	-	-	3,083
Unearned revenue	-	52,701	-	-
Due to other funds	198,970	-	-	267,748
Total liabilities	198,971	52,701	65,873	270,831
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	-	-	-	-
Unassigned (deficit)	(2,367)	-	-	(125,695)
Total fund balances	(2,367)	-	-	(125,695)
Total liabilities, deferred inflows of resources, and fund balances	$ 196,604	$ 52,701	$ 65,873	$ 145,136

Special Revenue						
Carl D Perkins Special Projects - Current 24171	**Carl D Perkins Secondary - Current 24174**	**Carl D Perkins Secondary - PY Unliq. Obligations 24175**	**Carl D Perkins Secondary - Redistribution 24176**	**AMP Advancing Measurement at PED 24188**	**Student Supp Academic Achievement Title IV 24189**
$ -	$ -	$ 3	$ -	$ 3,241	$ 13,085
-	-	-	-	-	-
-	-	-	-	-	-
-	24,564	-	617	234,026	112,010
-	-	-	-	-	-
$ -	$ 24,564	$ 3	$ 617	$ 237,267	$ 125,095
$ -	$ 23,258	$ 3	$ -	$ -	$ 3,059
-	-	-	-	3,241	13,085
-	-	-	-	-	-
-	1,306	-	617	234,026	108,951
-	24,564	3	617	237,267	125,095
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ 24,564	$ 3	$ 617	$ 237,267	$ 125,095

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	Title I - Comprehensive Support and Improvement (CSI) 24190	Title I - HS Redesign 24191	ARRA - IDEA-B CEIS 24212	CARES Act, ESSER 24301
Assets				
Cash and cash equivalents	$ -	$ -	$ 55	$ -
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Inventory	-	-	-	-
Total assets	$ -	$ -	$ 55	$ -
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ 850	$ -	$ -	$ -
Accrued payroll	-	-	-	-
Unearned revenue	-	-	55	-
Due to other funds	15	-	-	-
Total liabilities	865	-	55	-
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	-	-	-	-
Unassigned (deficit)	(865)	-	-	-
Total fund balances	(865)	-	-	-
Total liabilities, deferred inflows of resources, and fund balances	$ -	$ -	$ 55	$ -

Special Revenue						
CARES Act, GEER 24305	CARES Act, ESSER - Social Emotional Learning 24309	CRRSA - SEA Reserve/ Retention Stipends 24312	CARES Act, ESSER II - Air Quality 24316	ARP Act, ESSER III 24330	ESSER III – Homeless Children and Youth Retention 24350
$ -	$ -	$ -	$ -	$ 393	$ 395
-	-	-	-	-	-
-	-	-	-	-	-
-	10,694	-	69,007	646,030	11,409
-	-	-	-	-	-
$ -	$ 10,694	$ -	$ 69,007	$ 646,423	$ 11,804
$ -	$ -	$ -	$ -	$ 144,421	$ 330
-	-	-	-	393	395
-	-	-	-	-	-
-	10,694	-	69,007	501,609	11,079
-	10,694	-	69,007	646,423	11,804
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ 10,694	$ -	$ 69,007	$ 646,423	$ 11,804

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	Emergency Relief Fund Homeless Children and Youth 24355	Johnson O'Malley 25131	Impact Aid Special Education 25145	Impact Aid Indian Education 25147
Assets				
Cash and cash equivalents	$ 50	$ 1,877	$ 176,233	$ 11,546
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	2,589	10,360	-	-
Inventory	-	-	-	-
Total assets	$ 2,639	$ 12,237	$ 176,233	$ 11,546
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ -	5,545	$ -	$ 1,892
Accrued payroll	50	1,877	-	-
Unearned revenue	-	-	-	-
Due to other funds	2,589	250,592	-	-
Total liabilities	2,639	258,014	-	1,892
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	-	-	176,233	9,654
Unassigned (deficit)	-	(245,777)	-	-
Total fund balances	-	(245,777)	176,233	9,654
Total liabilities, deferred inflows of resources, and fund balances	$ 2,639	$ 12,237	$ 176,233	$ 11,546

	Special Revenue					
Title XIX Medicaid 3/21 Years	**Indian ED Formula Grant**	**Mentoring For Safe Schools**	**Native American Program**	**Kellogg Fund/Kellogg Foundation**	**2009 Dual Credit Instructional Materials/ HB 2**
25153	**25184**	**25187**	**25248**	**26121**	**27103**
$ 3,479,507	$ 15,365	$ 1	$ 1,427	$ 36,112	$ -
-	-	-	-	-	-
-	-	-	-	-	-
102,208	137,704	-	-	-	-
-	-	-	-	-	-
$ 3,581,715	$ 153,069	$ 1	$ 1,427	$ 36,112	$ -
6,940	$ 21,262	$ -	$ 3,347	$ 37	$ -
11,241	15,365	-	1,427	1,387	-
-	-	-	-	-	-
-	116,442	-	-	-	-
18,181	153,069	-	4,774	1,424	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,563,534	-	1	-	34,688	-
-	-	-	(3,347)	-	-
3,563,534	-	1	(3,347)	34,688	-
$ 3,581,715	$ 153,069	$ 1	$ 1,427	$ 36,112	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	27107 GOB Library 27107	Instructional Materials - Special Appropriations 27109	New Mexico Reads To Lead K-3 27114	PreK Initiative 27149
Assets				
Cash and cash equivalents	$ -	$ 556	$ 70	$ 13,775
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	43,130	-	-	202,481
Inventory	-	-	-	-
Total assets	$ 43,130	$ 556	$ 70	$ 216,256
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ 1,057	$ -	$ -	$ 9,027
Accrued payroll	-	-	-	13,775
Unearned revenue	-	-	-	-
Due to other funds	50,307	-	-	203,608
Total liabilities	51,364	-	-	226,410
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	-	556	70	-
Unassigned (deficit)	(8,234)	-	-	(10,154)
Total fund balances	(8,234)	556	70	(10,154)
Total liabilities, deferred inflows of resources, and fund balances	$ 43,130	$ 556	$ 70	$ 216,256

	Special Revenue					
Indian Education Act 27150	Breakfast for Elementary Students 27155	Libraries GO Bond 2006 27170	School Buses 27178	NM Grown FVV 27183	Open Sci Ed Expansion Initiative 27202
$ 321	$ 2,729	$ 2,431	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
13,996	-	-	1,124,561	-	10,102
-	-	-	-	-	-
$ 14,317	$ 2,729	$ 2,431	$ 1,124,561	$ -	$ 10,102
$ -	$ -	$ -	$ -	$ -	$ -
321	-	-	-	-	-
-	-	-	-	-	-
20,387	-	-	1,124,561	-	10,102
20,708	-	-	1,124,561	-	10,102
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,729	2,431	-	-	-
(6,391)	-	-	-	-	-
(6,391)	2,729	2,431	-	-	-
$ 14,317	$ 2,729	$ 2,431	$ 1,124,561	$ -	$ 10,102

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Special Revenue			
June 30, 2022	Public School Bus Cameras 27405	Family Income Index 27407	Career Technical Education Program (Pilot) 27502	Youth Conservation Corp NMEMNR 28133
Assets				
Cash and cash equivalents	$ -	$ 145	$ -	$ 29,969
Investments	-	-	-	-
Receivables				
Property taxes	-	-	-	-
Intergovernmental	27,489	149,625	7,468	-
Inventory	-	-	-	-
Total assets	$ 27,489	$ 149,770	$ 7,468	$ 29,969
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ -	$ -	$ -	$ -
Accrued payroll	-	145	-	-
Unearned revenue	-	-	-	-
Due to other funds	27,489	149,625	7,468	-
Total liabilities	27,489	149,770	7,468	-
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	-	-	-	29,969
Unassigned (deficit)	-	-	-	-
Total fund balances	-	-	-	29,969
Total liabilities, deferred inflows of resources, and fund balances	$ 27,489	$ 149,770	$ 7,468	$ 29,969

Special Revenue			Capital Projects		
GEAR-UP CHE 28178	NM Schools Covid-19 Testing Program DOH 28211	Westmeath Foundation 29102	Bond Building 31100	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400
$ 1,546	$ 1,631	$ -	$ 1,092,704	$ 1,171,772	$ 48,375
-	-	-	3,170,740	-	-
-	-	-	-	-	-
-	39,360	-	-	-	-
-	-	-	-	-	-
$ 1,546	$ 40,991	$ -	$ 4,263,444	$ 1,171,772	$ 48,375
$ -	$ 150	$ -	$ -	$ -	$ -
-	1,631	-	-	-	-
-	-	-	-	-	-
-	39,360	-	-	-	-
-	41,141	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,546	-	-	4,263,444	1,171,772	48,375
-	(150)	-	-	-	-
1,546	(150)	-	4,263,444	1,171,772	48,375
$ 1,546	$ 40,991	$ -	$ 4,263,444	$ 1,171,772	$ 48,375

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
Nonmajor Governmental Funds

	Capital Projects			
June 30, 2022	Special Capital Outlay HB-33 31600	Capital Improvements SB-9 - State 31700	Capital Improvements SB-9 - Local 31701	SB-9 State Match Cash 31703
Assets				
Cash and cash equivalents	$ 586,065	$ -	$ 3,020,398	$ 658,441
Investments	-	-	-	-
Receivables				
Property taxes	114,182	-	209,804	-
Intergovernmental	-	-	-	-
Inventory	-	-	-	-
Total assets	$ 700,247	$ -	$ 3,230,202	$ 658,441
Liabilities, deferred inflows of resources, and fund balances				
Liabilities				
Accounts payable	$ 5,438	$ -	$ 241,054	$ -
Accrued payroll	-	-	-	-
Unearned revenue	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	5,438	-	241,054	-
Deferred inflows of resources				
Unavailable revenue - property taxes	98,657	-	185,979	-
Total deferred inflows of resources	98,657	-	185,979	-
Fund balances				
Nonspendable	-	-	-	-
Spendable				
Restricted	596,152	-	2,803,169	658,441
Unassigned (deficit)	-	-	-	-
Total fund balances	596,152	-	2,803,169	658,441
Total liabilities, deferred inflows of resources, and fund balances	$ 700,247	$ -	$ 3,230,202	$ 658,441

Capital Projects	Debt Service	
Ed. Technology Equipment Act 31900	Ed. Tech 43000	Total Nonmajor Governmental Funds
$ 23,456	$ 1,486,474	$ 14,571,354
-	194,801	3,365,541
-	126,046	450,032
-	-	5,621,059
-	-	160,318
$ 23,456	$ 1,807,321	$ 24,168,304
$ -	$ 213	$ 2,025,405
-	-	174,683
-	-	54,366
-	-	3,935,786
-	213	6,190,240
-	114,176	398,812
-	114,176	398,812
-	-	160,318
23,456	1,692,932	17,822,031
-	-	(403,097)
23,456	1,692,932	17,579,252
$ 23,456	$ 1,807,321	$ 24,168,304

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	Food Service 21000	Athletics 22000	Non-Instructional Support 23000	Title I - ESEA 24101
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	7,218,536	-	-	2,631,874
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	176,264	424,926	1,046,740	-
Investment income	61	-	3,082	-
Miscellaneous	-	-	29,450	-
Total revenues	7,394,861	424,926	1,079,272	2,631,874
Expenditures				
Current				
Instruction	-	363,024	1,138,491	1,681,772
Support services - students	-	-	-	594,007
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	356,095
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	6,338,093	-	-	-
Capital outlay	113,243	-	16,597	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	6,451,336	363,024	1,155,088	2,631,874
Excess (deficiency) of revenues over expenditures	943,525	61,902	(75,816)	-
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	943,525	61,902	(75,816)	-
Fund balances - beginning of year	272,543	205,606	1,495,437	-
Fund balances - end of year	$ 1,216,068	$ 267,508	$ 1,419,621	$ -

Special Revenue					
Javits Gifted and Talented 24102	**Entitlement IDEA-B** 24106	**Preschool IDEA-B** 24109	**Education of Homeless** 24113	**IDEA-B Private Schools Share** 24115	**Fresh Fruit and Vegetables** 24118
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	3,114,599	77,452	14,997	-	156,078
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,114,599	77,452	14,997	-	156,078
-	777,741	75,762	14,997	-	-
-	1,739,437	-	-	-	-
-	-	-	-	-	-
-	11,728	1,690	-	-	-
-	585,693	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	156,078
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,114,599	77,452	14,997	-	156,078
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(117)	-
$ -	$ -	$ -	$ -	$ (117)	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	21st Century Community Learning Centers 24119	Title I - 1003g 24124	English Language Acquisition 24153	Teacher/ Principal Training & Recruiting 24154
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	292,333	-	48,558	377,130
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	292,333	-	48,558	377,130
Expenditures				
Current				
Instruction	255,712	-	39,136	272,724
Support services - students	-	-	8,369	96,298
Support services - instruction	-	-	-	-
Support services - general administration	36,621	-	1,053	8,108
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	292,333	-	48,558	377,130
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	(2,367)	-	-	(125,695)
Fund balances - end of year	$ (2,367)	$ -	$ -	$ (125,695)

	Special Revenue					
Carl D Perkins Special Projects - Current	**Carl D Perkins Secondary - Current**	**Carl D Perkins Secondary - PY Unliq. Obligations**	**Carl D Perkins Secondary - Redistribution**	**AMP Advancing Measurement at PED**	**Student Supp Academic Achievement Title IV**
24171	**24174**	**24175**	**24176**	**24188**	**24189**
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	118,926	-	-	231,405	301,297
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	118,926	-	-	231,405	301,297
-	116,389	-	-	59,072	256,520
-	-	-	-	167,340	39,712
-	-	-	-	-	-
-	2,537	-	-	4,993	5,065
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	118,926	-	-	231,405	301,297
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	Title I - Comprehensive Support and Improvement (CSI) 24190	Title I - HS Redesign 24191	ARRA - IDEA-B CEIS 24212	CARES Act, ESSER 24301
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	-	-	-	1
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	1
Expenditures				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	1
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	-	-	-	1
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	(865)	-	-	-
Fund balances - end of year	$ (865)	$ -	$ -	$ -

	Special Revenue					
CARES Act, GEER	CARES Act, ESSER - Social Emotional Learning	CRRSA - SEA Reserve/ Retention Stipends	CARES Act, ESSER II - Air Quality	ARP Act, ESSER III	ARP Act, ESSER III – Homeless Children and Youth
24305	24309	24312	24316	24330	24350
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
1	15,000	-	192,359	646,030	16,287
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1	15,000	-	192,359	646,030	16,287
1	8,000	-	-	332,750	16,287
-	7,000	-	-	193,175	-
-	-	-	-	-	-
-	-	-	-	8,048	-
-	-	-	-	2,242	-
-	-	-	192,359	101,484	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	8,331	-
-	-	-	-	-	-
-	-	-	-	-	-
1	15,000	-	192,359	646,030	16,287
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	ARP II - Emergency Relief Fund Homeless Children and Youth 24355	Johnson O'Malley 25131	Impact Aid Special Education 25145	Impact Aid Indian Education 25147
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	13,012	-	-	-
Federal direct	-	357,425	84,105	50,935
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	13,012	357,425	84,105	50,935
Expenditures				
Current				
Instruction	11,459	247,533	-	115,720
Support services - students	1,553	108,816	716	17,252
Support services - instruction	-	-	-	-
Support services - general administration	-	18,968	-	2,945
Support services - school administration	-	4,315	-	4,000
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	13,012	379,632	716	139,917
Excess (deficiency) of revenues over expenditures	-	(22,207)	83,389	(88,982)
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	(22,207)	83,389	(88,982)
Fund balances - beginning of year	-	(223,570)	92,844	98,636
Fund balances - end of year	$ -	$ (245,777)	$ 176,233	$ 9,654

	Special Revenue					
Title XIX Medicaid 3/21 Years	**Indian ED Formula Grant**	**Mentoring For Safe Schools**	**Native American Program**	**Kellogg Fund/Kellogg Foundation**	**2009 Dual Credit Instructional Materials/ HB 2**
25153	**25184**	**25187**	**25248**	**26121**	**27103**
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
1,622,394	798,069	-	243,531	-	-
-	-	-	-	-	-
-	-	-	-	-	7,217
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,622,394	798,069	-	243,531	-	7,217
-	125,597	-	6,970	8,720	-
604,764	430,396	-	87,308	71,044	-
45,162	-	-	-	-	-
14,677	113,814	-	2,109	-	-
-	128,262	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,960	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
680,563	798,069	-	96,387	79,764	-
941,831	-	-	147,144	(79,764)	7,217
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
941,831	-	-	147,144	(79,764)	7,217
2,621,703	-	1	(150,491)	114,452	(7,217)
$ 3,563,534	$ -	$ 1	$ (3,347)	$ 34,688	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	27107 GOB Library 27107	Instructional Materials - Special Appropriations 27109	New Mexico Reads To Lead K-3 27114	PreK Initiative 27149
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	78,914	-	-	821,866
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	78,914	-	-	821,866
Expenditures				
Current				
Instruction	-	-	-	722,820
Support services - students	-	-	-	-
Support services - instruction	79,971	-	-	-
Support services - general administration	-	-	-	42,491
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	59,032
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	79,971	-	-	824,343
Excess (deficiency) of revenues over expenditures	(1,057)	-	-	(2,477)
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(1,057)	-	-	(2,477)
Fund balances - beginning of year	(7,177)	556	70	(7,677)
Fund balances - end of year	$ (8,234)	$ 556	$ 70	$ (10,154)

	Special Revenue					
Indian Education Act 27150	Breakfast for Elementary Students 27155	Libraries GO Bond 2006 27170	School Buses 27178	NM Grown FVV 27183	Open Sci Ed Expansion Initiative 27202
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
38,984	-	-	1,124,561	13,000	10,102
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
38,984	-	-	1,124,561	13,000	10,102
27,340	-	-	-	-	10,102
11,644	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	13,000	-
-	-	-	1,124,561	-	-
-	-	-	-	-	-
-	-	-	-	-	-
38,984	-	-	1,124,561	13,000	10,102
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(6,391)	2,729	2,431	-	-	-
$ (6,391)	$ 2,729	$ 2,431	$ -	$ -	$ -

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Special Revenue			
For the Year Ended June 30, 2022	Public School Bus Cameras 27405	Family Income Index 27407	Career Technical Education Program (Pilot) 27502	Youth Conservation Corp NMEMNR 28133
Revenues				
Property taxes	$ -	$ -	$ -	$ -
Oil and gas taxes	-	-	-	-
Intergovernmental				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	27,489	453,229	16,699	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	27,489	453,229	16,699	-
Expenditures				
Current				
Instruction	-	453,229	16,543	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	27,489	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	27,489	453,229	16,543	-
Excess (deficiency) of revenues over expenditures	-	-	156	-
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	156	-
Fund balances - beginning of year	-	-	(156)	29,969
Fund balances - end of year	$ -	$ -	$ -	$ 29,969

Special Revenue			Capital Projects		
GEAR-UP CHE 28178	NM Schools Covid-19 Testing Program DOH 28211	Westmeath Foundation 29102	Bond Building 31100	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-			
-	-	-	-	-	-
-	-	-	-	-	-
-	-	15,028	-	-	-
-	-	-	-	-	-
-	165,485	-	-	-	169,558
-	-	-	-	517	-
-	-	-	11,364	-	-
-	-	-	-	-	-
-	165,485	15,028	11,364	517	169,558
-	-	20,888	-	-	-
-	165,635	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	254,842	(14,250)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	981,773	-	169,558
-	-	-	-	179,383	-
-	-	-	-	617	-
-	165,635	20,888	1,236,615	165,750	169,558
-	(150)	(5,860)	(1,225,251)	(165,233)	-
-	-	-	-	371,297	-
-	-	-	2,000,000	-	-
-	-	-	2,000,000	371,297	-
-	(150)	(5,860)	774,749	206,064	-
1,546	-	5,860	3,488,695	965,708	48,375
$ 1,546	$ (150)	$ -	$ 4,263,444	$ 1,171,772	$ 48,375

(Continued)

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

	Capital Projects			
For the Year Ended June 30, 2022	Capital Improvements HB-33 31600	Capital Improvements SB-9 - State 31700	Capital Improvements SB-9 - Local 31701	SB-9 State Match Cash 31703
Revenues				
Property taxes	$ 2,154,096	$ -	$ 2,918,212	$ -
Oil and gas taxes	89,545	-	127,465	-
Intergovernmental				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	409,317
State direct	-	-	489,094	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	2,243,641	-	3,534,771	409,317
Expenditures				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	21,990	-	29,917	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	3,580,975	179,517	2,698,329	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	126,724	-
Debt service				
Principal	-	-	130,651	-
Interest and other charges	-	-	300	-
Total expenditures	3,602,965	179,517	2,985,921	-
Excess (deficiency) of revenues over expenditures	(1,359,324)	(179,517)	548,850	409,317
Other financing sources				
Proceeds from sale of capital assets	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(1,359,324)	(179,517)	548,850	409,317
Fund balances - beginning of year	1,955,476	179,517	2,254,319	249,124
Fund balances - end of year	$ 596,152	$ -	$ 2,803,169	$ 658,441

Capital Projects	Debt Service	
Ed. Technology Equipment Act 31900	Ed. Tech 43000	Total Nonmajor Governmental Funds
$ -	$ 1,195,773	$ 6,268,081
-	53,700	270,710
-	-	15,465,875
-	-	3,156,459
-	-	15,028
-	-	3,001,378
-	-	824,137
-	-	1,648,447
38	217	14,762
-	-	29,450
38	1,249,690	30,694,327
-	-	7,175,299
-	-	4,344,466
-	-	125,133
-	12,366	339,120
-	-	1,080,608
6,375	-	6,999,631
-	-	86,521
-	-	6,507,171
-	-	2,556,747
-	1,250,000	1,560,034
-	35,270	36,187
6,375	1,297,636	30,810,917
(6,337)	(47,946)	(116,590)
-	-	371,297
-	-	2,000,000
-	-	2,371,297
(6,337)	(47,946)	2,254,707
29,793	1,740,878	15,324,545
$ 23,456	$ 1,692,932	$ 17,579,252

State of New Mexico
Farmington Municipal School District No. 5
Combining Balance Sheet
General Fund

June 30, 2022	Operating 11000	Pupil Transportation 13000	Total
Assets			
Cash and cash equivalents	$ 2,952,372	$ 79,377	$ 3,031,749
Investments	12,982	-	12,982
Receivables			
Property taxes	43,579	-	43,579
Due from other funds	6,058,501	-	6,058,501
Inventory	-	292,758	292,758
Total assets	$ 9,067,434	$ 372,135	$ 9,439,569
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	$ 1,450,760	$ 93,288	$ 1,544,048
Accrued payroll	1,685,168	49,735	1,734,903
Total liabilities	3,135,928	143,023	3,278,951
Deferred inflows of resources			
Unavailable revenue - property taxes	38,749	-	38,749
Total deferred inflows of resources	38,749	-	38,749
Fund balances			
Nonspendable	-	292,758	292,758
Spendable			
Committed	5,635,964	-	5,635,964
Unassigned (deficit)	256,793	(63,646)	193,147
Total fund balances	5,892,757	229,112	6,121,869
Total liabilities, deferred inflows of resources, and fund balances	$ 9,067,434	$ 372,135	$ 9,439,569

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
General Fund

For the Year Ended June 30, 2022	Operating 11000	Pupil Transportation 13000	Total
Revenues			
Property taxes	$ 577,288	$ -	$ 577,288
Oil and gas taxes	31,863	-	31,863
Intergovernmental			
Federal flowthrough	225,028	-	225,028
Federal direct	126,664	-	126,664
Local sources	166,438	-	166,438
State flowthrough	592,011	19,738	611,749
State direct	93,515,835	-	93,515,835
Transportation distribution	-	3,016,861	3,016,861
Charges for services	31,856	-	31,856
Investment income	12	-	12
Miscellaneous	34,146	-	34,146
Total revenues	95,301,141	3,036,599	98,337,740
Expenditures			
Current			
Instruction	62,278,074	-	62,278,074
Support services - students	10,367,348	-	10,367,348
Support services - instruction	1,313,318	-	1,313,318
Support services - general administration	1,756,965	-	1,756,965
Support services - school administration	6,023,029	-	6,023,029
Central services	1,593,100	-	1,593,100
Operation and maintenance plant	11,788,509	-	11,788,509
Student transportation	-	3,174,303	3,174,303
Community services operations	288	-	288
Capital outlay	5,121	248,544	253,665
Total expenditures	95,125,752	3,422,847	98,548,599
Excess (deficiency) of revenues over expenditures	175,389	(386,248)	(210,859)
Net change in fund balances	175,389	(386,248)	(210,859)
Fund balances - beginning of year	5,717,368	615,360	6,332,728
Fund balances - end of year	$ 5,892,757	$ 229,112	$ 6,121,869

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Operating Fund (11000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 584,503	$ 584,503	$ 583,499	$ (1,004)
Oil and gas taxes	20,150.00	20,150.00	31,863.00	11,713
Intergovernmental				
Federal flowthrough	17,628	17,628	225,028	207,400
Federal direct	203,330	203,330	126,664	(76,666)
Local sources	56,603	56,603	166,438	109,835
State flowthrough	-	1,251,741	592,011	(659,730)
State direct	90,451,699	93,515,835	93,515,835	-
Charges for services	21,673	21,673	31,856	10,183
Investment income	14	14	12	(2)
Miscellaneous	41,479	41,479	34,146	(7,333)
Total revenues	91,397,079	95,712,956	95,307,352	(405,604)
Expenditures				
Current				
Instruction	64,692,021	65,806,696	62,528,802	3,277,894
Support services - students	11,052,677	11,663,648	10,360,507	1,303,141
Support services - instruction	1,852,385	1,852,385	1,309,646	542,739
Support services - general administration	1,696,668	1,796,168	1,748,037	48,131
Support services - school administration	5,663,303	6,616,314	6,017,382	598,932
Central services	2,594,922	2,743,922	1,868,437	875,485
Operation and maintenance of plant	11,430,686	12,930,686	11,919,787	1,010,899
Other support services	98,703	98,703	-	98,703
Community services operations	1,974	1,974	288	1,686
Total expenditures	99,083,339	103,510,496	95,752,886	7,757,610
Excess (deficiency) of revenues over expenditures	(7,686,260)	(7,797,540)	(445,534)	7,352,006
Other financing sources				
Designated cash balance (budgeted increase in cash)	7,686,260	7,797,540	-	(7,797,540)
Total other financing sources	7,686,260	7,797,540	-	(7,797,540)
Net change in fund balance	-	-	(445,534)	(445,534)
Fund balance - beginning of year	-	-	7,784,221	7,784,221
Fund balance - end of year	$ -	$ -	$ 7,338,687	$ 7,338,687
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (445,534)	
Adjustments to revenues for taxes and intergovernmental revenue			(6,211)	
Adjustments to expenditures for supplies and payroll expenditures			627,134	
Net change in fund balance (GAAP Basis)			$ 175,389	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Pupil Transportation Fund (13000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
State flowthrough	$ -	$ 19,738	$ 19,738	$ -
Transportation distribution	3,400,070	3,400,070	3,016,861	(383,209)
Total revenues	3,400,070	3,419,808	3,036,599	(383,209)
Expenditures				
Current				
Student transportation	3,250,070	3,372,598	3,250,409	122,189
Total expenditures	3,400,070	3,522,598	3,492,956	29,642
Excess (deficiency) of revenues over expenditures	-	(102,790)	(456,357)	(353,567)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	102,790	-	(102,790)
Total other financing sources	-	102,790	-	(102,790)
Net change in fund balance	-	-	(456,357)	(456,357)
Fund balance - beginning of year	-	-	485,999	485,999
Fund balance - end of year	$ -	$ -	$ 29,642	$ 29,642

Net change in fund balance (Non-GAAP Budgetary Basis)	$ (456,357)
Adjustments to expenditures for supplies and payroll expenditures	70,109
Net change in fund balance (GAAP Basis)	$ (386,248)

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Food Services Special Revenue Fund (21000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 1	$ 5,391,686	$ 6,068,421	$ 676,735
Local sources	1	1	-	(1)
Charges for services	3	171,789	176,264	4,475
Investment income	1	47	61	14
Total revenues	6	5,563,523	6,244,746	681,223
Expenditures				
Current				
Food services operations	533,291	6,006,362	5,953,172	53,190
Total expenditures	533,291	6,006,362	5,953,172	53,190
Excess (deficiency) of revenues over expenditures	(533,285)	(442,839)	291,574	734,413
Other financing sources				
Designated cash balance (budgeted increase in cash)	533,285	442,839	-	(442,839)
Total other financing sources	533,285	442,839	-	(442,839)
Net change in fund balance	-	-	291,574	291,574
Fund balance - beginning of year	-	-	442,839	442,839
Fund balance - end of year	$ -	$ -	$ 734,413	$ 734,413
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 291,574	
Adjustments to revenues for intergovernmental revenue			1,150,115	
Adjustments to expenditures for supplies and payroll expenditures			(498,164)	
Net change in fund balance (GAAP Basis)			$ 943,525	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Athletics Special Revenue Fund (22000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Charges for services	$ -	$ 401,565	$ 424,926	$ 23,361
Total revenues	-	401,565	424,926	23,361
Expenditures				
Current				
Instruction	433,713	602,250	358,653	243,597
Total expenditures	433,713	602,250	358,653	243,597
Excess (deficiency) of revenues over expenditures	(433,713)	(200,685)	66,273	266,958
Other financing sources				
Designated cash balance (budgeted increase in cash)	433,713	200,685	-	(200,685)
Total other financing sources	433,713	200,685	-	(200,685)
Net change in fund balance	-	-	66,273	66,273
Fund balance - beginning of year	-	-	205,606	205,606
Fund balance - end of year	$ -	$ -	$ 271,879	$ 271,879
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 66,273	
No adjustments to revenues			-	
Adjustments to expenditures for supplies and payroll expenditures			(4,371)	
Net change in fund balance (GAAP Basis)			$ 61,902	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Non-Instructional Support Special Revenue Fund (23000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Charges for services	$ -	$ -	$ 1,046,740	$ 1,046,740
Investment income	-	-	3,082	3,082
Miscellaneous	-	-	29,450	29,450
Total revenues	-	-	1,079,272	1,079,272
Expenditures				
Current				
Instruction	510,080	1,528,067	1,134,486	393,581
Total expenditures	510,080	1,528,067	1,134,486	393,581
Excess (deficiency) of revenues over expenditures	(510,080)	(1,528,067)	(55,214)	1,472,853
Other financing sources				
Designated cash balance (budgeted increase in cash)	510,080	1,528,067	-	(1,528,067)
Total other financing sources	510,080	1,528,067	-	(1,528,067)
Net change in fund balance	-	-	(55,214)	(55,214)
Fund balance - beginning of year	-	-	1,528,067	1,528,067
Fund balance - end of year	$ -	$ -	$ 1,472,853	$ 1,472,853
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (55,214)	
No adjustments to revenues			-	
Adjustments to expenditures for supplies and payroll expenditures			(20,602)	
Net change in fund balance (GAAP Basis)			$ (75,816)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Title I - ESEA Special Revenue Fund (24101)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 2,639,659	$ 2,639,659	$ 3,036,784	$ 397,125
Total revenues	2,639,659	2,639,659	3,036,784	397,125
Expenditures				
Current				
Instruction	1,557,006	1,674,323	1,674,026	297
Support services - students	653,739	594,739	594,739	-
Support services - school administration	370,597	370,597	362,813	7,784
Total expenditures	2,639,659	2,639,659	2,631,578	8,081
Excess (deficiency) of revenues over expenditures	-	-	405,206	405,206
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	405,206	405,206
Fund balance - beginning of year	-	-	(683,942)	(683,942)
Fund balance - end of year	$ -	$ -	$ (278,736)	$ (278,736)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 405,206	
Adjustments to revenues for intergovernmental revenue			(404,910)	
Adjustments to expenditures for supplies and payroll expenditures			(296)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Javits Gifted and Talented Special Revenue Fund (24102)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	1,610	1,610
Fund balance - end of year	$ -	$ -	$ 1,610	$ 1,610
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Entitlement IDEA-B Special Revenue Fund (24106)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 3,018,723	$ 3,458,854	$ 3,334,214	$ (124,640)
Total revenues	3,018,723	3,458,854	3,334,214	(124,640)
Expenditures				
Current				
Instruction	951,247	951,247	782,998	168,249
Support services - students	1,317,134	1,791,070	1,735,682	55,388
Support services - general administration	52,133	11,728	11,728	-
Support services - school administration	698,209	704,809	584,575	120,234
Total expenditures	3,018,723	3,458,854	3,114,983	343,871
Excess (deficiency) of revenues over expenditures	-	-	219,231	219,231
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	219,231	219,231
Fund balance - beginning of year	-	-	(381,370)	(381,370)
Fund balance - end of year	$ -	$ -	$ (162,139)	$ (162,139)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 219,231	
Adjustments to revenues for intergovernmental revenue			(219,615)	
Adjustments to expenditures for supplies and payroll expenditures			384	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Preschool IDEA-B Special Revenue Fund (24109)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 79,213	$ 79,213	$ 87,104	$ 7,891
Total revenues	79,213	79,213	87,104	7,891
Expenditures				
Current				
Instruction	77,523	77,523	75,762	1,761
Support services - general administration	1,690	1,690	1,690	-
Total expenditures	79,213	79,213	77,452	1,761
Excess (deficiency) of revenues over expenditures	-	-	9,652	9,652
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	9,652	9,652
Fund balance - beginning of year	-	-	(8,696)	(8,696)
Fund balance - end of year	$ -	$ -	$ 956	$ 956
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 9,652	
Adjustments to revenues for intergovernmental revenue			(9,652)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Education of Homeless Special Revenue Fund (24113)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 15,000	$ 15,000	$ 24,024	$ 9,024
Total revenues	15,000	15,000	24,024	9,024
Expenditures				
Current				
Instruction	15,000	15,000	15,000	-
Total expenditures	15,000	15,000	15,000	-
Excess (deficiency) of revenues over expenditures	-	-	9,024	9,024
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	9,024	9,024
Fund balance - beginning of year	-	-	20,104	20,104
Fund balance - end of year	$ -	$ -	$ 29,128	$ 29,128
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 9,024	
Adjustments to revenues for intergovernmental revenue			(9,027)	
Adjustments to expenditures for supplies and payroll expenditures			3	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
IDEA-B Private Schools Share Special Revenue Fund (24115)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Support services - students	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	(117)	(117)
Fund balance - end of year	$ -	$ -	$ (117)	$ (117)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Fresh Fruits and Vegetables Special Revenue Fund (24118)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 106,328	$ 160,200	$ 89,881	$ (70,319)
Total revenues	106,328	160,200	89,881	(70,319)
Expenditures				
Current				
Food services operations	106,328	160,200	156,078	4,122
Total expenditures	106,328	160,200	156,078	4,122
Excess (deficiency) of revenues over expenditures	-	-	(66,197)	(66,197)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(66,197)	(66,197)
Fund balance - beginning of year	-	-	(22,044)	(22,044)
Fund balance - end of year	$ -	$ -	$ (88,241)	$ (88,241)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (66,197)	
Adjustments to revenues for intergovernmental revenue			66,197	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
21st Century Community Learning Centers Special Revenue Fund (24119)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 19,398	$ 313,403	$ 215,374	$ (98,029)
Total revenues	19,398	313,403	215,374	(98,029)
Expenditures				
Current				
Instruction	19,398	255,712	255,711	1
Support services - general administration	-	51,091	36,621	14,470
Central services	-	6,600	-	6,600
Total expenditures	19,398	313,403	292,332	21,071
Excess (deficiency) of revenues over expenditures	-	-	(76,958)	(76,958)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(76,958)	(76,958)
Fund balance - beginning of year	-	-	(122,012)	(122,012)
Fund balance - end of year	$ -	$ -	$ (198,970)	$ (198,970)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (76,958)	
Adjustments to revenues for intergovernmental revenue			76,959	
Adjustments to expenditures for supplies and payroll expenditures			(1)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Title I - 1003g Special Revenue Fund (24124)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	52,701	52,701
Fund balance - end of year	$ -	$ -	$ 52,701	$ 52,701
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
English Language Acquisition Special Revenue Fund (24153)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 100,919	$ 100,919	$ 114,327	$ 13,408
Total revenues	100,919	100,919	114,327	13,408
Expenditures				
Current				
Instruction	29,420	40,620	39,136	1,484
Support services - students	69,344	58,144	8,369	49,775
Support services - general administration	2,155	2,155	1,053	1,102
Total expenditures	100,919	100,919	48,558	52,361
Excess (deficiency) of revenues over expenditures	-	-	65,769	65,769
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	65,769	65,769
Fund balance - beginning of year	-	-	(48,454)	(48,454)
Fund balance - end of year	$ -	$ -	$ 17,315	$ 17,315
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 65,769	
Adjustments to revenues for intergovernmental revenue			(65,769)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Teacher/Principal Training & Recruiting Special Revenue Fund (24154)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 404,736	$ 443,799	$ 331,035	$ (112,764)
Total revenues	404,736	443,799	331,035	(112,764)
Expenditures				
Current				
Instruction	252,752	325,982	275,622	50,360
Support services - students	143,349	108,349	96,298	12,051
Support services - general administration	8,635	9,468	8,108	1,360
Total expenditures	404,736	443,799	380,028	63,771
Excess (deficiency) of revenues over expenditures	-	-	(48,993)	(48,993)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(48,993)	(48,993)
Fund balance - beginning of year	-	-	(218,755)	(218,755)
Fund balance - end of year	$ -	$ -	$ (267,748)	$ (267,748)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (48,993)	
Adjustments to revenues for intergovernmental revenue			46,095	
Adjustments to expenditures for supplies and payroll expenditures			2,898	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Carl D Perkins Special Projects - Current Special Revenue Fund (24171)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 3,657	$ 3,657
Total revenues	-	-	3,657	3,657
Expenditures				
Current				
Support services - students	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	3,657	3,657
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	3,657	3,657
Fund balance - beginning of year	-	-	(3,657)	(3,657)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 3,657	
Adjustments to revenues for intergovernmental revenue			(3,657)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Carl D Perkins Secondary - Current Special Revenue Fund (24174)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 127,376	$ 139,724	$ 130,902	$ (8,822)
Total revenues	127,376	139,724	130,902	(8,822)
Expenditures				
Current				
Instruction	116,068	128,416	116,389	12,027
Support services - general administration	6,108	6,108	2,537	3,571
Capital outlay	5,200	5,200	-	5,200
Total expenditures	127,376	139,724	118,926	20,798
Excess (deficiency) of revenues over expenditures	-	-	11,976	11,976
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	11,976	11,976
Fund balance - beginning of year	-	-	(13,282)	(13,282)
Fund balance - end of year	$ -	$ -	$ (1,306)	$ (1,306)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 11,976	
Adjustments to revenues for intergovernmental revenue			(11,976)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Carl D Perkins Secondary - PY Unliq. Obligations Special Revenue Fund (24175)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	3	3
Fund balance - end of year	$ -	$ -	$ 3	$ 3
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Carl D Perkins Secondary - Redistribution Special Revenue Fund (24176)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 13,940	$ 13,940
Total revenues	-	-	13,940	13,940
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	13,940	13,940
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	13,940	13,940
Fund balance - beginning of year	-	-	(14,557)	(14,557)
Fund balance - end of year	$ -	$ -	$ (617)	$ (617)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 13,940	
Adjustments to revenues for intergovernmental revenue			(13,940)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
AMP Advancing Measurement at PED Special Revenue Fund (24188)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ 271,050	$ 62,238	$ (208,812)
Total revenues	-	271,050	62,238	(208,812)
Expenditures				
Current				
Instruction	-	63,814	61,692	2,122
Support services - students	-	201,327	167,340	33,987
Support services - general administration	-	5,909	4,993	916
Total expenditures	-	271,050	234,025	37,025
Excess (deficiency) of revenues over expenditures	-	-	(171,787)	(171,787)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(171,787)	(171,787)
Fund balance - beginning of year	-	-	(62,239)	(62,239)
Fund balance - end of year	$ -	$ -	$ (234,026)	$ (234,026)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (171,787)	
Adjustments to revenues for intergovernmental revenue			169,167	
Adjustments to expenditures for supplies and payroll expenditures			2,620	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Student Supp Academic Achievement Title IV Special Revenue Fund (24189)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 350,515	$ 303,990	$ 196,778	$ (107,212)
Total revenues	350,515	303,990	196,778	(107,212)
Expenditures				
Current				
Instruction	303,044	256,520	256,520	-
Support services - students	39,713	39,712	39,712	-
Support services - general administration	7,758	7,758	5,065	2,693
Total expenditures	350,515	303,990	301,297	2,693
Excess (deficiency) of revenues over expenditures	-	-	(104,519)	(104,519)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(104,519)	(104,519)
Fund balance - beginning of year	-	-	(4,432)	(4,432)
Fund balance - end of year	$ -	$ -	$ (108,951)	$ (108,951)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (104,519)	
Adjustments to revenues for intergovernmental revenue			104,519	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Title I - Comprehensive Support and Improvement (CSI) Special Revenue Fund (24190)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 709	$ 709
Total revenues	-	-	709	709
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	709	709
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	709	709
Fund balance - beginning of year	-	-	(724)	(724)
Fund balance - end of year	$ -	$ -	$ (15)	$ (15)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 709	
Adjustments to revenues for intergovernmental revenue			(709)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Title I - HS Redesign Special Revenue Fund (24191)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 83,820	$ 83,820
Total revenues	-	-	83,820	83,820
Expenditures				
Current				
Support services - students	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	83,820	83,820
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	83,820	83,820
Fund balance - beginning of year	-	-	(83,820)	(83,820)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 83,820	
Adjustments to revenues for intergovernmental revenue			(83,820)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
ARRA - IDEA-B CEIS Special Revenue Fund (24212)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	55	55
Fund balance - end of year	$ -	$ -	$ 55	$ 55
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CARES Act, ESSER Special Revenue Fund (24301)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 371,695	$ 371,695
Total revenues	-	-	371,695	371,695
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	371,695	371,695
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	371,695	371,695
Fund balance - beginning of year	-	-	(371,695)	(371,695)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 371,695	
Adjustments to revenues for intergovernmental revenue			(371,694)	
Adjustments to expenditures for supplies and payroll expenditures			(1)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CARES Act, GEER Special Revenue Fund (24305)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 40,632	$ 40,632
Total revenues	-	-	40,632	40,632
Expenditures				
Current				
Instruction	-	-	1	(1)
Total expenditures	-	-	1	(1)
Excess (deficiency) of revenues over expenditures	-	-	40,631	40,631
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	40,631	40,631
Fund balance - beginning of year	-	-	(40,631)	(40,631)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 40,631	
Adjustments to revenues for intergovernmental revenue			(40,631)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CARES Act, ESSER - Social Emotional Learning Special Revenue Fund (24309)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ 15,000	$ 4,306	$ (10,694)
Total revenues	-	15,000	4,306	(10,694)
Expenditures				
Current				
Instruction	-	8,000	8,000	-
Support services - students	-	7,000	7,000	-
Total expenditures	-	15,000	15,000	-
Excess (deficiency) of revenues over expenditures	-	-	(10,694)	(10,694)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(10,694)	(10,694)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (10,694)	$ (10,694)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (10,694)	
Adjustments to revenues for intergovernmental revenue			10,694	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CRRSA - SEA Reserve/Retention Stipends Special Revenue Fund (24312)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ -	$ 50,700	$ 50,700
Total revenues	-	-	50,700	50,700
Expenditures				
Current				
Support services - students	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	50,700	50,700
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	50,700	50,700
Fund balance - beginning of year	-	-	(50,700)	(50,700)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 50,700	
Adjustments to revenues for intergovernmental revenue			(50,700)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
CARES Act, ESSER II - Air Quality Special Revenue Fund (24316)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ 192,359	$ 123,352	$ (69,007)
Total revenues	-	192,359	123,352	(69,007)
Expenditures				
Current				
Operation and maintenance of plant	-	192,359	192,359	-
Total expenditures	-	192,359	192,359	-
Excess (deficiency) of revenues over expenditures	-	-	(69,007)	(69,007)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(69,007)	(69,007)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (69,007)	$ (69,007)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (69,007)	
Adjustments to revenues for intergovernmental revenue			69,007	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
ARP Act, ESSER III Special Revenue Fund (24330)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ 18,991,040	$ -	$ (18,991,040)
Total revenues	-	18,991,040	-	(18,991,040)
Expenditures				
Current				
Instruction	-	2,600,000	188,613	2,411,387
Support services - students	-	8,093,039	197,629	7,895,410
Support services - general administration	-	277,163	8,048	269,115
Support services - school administration	-	50,000	2,242	47,758
Operation and maintenance of plant	-	7,970,838	101,484	7,869,354
Total expenditures	-	18,991,040	501,609	18,489,431
Excess (deficiency) of revenues over expenditures	-	-	(501,609)	(501,609)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(501,609)	(501,609)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (501,609)	$ (501,609)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (501,609)	
Adjustments to revenues for intergovernmental revenue			646,030	
Adjustments to expenditures for supplies and payroll expenditures			(144,421)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
ARP Act, ESSER III - Homeless Children and Youth Special Revenue Fund (24350)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ 48,175	$ 48,175	$ 4,878	$ (43,297)
Total revenues	48,175	48,175	4,878	(43,297)
Expenditures				
Current				
Instruction	48,175	48,175	15,957	32,218
Total expenditures	48,175	48,175	15,957	32,218
Excess (deficiency) of revenues over expenditures	-	-	(11,079)	(11,079)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(11,079)	(11,079)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (11,079)	$ (11,079)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (11,079)	
Adjustments to revenues for intergovernmental revenue			11,409	
Adjustments to expenditures for supplies and payroll expenditures			(330)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
ARP II - Emergency Relief Fund Homeless Children and Youth Special Revenue Fund (24355)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal flowthrough	$ -	$ 91,946	$ 10,423	$ (81,523)
Total revenues	-	91,946	10,423	(81,523)
Expenditures				
Current				
Instruction	-	76,946	11,459	65,487
Support services - students	-	15,000	1,553	13,447
Total expenditures	-	91,946	13,012	78,934
Excess (deficiency) of revenues over expenditures	-	-	(2,589)	(2,589)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(2,589)	(2,589)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (2,589)	$ (2,589)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (2,589)	
Adjustments to revenues for intergovernmental revenue			2,589	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Johnson O'Malley Special Revenue Fund (25131)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ 428,902	$ 404,710	$ (24,192)
Total revenues	-	428,902	404,710	(24,192)
Expenditures				
Current				
Instruction	-	291,569	242,345	49,224
Support services - students	-	110,481	108,816	1,665
Support services - general administration	-	22,537	18,788	3,749
Support services - school administration	-	4,315	4,225	90
Total expenditures	-	428,902	374,174	54,728
Excess (deficiency) of revenues over expenditures	-	-	30,536	30,536
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	30,536	30,536
Fund balance - beginning of year	-	-	(281,128)	(281,128)
Fund balance - end of year	$ -	$ -	$ (250,592)	$ (250,592)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 30,536	
Adjustments to revenues for intergovernmental revenue			(47,285)	
Adjustments to expenditures for supplies and payroll expenditures			(5,458)	
Net change in fund balance (GAAP Basis)			$ (22,207)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Impact Aid Special Education Special Revenue Fund (25145)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ 84,105	$ 84,105	$ -
Total revenues	-	84,105	84,105	-
Expenditures				
Current				
Instruction	-	171,949	-	171,949
Support services - students	-	5,000	716	4,284
Total expenditures	-	176,949	716	176,233
Excess (deficiency) of revenues over expenditures	-	(92,844)	83,389	176,233
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	92,844	-	(92,844)
Total other financing sources	-	92,844	-	(92,844)
Net change in fund balance	-	-	83,389	83,389
Fund balance - beginning of year	-	-	92,844	92,844
Fund balance - end of year	$ -	$ -	$ 176,233	$ 176,233
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 83,389	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ 83,389	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Impact Aid Indian Education Special Revenue Fund (25147)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ 135,826	$ 50,935	$ (84,891)
Total revenues	-	135,826	50,935	(84,891)
Expenditures				
Current				
Instruction	-	152,358	115,720	36,638
Support services - students	-	73,485	15,360	58,125
Support services - general administration	-	4,619	2,945	1,674
Support services - school administration	-	4,000	4,000	-
Total expenditures	-	234,462	138,025	96,437
Excess (deficiency) of revenues over expenditures	-	(98,636)	(87,090)	11,546
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	98,636	-	(98,636)
Total other financing sources	-	98,636	-	(98,636)
Net change in fund balance	-	-	(87,090)	(87,090)
Fund balance - beginning of year	-	-	98,636	98,636
Fund balance - end of year	$ -	$ -	$ 11,546	$ 11,546
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (87,090)	
No adjustments to revenues			-	
Adjustments to expenditures for supplies and payroll expenditures			(1,892)	
Net change in fund balance (GAAP Basis)			$ (88,982)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Title XIX Medicaid 3/21 Years Special Revenue Fund (25153)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ -	$ 1,740,375	$ 1,740,375
Total revenues	-	-	1,740,375	1,740,375
Expenditures				
Current				
Support services - students	-	1,339,000	582,055	756,945
Support services - instruction	-	140,000	48,749	91,251
Support services - general administration	-	54,710	14,677	40,033
Total expenditures	16,247	2,415,807	687,916	1,727,891
Excess (deficiency) of revenues over expenditures	(16,247)	(2,415,807)	1,052,459	3,468,266
Other financing sources				
Designated cash balance (budgeted increase in cash)	16,247	2,415,807	-	(2,415,807)
Total other financing sources	16,247	2,415,807	-	(2,415,807)
Net change in fund balance	-	-	1,052,459	1,052,459
Fund balance - beginning of year	-	-	2,415,807	2,415,807
Fund balance - end of year	$ -	$ -	$ 3,468,266	$ 3,468,266
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 1,052,459	
Adjustments to revenues for intergovernmental revenue			(117,981)	
Adjustments to expenditures for supplies and payroll expenditures			7,353	
Net change in fund balance (GAAP Basis)			$ 941,831	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Indian ED Formula Grant Special Revenue Fund (25184)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ 797,704	$ 1,092,178	$ 294,474
Total revenues	-	797,704	1,092,178	294,474
Expenditures				
Current				
Instruction	-	107,818	107,818	-
Support services - students	-	446,660	435,413	11,247
Support services - general administration	-	114,300	113,548	752
Support services - school administration	-	128,926	127,763	1,163
Total expenditures	-	797,704	784,542	13,162
Excess (deficiency) of revenues over expenditures	-	-	307,636	307,636
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	307,636	307,636
Fund balance - beginning of year	-	-	(424,078)	(424,078)
Fund balance - end of year	$ -	$ -	$ (116,442)	$ (116,442)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 307,636	
Adjustments to revenues for intergovernmental revenue			(294,109)	
Adjustments to expenditures for supplies and payroll expenditures			(13,527)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Mentoring For Safe Schools Special Revenue Fund (25187)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	1	1
Fund balance - end of year	$ -	$ -	$ 1	$ 1
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Native American Program Special Revenue Fund (25248)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Federal direct	$ -	$ 98,641	$ 243,531	$ 144,890
Total revenues	-	98,641	243,531	144,890
Expenditures				
Current				
Instruction	-	9,224	9,224	-
Support services - students	-	87,308	87,308	-
Support services - general administration	-	2,109	2,109	-
Total expenditures	-	98,641	98,641	-
Excess (deficiency) of revenues over expenditures	-	-	144,890	144,890
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	144,890	144,890
Fund balance - beginning of year	-	-	(144,890)	(144,890)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 144,890	
No adjustments to revenues			-	
Adjustments to expenditures for supplies and payroll expenditures			2,254	
Net change in fund balance (GAAP Basis)			$ 147,144	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Kellogg Fund/Kellogg Foundation Special Revenue Fund (26121)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Local sources	$ -	$ 100,000	$ 100,000	$ -
Total revenues	-	100,000	100,000	-
Expenditures				
Current				
Instruction	-	8,681	8,683	(2)
Support services - students	-	105,771	71,044	34,727
Total expenditures	-	114,452	79,727	34,725
Excess (deficiency) of revenues over expenditures	-	(14,452)	20,273	34,725
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	14,452	-	(14,452)
Total other financing sources	-	14,452	-	(14,452)
Net change in fund balance	-	-	20,273	20,273
Fund balance - beginning of year	-	-	14,452	14,452
Fund balance - end of year	$ -	$ -	$ 34,725	$ 34,725
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 20,273	
Adjustments to revenues for intergovernmental revenue			(100,000)	
Adjustments to expenditures for supplies and payroll expenditures			(37)	
Net change in fund balance (GAAP Basis)			$ (79,764)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
2009 Dual Credit Instructional Materials/HB 2 Special Revenue Fund (27103)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ -	$ 7,217	$ 7,217
Total revenues	-	-	7,217	7,217
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	7,217	7,217
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	7,217	7,217
Fund balance - beginning of year	-	-	(7,217)	(7,217)
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 7,217	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ 7,217	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
27107 GOB Library Special Revenue Fund (27107)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 81,694	$ 81,694	$ 88,440	$ 6,746
Total revenues	81,694	81,694	88,440	6,746
Expenditures				
Current				
Support services - instruction	81,694	81,694	78,914	2,780
Total expenditures	81,694	81,694	78,914	2,780
Excess (deficiency) of revenues over expenditures	-	-	9,526	9,526
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	9,526	9,526
Fund balance - beginning of year	-	-	(59,833)	(59,833)
Fund balance - end of year	$ -	$ -	$ (50,307)	$ (50,307)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 9,526	
Adjustments to revenues for intergovernmental revenue			(9,526)	
Adjustments to expenditures for supplies			(1,057)	
Net change in fund balance (GAAP Basis)			$ (1,057)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Instructional Materials - Special Appropriation Special Revenue Fund (27109)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	556	556
Fund balance - end of year	$ -	$ -	$ 556	$ 556
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
New Mexico Reads To Lead K-3 Special Revenue Fund (27114)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	70	70
Fund balance - end of year	$ -	$ -	$ 70	$ 70
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
PreK Initiative Special Revenue Fund (27149)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 834,000	$ 837,850	$ 767,369	$ (70,481)
Total revenues	834,000	837,850	767,369	(70,481)
Expenditures				
Current				
Instruction	745,500	730,317	721,094	9,223
Support services - general administration	38,500	48,500	42,259	6,241
Student transportation	50,000	59,033	59,032	1
Total expenditures	834,000	837,850	822,385	15,465
Excess (deficiency) of revenues over expenditures	-	-	(55,016)	(55,016)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(55,016)	(55,016)
Fund balance - beginning of year	-	-	(148,592)	(148,592)
Fund balance - end of year	$ -	$ -	$ (203,608)	$ (203,608)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (55,016)	
Adjustments to revenues for intergovernmental revenue			54,497	
Adjustments to expenditures for supplies and payroll expenditures			(1,958)	
Net change in fund balance (GAAP Basis)			$ (2,477)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Indian Education Act Special Revenue Fund (27150)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ 70,608	$ 44,004	$ (26,604)
Total revenues	-	70,608	44,004	(26,604)
Expenditures				
Current				
Instruction	-	53,661	27,340	26,321
Support services - students	-	15,547	11,644	3,903
Support services - school administration	-	1,400	-	1,400
Total expenditures	-	70,608	38,984	31,624
Excess (deficiency) of revenues over expenditures	-	-	5,020	5,020
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	5,020	5,020
Fund balance - beginning of year	-	-	(25,407)	(25,407)
Fund balance - end of year	$ -	$ -	$ (20,387)	$ (20,387)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 5,020	
Adjustments to revenues for intergovernmental revenue			(5,020)	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Breakfast for Elementary Students Special Revenue Fund (27155)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Food services operations	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	2,729	2,729
Fund balance - end of year	$ -	$ -	$ 2,729	$ 2,729
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Libraries GO Bond 2006 Special Revenue Fund (27170)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State direct	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	2,431	2,431
Fund balance - end of year	$ -	$ -	$ 2,431	$ 2,431
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
School Buses Special Revenue Fund (27178)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 1,124,561	$ 1,124,561	$ -	$ (1,124,561)
Total revenues	1,124,561	1,124,561	-	(1,124,561)
Expenditures				
Capital outlay	1,124,561	1,124,561	1,124,561	-
Total expenditures	1,124,561	1,124,561	1,124,561	-
Excess (deficiency) of revenues over expenditures	-	-	(1,124,561)	(1,124,561)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(1,124,561)	(1,124,561)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (1,124,561)	$ (1,124,561)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (1,124,561)	
Adjustments to revenues for intergovernmental revenue			1,124,561	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
NM Grown FVV Special Revenue Fund (27183)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 13,000	$ 13,000	$ 13,000	$ -
Total revenues	13,000	13,000	13,000	-
Expenditures				
Current				
Food services operations	13,000	13,000	13,000	-
Total expenditures	13,000	13,000	13,000	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Open Sci Ed Expansion Initiative Special Revenue Fund (27202)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ 10,200	$ -	$ (10,200)
Total revenues	-	10,200	-	(10,200)
Expenditures				
Current				
Instruction	-	10,200	10,102	98
Total expenditures	-	10,200	10,102	98
Excess (deficiency) of revenues over expenditures	-	-	(10,102)	(10,102)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(10,102)	(10,102)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (10,102)	$ (10,102)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (10,102)	
Adjustments to revenues for intergovernmental revenue			10,102	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Public School Bus Cameras Special Revenue Fund (27405)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ 27,489	$ -	$ (27,489)
Total revenues	-	27,489	-	(27,489)
Expenditures				
Current				
Student transportation	-	27,489	27,489	-
Total expenditures	-	27,489	27,489	-
Excess (deficiency) of revenues over expenditures	-	-	(27,489)	(27,489)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(27,489)	(27,489)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (27,489)	$ (27,489)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (27,489)	
Adjustments to revenues for intergovernmental revenue			27,489	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Family Income Index Special Revenue Fund (27407)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ 461,786	$ 303,604	$ (158,182)
Total revenues	-	461,786	303,604	(158,182)
Expenditures				
Current				
Instruction	-	461,786	453,229	8,557
Total expenditures	-	461,786	453,229	8,557
Excess (deficiency) of revenues over expenditures	-	-	(149,625)	(149,625)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(149,625)	(149,625)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (149,625)	$ (149,625)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (149,625)	
Adjustments to revenues for intergovernmental revenue			149,625	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Career Technical Education Program (Pilot) Special Revenue Fund (27502)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 28,485	$ 32,766	$ 11,667	$ (21,099)
Total revenues	28,485	32,766	11,667	(21,099)
Expenditures				
Current				
Instruction	28,485	32,766	16,699	16,067
Total expenditures	28,485	32,766	16,699	16,067
Excess (deficiency) of revenues over expenditures	-	-	(5,032)	(5,032)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(5,032)	(5,032)
Fund balance - beginning of year	-	-	(2,436)	(2,436)
Fund balance - end of year	$ -	$ -	$ (7,468)	$ (7,468)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (5,032)	
Adjustments to revenues for intergovernmental revenue			5,032	
Adjustments to expenditures for supplies and payroll expenditures			156	
Net change in fund balance (GAAP Basis)			$ 156	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Youth Conservation Corp NMEMNR Special Revenue Fund (28133)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State direct	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	29,969	-	29,969
Total expenditures	-	29,969	-	29,969
Excess (deficiency) of revenues over expenditures	-	(29,969)	-	29,969
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	29,969	-	(29,969)
Total other financing sources	-	29,969	-	(29,969)
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	29,969	29,969
Fund balance - end of year	$ -	$ -	$ 29,969	$ 29,969
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
GEAR-UP CHE Special Revenue Fund (28178)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State direct	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	1,546	1,546
Fund balance - end of year	$ -	$ -	$ 1,546	$ 1,546
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
NM Schools Covid-19 Testing Program DOH Special Revenue Fund (28211)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State direct	$ -	$ 400,120	$ 126,125	$ (273,995)
Total revenues	-	400,120	126,125	(273,995)
Expenditures				
Current				
Support services - students	-	400,120	165,485	234,635
Total expenditures	-	400,120	165,485	234,635
Excess (deficiency) of revenues over expenditures	-	-	(39,360)	(39,360)
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	(39,360)	(39,360)
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	$ -	$ -	$ (39,360)	$ (39,360)
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (39,360)	
Adjustments to revenues for intergovernmental revenue			39,360	
Adjustments to expenditures for supplies and payroll expenditures			(150)	
Net change in fund balance (GAAP Basis)			$ (150)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Westmeath Foundation Special Revenue Fund (29102)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
Local sources	$ -	$ 15,028	$ 15,028	$ -
Total revenues	-	15,028	15,028	-
Expenditures				
Current				
Instruction	4,055	20,888	20,888	-
Total expenditures	4,055	20,888	20,888	-
Excess (deficiency) of revenues over expenditures	(4,055)	(5,860)	(5,860)	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	4,055	5,860	-	(5,860)
Total other financing sources	4,055	5,860	-	(5,860)
Net change in fund balance	-	-	(5,860)	(5,860)
Fund balance - beginning of year	-	-	5,860	5,860
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (5,860)	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ (5,860)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Bond Building Capital Projects Fund (31100)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Investment income	$ 14,870	$ 14,870	$ 11,364	$ (3,506)
Total revenues	14,870	14,870	11,364	(3,506)
Expenditures				
Current				
Operation and maintenance of plant	102,619	102,619	(115,352)	217,971
Capital outlay	2,438,613	5,416,246	1,351,967	4,064,279
Total expenditures	2,541,232	5,518,865	1,236,615	4,282,250
Excess (deficiency) of revenues over expenditures	(2,526,362)	(5,503,995)	(1,225,251)	4,278,744
Other financing sources				
Designated cash balance (budgeted increase in cash)	2,511,062	3,488,695	-	(3,488,695)
Bond proceeds	15,300	2,015,300	2,000,000	(15,300)
Total other financing sources	2,526,362	5,503,995	2,000,000	(3,503,995)
Net change in fund balance	-	-	774,749	774,749
Fund balance - beginning of year	-	-	3,488,695	3,488,695
Fund balance - end of year	$ -	$ -	$ 4,263,444	$ 4,263,444
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 774,749	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ 774,749	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Special Capital Outlay - Local Capital Projects Fund (31300)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Charges for services	$ 408	$ 408	$ 517	$ 109
Total revenues	408	408	517	109
Expenditures				
Capital outlay	1,198,176	1,013,106	-	1,013,106
Debt service				
Principal	-	185,000	165,750	19,250
Total expenditures	1,198,176	1,198,106	165,750	1,032,356
Excess (deficiency) of revenues over expenditures	(1,197,768)	(1,197,698)	(165,233)	1,032,465
Other financing sources				
Designated cash balance (budgeted increase in cash)	965,778	965,708	-	(965,708)
Proceeds from sale of capital assets	231,990	231,990	371,297	139,307
Total other financing sources	1,197,768	1,197,698	371,297	(826,401)
Net change in fund balance	-	-	206,064	206,064
Fund balance - beginning of year	-	-	965,708	965,708
Fund balance - end of year	$ -	$ -	$ 1,171,772	$ 1,171,772
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 206,064	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ 206,064	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Special Capital Outlay - State Capital Projects Fund (31400)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State direct	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	48,375	48,375
Fund balance - end of year	$ -	$ -	$ 48,375	$ 48,375
Net change in fund balance (Non-GAAP Budgetary Basis)			$ -	
Adjustments to revenues for intergovernmental revenue			169,558	
Adjustments to expenditures for supplies and capital outlay expenditures			(169,558)	
Net change in fund balance (GAAP Basis)			$ -	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Special Capital Improvements HB-33 Capital Projects Fund (31600)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 1,766,671	$ 1,766,671	$ 2,166,620	$ 399,949
Oil and gas taxes	48,359	48,359	89,545	41,186
Total revenues	1,815,030	1,815,030	2,256,165	441,135
Expenditures				
Current				
Support services - general administration	17,667	27,667	21,708	5,959
Operation and maintenance of plant	3,164,469	3,734,675	3,595,704	138,971
Total expenditures	3,182,136	3,762,342	3,617,412	144,930
Excess (deficiency) of revenues over expenditures	(1,367,106)	(1,947,312)	(1,361,247)	586,065
Other financing sources				
Designated cash balance (budgeted increase in cash)	1,367,106	1,947,312	-	(1,947,312)
Total other financing sources	1,367,106	1,947,312	-	(1,947,312)
Net change in fund balance	-	-	(1,361,247)	(1,361,247)
Fund balance - beginning of year	-	-	1,947,312	1,947,312
Fund balance - end of year	$ -	$ -	$ 586,065	$ 586,065
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (1,361,247)	
Adjustments to revenues for taxes			(12,524)	
Adjustments to expenditures for supplies and capital outlay expenditures			14,447	
Net change in fund balance (GAAP Basis)			$ (1,359,324)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Capital Improvements SB-9 - State Capital Projects Fund (31700)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
Expenditures				
Current				
Operation and maintenance of plant	-	179,517	179,517	-
Total expenditures	-	179,517	179,517	-
Excess (deficiency) of revenues over expenditures	-	(179,517)	(179,517)	-
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	179,517	-	(179,517)
Total other financing sources	-	179,517	-	(179,517)
Net change in fund balance	-	-	(179,517)	(179,517)
Fund balance - beginning of year	-	-	179,517	179,517
Fund balance - end of year	$ -	$ -	$ -	$ -
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (179,517)	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ (179,517)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Capital Improvements SB-9 - Local Capital Projects Fund (31701)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 2,944,452	$ 2,944,452	$ 2,948,773	$ 4,321
Oil and gas taxes	80,598	80,598	127,465	46,867
Intergovernmental				
State capital grants	-	-	489,094	489,094
Total revenues	3,025,050	3,025,050	3,565,332	540,282
Expenditures				
Current				
Support services - general administration	29,445	29,445	29,488	(43)
Operation and maintenance of plant	4,960,530	5,003,252	2,637,478	2,365,774
Capital outlay	288,022	288,022	173,637	114,385
Total expenditures	5,277,997	5,320,719	2,840,903	2,480,116
Excess (deficiency) of revenues over expenditures	(2,252,947)	(2,295,669)	724,429	3,020,398
Other financing sources				
Designated cash balance (budgeted increase in cash)	2,252,947	2,295,669	-	(2,295,669)
Total other financing sources	2,252,947	2,295,669	-	(2,295,669)
Net change in fund balance	-	-	724,429	724,729
Fund balance - beginning of year	-	-	2,295,669	2,295,669
Fund balance - end of year	$ -	$ -	$ 3,020,098	$ 3,020,398
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 724,429	
Adjustments to revenues for taxes			(30,561)	
Adjustments to expenditures for supplies and capital outlay expenditures			(145,018)	
Net change in fund balance (GAAP Basis)			$ 548,850	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
SB-9 - State Match Cash Capital Projects Fund (31703)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Intergovernmental				
State flowthrough	$ 409,317	$ 898,411	$ 409,317	$ (489,094)
Total revenues	409,317	898,411	409,317	(489,094)
Expenditures				
Capital outlay	658,441	1,147,535	-	1,147,535
Total expenditures	658,441	1,147,535	-	1,147,535
Excess (deficiency) of revenues over expenditures	(249,124)	(249,124)	409,317	658,441
Other financing sources				
Designated cash balance (budgeted increase in cash)	249,124	249,124	-	(249,124)
Total other financing sources	249,124	249,124	-	(249,124)
Net change in fund balance	-	-	409,317	409,317
Fund balance - beginning of year	-	-	249,124	249,124
Fund balance - end of year	$ -	$ -	$ 658,441	$ 658,441
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 409,317	
No adjustments to revenues			-	
No adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			$ 409,317	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Ed. Technology Equipment Act Capital Projects Fund (31900)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Investment income	$ -	$ -	$ 38	$ 38
Total revenues	-	-	38	38
Expenditures				
Current				
Operation and maintenance of plant	-	30,770	7,352	23,418
Total expenditures	-	30,770	7,352	23,418
Excess (deficiency) of revenues over expenditures	-	(30,770)	(7,314)	23,456
Other financing sources				
Designated cash balance (budgeted increase in cash)	-	30,770	-	(30,770)
Total other financing sources	-	30,770	-	(30,770)
Net change in fund balance	-	-	(7,314)	(7,314)
Fund balance - beginning of year	-	-	30,770	30,770
Fund balance - end of year	$ -	$ -	$ 23,456	$ 23,456
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (7,314)	
No adjustments to revenues			-	
Adjustments to expenditures for supplies and capital outlay expenditures			977	
Net change in fund balance (GAAP Basis)			$ (6,337)	

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Debt Service Fund (41000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 6,512,676	$ 6,512,676	$ 7,620,166	$ 1,107,490
Oil and gas taxes	160,265	160,265	332,657	172,392
Investment income	580	580	494	(86)
Total revenues	6,673,521	6,673,521	7,953,317	1,279,796
Expenditures				
Current				
Support services - general administration	65,127	65,127	65,127	-
Debt service				
Principal	7,585,000	7,585,000	5,635,000	1,950,000
Interest and other charges	7,045,894	7,867,395	2,162,974	5,704,421
Total expenditures	14,696,021	15,517,522	7,863,101	7,654,421
Excess (deficiency) of revenues over expenditures	(8,022,500)	(8,844,001)	90,216	8,934,217
Other financing sources				
Designated cash balance (budgeted increase in cash)	8,022,500	8,844,001	-	(8,844,001)
Total other financing sources	8,022,500	8,844,001	-	(8,844,001)
Net change in fund balance	-	-	90,216	90,216
Fund balance - beginning of year	-	-	8,844,001	8,844,001
Fund balance - end of year	$ -	$ -	$ 8,934,217	$ 8,934,217
Net change in fund balance (Non-GAAP Budgetary Basis)			$ 90,216	
Adjustments to revenues for taxes			(81,997)	
Adjustments to expenditures for supplies and debt expenditures			(1,104)	
Net change in fund balance (GAAP Basis)			$ 7,115	

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State of New Mexico
Farmington Municipal School District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
Ed. Tech Debt Service Fund (43000)

For the Year Ended June 30, 2022	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variances Favorable (Unfavorable) Final to Actual
Revenues				
Property taxes	$ 1,243,549	$ 1,243,549	$ 1,215,345	$ (28,204)
Oil and gas taxes	41,451	41,451	53,700	12,249
Investment income	260	260	217	(43)
Total revenues	1,285,260	1,285,260	1,269,262	(15,998)
Expenditures				
Current				
Support services - general administration	12,435	12,435	12,153	282
Debt service				
Principal	1,250,000	1,250,000	1,250,000	-
Interest and other charges	1,607,818	1,732,261	35,270	1,696,991
Total expenditures	2,870,253	2,994,696	1,297,423	1,697,273
Excess (deficiency) of revenues over expenditures	(1,584,993)	(1,709,436)	(28,161)	1,681,275
Other financing sources				
Designated cash balance (budgeted increase in cash)	1,584,993	1,709,436	-	(1,709,436)
Total other financing sources	1,584,993	1,709,436	-	(1,709,436)
Net change in fund balance	-	-	(28,161)	(28,161)
Fund balance - beginning of year	-	-	1,709,436	1,709,436
Fund balance - end of year	$ -	$ -	$ 1,681,275	$ 1,681,275
Net change in fund balance (Non-GAAP Budgetary Basis)			$ (28,161)	
Adjustments to revenues for taxes			(19,572)	
Adjustments to expenditures for supplies and debt expenditures			(213)	
Net change in fund balance (GAAP Basis)			$ (47,946)	

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Fiduciary Net Position
Fiduciary Funds

June 30, 2022	Farmington HS	Piedra Vista HS	Total Custodial Funds
Assets			
Cash and cash equivalents	$ 238,348	$ 221,714	$ 460,062
Total assets	$ 238,348	$ 221,714	$ 460,062
Liabilities			
Accounts payable	$ 189	$ 6,688	$ 6,877
Total liabilities	189	6,688	6,877
Net position			
Restricted for student organizations	238,159	215,026	453,185
Total net position	238,159	215,026	453,185
Total liabilities and net position	$ 238,348	$ 221,714	$ 460,062

State of New Mexico
Farmington Municipal School District No. 5
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds

For the Year Ended June 30, 2022	Farmington HS	Piedra Vista HS	Total Custodial Funds
Additions			
Charges for services	$ 320,350	$ 501,893	$ 822,243
Total additions	320,350	501,893	822,243
Deductions			
Current			
Instruction	142,768	363,904	506,672
Total deductions	142,768	363,904	506,672
Net increase (deficiency) in fiduciary net position	177,582	137,989	315,571
Net position - beginning of year	60,577	77,037	137,614
Net position - end of year	$ 238,159	$ 215,026	$ 453,185

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Supporting Schedules

Farmington Municipal School District No. 5

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Deposit and Investment Accounts
June 30, 2022

Bank Account Type/ Name	Bank of the Southwest	Citizens Bank of Farmington
Operational - non-interest-bearing checking	$ -	$ -
Operational investments - interest-bearing checking	-	-
Bond building - non-interest-bearing checking	-	-
Secondary athletic - non-interest-bearing checking	-	-
FHS scorp activity - non-interest-bearing checking	-	-
NonBudgeted - non-interest-bearing checking	-	-
PV activity acct - non-interest-bearing checking	-	-
Debt - non-interest-bearing checking	-	-
Debt service investments - checking	-	-
Accounts payable - non-interest-bearing checking	-	-
Payroll - non-interest-bearing checking	-	-
Payroll clearing - non-interest-bearing checking	-	-
Tech bonds - interest-bearing checking	-	32,705
School lunch - interest-bearing checking	357,822	-
Bond building	-	-
Bond building	-	-
Bond building	-	-
Bond building	-	-
Ed tech	-	-
Debt service	-	-
Debt service	-	-
Total	357,822	32,705
Reconciling items	376,590	(12,702)
Reconciled balance June 30, 2022	$ 734,412	$ 20,003

Less investments per statement of net position	
Less restricted investments per statement of net position	
Less restricted cash per statement of net position	
Less cash and cash equivalents per statement of fiduciary net position	
Cash and cash equivalents per statement of net position	

Wells Fargo Bank	New Mexico Finance Authority	Total
$ 11,025,766	-	$ 11,025,766
12,982	-	12,982
417,430	-	417,430
272,466	-	272,466
238,406	-	238,406
1,428,787	-	1,428,787
221,712	-	221,712
9,826,796	-	9,826,796
778,280	-	778,280
470,916	-	470,916
1,933,497	-	1,933,497
2,651,034	-	2,651,034
-	-	32,705
-	-	357,822
-	3	3
-	254	254
-	1,896,455	1,896,455
-	1,026	1,026
-	3,451	3,451
-	1,948,275	1,948,275
-	6,230	6,230
29,278,072	3,855,694	33,524,293
(3,507,983)	-	(3,144,095)
$ 25,770,089	$ 3,855,694	30,380,198
		(3,183,722)
		(781,126)
		(16,435,577)
		(460,062)
		$ 9,519,711

State of New Mexico
Farmington Municipal School District No. 5
Cash Reconciliation

For the Year Ended June 30, 2022	Operational 11000	Transportation 13000	Food Services 21000	Athletics 22000
PED cash, June 30, 2021	$ 7,800,312	$ 485,999	$ 442,839	$ 205,606
Add				
2021-2022 receipts	95,307,352	3,036,599	6,244,746	424,926
Repayment of loans	-	1,531	-	-
Total cash available	103,107,664	3,524,129	6,687,585	630,532
Less				
2021-2022 expenditures	(95,746,030)	(3,494,487)	(5,953,172)	(358,653)
Repayment of prior year loans	(6,081,448)	-	-	-
PED Cash, June 30, 2022	1,280,186	29,642	734,413	271,879
Audit Adjustments				
Loans for negative cash	-	-	-	-
Investments	(12,982)	-	-	-
Held checks	1,685,168	49,735	9,658	15
Cash per financial statement	$ 2,952,372	$ 79,377	$ 744,071	$ 271,894

Non-Instructional Support 23000	Federal Flowthrough 24000	Federal Direct 25000	Local Grants 26000	State Flowthrough 27000	State Direct 28000
$ 686,534	$ (2,722,500)	$ 1,757,191	$ 130,741	$ (237,700)	$ 31,514
1,934,749	15,038,868	3,615,833	100,000	1,228,084	126,125
-	4,074,837	367,034	-	1,593,548	39,360
2,621,283	16,391,205	5,740,058	230,741	2,583,932	196,999
(1,147,893)	(16,289,348)	(2,084,013)	(79,727)	(2,577,626)	(165,484)
(530)	(88)	-	(116,289)	(520)	-
1,472,860	101,769	3,656,045	34,725	5,786	31,515
(6)	29,809	(1,366)	-	(232)	-
-	-	-	-	-	-
5,593	86,731	31,277	1,387	14,473	1,631
$ 1,478,447	$ 218,309	$ 3,685,956	$ 36,112	$ 20,027	$ 33,146

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State of New Mexico
Farmington Municipal School District No. 5
Cash Reconciliation

For the Year Ended June 30, 2022	Local or State Fund 29000	Bond Building 31100	Special Capital Capital Outlay Local 31300	Special Capital Capital Outlay State 31400
PED cash, June 30, 2021	$ 5,860	$ 3,488,695	$ 965,708	$ 48,375
Add				
2021-2022 receipts	15,028	2,011,364	371,814	-
Repayment of loans	-	-	-	-
Total cash available	20,888	5,500,059	1,337,522	48,375
Less				
2021-2022 expenditures	(20,888)	(1,236,615)	(165,750)	-
Repayment of prior year loans	-	-	-	-
PED Cash, June 30, 2022	-	4,263,444	1,171,772	48,375
Audit Adjustments				
Loans for negative cash	-	-	-	-
Investments	-	(3,170,740)	-	-
Held checks	-	-	-	-
Cash per financial statement	$ -	$ 1,092,704	$ 1,171,772	$ 48,375

Special Capital Capital Outlay State 31600	Capital Improvements SB-9-State 31700	Capital Improvements SB-9-Local 31701	Capital Improvements SB-9-State Match 31703	Education Technology Equipment Act 31900	Debt Service 41000
$ 1,947,312	$ 179,517	$ 2,295,669	$ 249,124	$ 30,770	$ 8,844,001
2,260,349	-	3,565,332	409,317	38	7,953,317
-	-	-	-	-	-
4,207,661	179,517	5,861,001	658,441	30,808	16,797,318
(3,617,412)	(179,517)	(2,840,603)	-	(7,352)	(7,867,285)
-	-	-	-	-	-
590,249	-	3,020,398	658,441	23,456	8,930,033
(4,184)	-	-	-	-	4,184
-	-	-	-	-	(586,325)
-	-	-	-	-	-
$ 586,065	$ -	$ 3,020,398	$ 658,441	$ 23,456	$ 8,347,892

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State of New Mexico
Farmington Municipal School District No. 5
Cash Reconciliation

For the Year Ended June 30, 2022	Ed Tech Debt Service 43000	Total
PED cash, June 30, 2021	$ 1,709,436	$ 28,345,003
Add		
2021-2022 receipts	1,269,262	144,913,103
Repayment of loans	-	6,076,310
Total cash available	2,978,698	179,334,416
Less		
2021-2022 expenditures	(1,297,423)	(145,129,278)
Repayment of prior year loans	-	(6,198,875)
PED Cash, June 30, 2022	1,681,275	28,006,263
Audit Adjustments		
Loans for negative cash	-	28,205
Investments	(194,801)	(3,964,848)
Held checks	-	1,885,668
Cash per financial statement	$ 1,486,474	$ 25,955,288

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2022

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2022
Bank of the Southwest				
	LETTER OF CREDIT	12/5/2022		$ 25,000
	LETTER OF CREDIT	11/2/2022		250,000
	LETTER OF CREDIT	9/6/2022		100,000
	Total Bank of the Southwest			375,000
	Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, Dallas, TX			
Citizens Bank of Farmington				
	FNMA Ser 2011-105 CL 5-PB	10/25/2041	3136A1MJ1	2,464,637
	Total Citizens Bank of Farmington			2,464,637
	Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, Dallas, TX			
Wells Fargo Bank				
	FNMA FNMS 3.500%	9/1/2047	3140XCF29	2,649,906
	FNMA FNMS 3.500%	5/1/2047	3140XDN85	115,417
	FNMA FNMS 3.500%	6/1/1943	3140XGNJ4	2,225,084
	FNMA FNMS 3.500%	12/1/2049	31418DJQ6	2,187,134
	GNMA G2SF 4.000%	6/20/2048	36179T4P7	5,134,830
	GNMA G2SF 3.500%	11/20/2047	36179TNR2	250,690
	GNMA G2SF 4.500%	11/20/2048	36179UGD8	377,346
	GNMA G2SF 2.000%	2/20/2051	3617UCJE9	266,631
	GNMA G2SF 3.000%	2/20/2051	3622AAYG3	941,667
	GNMA G2SF 2.000%	2/20/2052	3622ABRK0	126,328
	Total Wells Fargo Bank			14,275,033
	Name and location of safekeeper for above pledged collateral: BNY Mellon, New York, NY			
Total pledged collateral				$ 17,114,670

Statistical Section
of
Farmington Municipal School District No. 5

This part of Farmington Municipal School District No. 5's annual comprehensive financial report present detail information as a context for understanding what the information in the financial statement, note disclosures, and required supplementary information says about the government's overall financial health.

GASB Statement No. 44 provided the requirements for the scheduled contained in this section of the District's ACFR.

Content

Financial Trends

239-245

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

247-252

These schedules contain information to help the reader assess the District's most significant local revenues source: the sales tax.

Debt Capacity

253-255

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

256-258

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

259-261

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the City provides and the activities it performs.

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STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(accrual basis of accounting)

	2013	2014	2015	2016	2017
Governmental Activities					
Net investment in capital assets	$ 87,888,998	$ 97,274,871	$ 105,039,068	$ 89,528,046	$ 139,517,254
Restricted	17,180,682	18,167,016	24,781,118	51,226,513	19,496,768
Unrestricted	24,352,282	22,634,154	(102,994,068)	(90,715,061)	(117,826,116)
Total governmental activities net position	$ 129,421,962	$ 138,076,041	$ 26,826,118	$ 50,039,498	$ 41,187,906

	2018	2019	2020	2021	2022
Governmental Activities					
Net investment in capital assets	$ 138,081,745	$ 143,915,447	$ 148,924,471	$ 149,684,300	**$ 150,894,965**
Restricted	26,459,741	19,479,173	18,993,480	23,033,641	**21,522,194**
Unrestricted	(159,994,947)	(237,074,262)	(177,543,253)	(272,742,559)	**(272,467,170)**
Total governmental activities net position	$ 4,546,539	$ (73,679,642)	$ (9,625,302)	$ (100,024,618)	**$ (100,050,011)**

Note: 2013 capital assets were restated to correct prior years recordings of capital assets.

Note: GASB 68 Pension liability recorded beginning in 2015

Note: GASB 75 OPEB liability recorded beginning in 2018

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2013	2014	2015	2016	2017
Expenses					
Governmental Activities:					
Instruction	$ 50,490,205	$ 56,300,845	$ 63,425,766	$ 44,969,217	$ 67,974,302
Support services:					
Students	10,256,813	10,934,607	12,557,987	11,530,356	12,021,053
Instruction - support	2,166,682	1,782,540	1,916,013	1,753,666	1,083,434
General Administrative	1,189,237	1,474,637	1,460,323	1,454,979	1,736,695
School Administrative	6,443,991	5,117,842	5,326,590	5,699,925	5,290,922
Central Services	477,143	859,423	1,484,713	1,287,846	1,198,927
Operations & Maintenance of Plant	7,627,858	4,194,480	15,893,619	24,372,188	15,185,927
Student Transportation	3,154,396	3,082,206	4,317,667	3,418,076	2,732,618
Other support services	73,326	91,023	93,603	25,774	7,678
Non-instructional services:					
Food services	3,843,284	4,018,871	4,402,077	4,802,086	4,862,251
Community services	13,502	7,408	8,332	56,904	11,345
Bond Interest Payable					
Facilities, supplies and materials	9,217,681	3,046,988	-	-	-
Depreciation - unallocated	1,639,781	4,025,893	-	-	-
Athletics					
Interest on long-term obligations	1,373,015	1,106,616	1,534,093	2,162,706	2,235,099
Refunds					211,546
Total governmental activities expenses	$ 97,966,914	$ 96,043,379	$112,420,783	$101,533,723	$114,551,797
Program Revenues					
Governmental Activities:					
Charges for services:					
General government	$ 910,475	$ 1,061,757	$ 829,598	$ 1,045,498	$ 812,746
Food Services	906,651	884,881	811,223	921,586	815,159
Operating grants and contributions	12,844,998	13,334,879	19,138,864	17,181,976	16,352,428
Capital grants and contributions	242,271	1,255,020	11,982,223	15,336,594	19,082,712
Total governmental activities program reven	$ 14,904,395	$ 16,536,537	$ 32,761,908	$ 34,485,654	$ 37,063,045
Net (expense)/revenue					
Governmental activities	$ 83,062,519	$ 79,506,842	$ 79,658,875	$ 67,048,069	$ 77,488,752

Note [1]: New Mexico adopted the UCOA for school districts and combined governmental activity functions into Instruction, Support services, Operation of non-instructional

(cont'd; 1 of 2)

STATE OF NEW MEXICO
FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2018	2019	2020	2021	2022
Expenses					
Governmental Activities:					
Instruction	$ 85,009,241	$ 87,053,866	$ 57,443,955	$ 134,451,794	**$ 81,836,408**
Support services:					
Students	12,067,974	14,139,258	16,420,880	28,535,879	**16,089,269**
Instruction - support	1,101,248	1,845,725	2,444,776	2,445,709	**1,557,353**
General Administrative	1,746,195	2,115,811	2,502,023	3,975,985	**2,514,303**
School Administrative	5,889,246	6,414,784	7,233,324	14,258,282	**7,721,719**
Central Services	1,194,223	1,243,222	1,744,314	3,058,311	**1,723,755**
Operations & Maintenance of Plant	18,364,623	19,383,839	17,889,638	20,001,061	**20,483,503**
Student Transportation	2,996,842	3,207,815	3,672,821	6,099,771	**4,260,450**
Other support services	4,456	-	395	425	**-**
Non-instructional services:					
Food services	4,922,690	4,914,113	5,330,218	5,587,764	**6,875,044**
Community services	8,922	13,602	7,708	12,073	**50**
Bond Interest Payable					
Facilities, supplies and materials	-	-	-	-	**-**
Depreciation - unallocated	-	-	-	-	**-**
Athletics					
Interest on long-term obligations	2,207,630	2,251,692	2,499,341	1,563,489	**1,981,512**
Refunds	-	-	-	-	**-**
Total governmental activities expenses	$135,513,290	$142,583,727	$117,189,393	$ 219,990,543	**$ 145,043,366**
Program Revenues					
Governmental Activities:					
Charges for services:					
General government	$ 822,994	$ 1,853,297	$ 1,263,718	$ 634,871	**$ 1,504,039**
Food Services	522,852	819,162	706,661	13,669	**176,264**
Operating grants and contributions	17,066,457	18,258,821	21,116,913	23,981,290	**30,205,968**
Capital grants and contributions	6,966,441	1,297,914	3,954,708	1,835,849	**4,414,701**
Total governmental activities program reve	$ 25,378,744	$ 22,229,194	$ 27,042,000	$ 26,465,679	**$ 36,300,972**
Net (expense)/revenue					
Governmental activities	$110,134,546	$120,354,533	$ 90,147,393	$ 193,524,864	**$ 108,742,394**

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2013	2014	2015	2016	2017
Net (expense)/revenue					
Governmental activities	$ 83,062,519	$ 79,506,842	$ 79,658,875	$ 67,048,069	$ 77,488,752
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes, general purpose	$ 579,898	$ 590,888	$ 528,737	$ 540,502	$ 551,471
Property taxes, debt service	10,762,854	11,034,174	9,794,142	9,950,029	10,607,097
Property taxes, capital projects	2,892,633	2,942,681	3,524,200	3,173,781	2,814,485
Oil & Gas	-	-	1,439,430	613,830	594,547
Unrestricted grants and contributions	70,013,110	73,575,299	75,837,173	75,897,873	72,116,655
Miscellaneous Income	23,467	17,879	256,983	85,434	305,034
Gain/(Loss) on sale of capital assets	-	-	(240,758)	-	-
Total government activities	$ 84,271,962	$ 88,160,921	$ 91,139,907	$ 90,261,449	$ 86,989,289
Change in Net Position					
Governmental activities	$ 1,209,443	$ 8,654,079	$ 11,481,032	$ 23,213,380	$ 9,500,537

	2018	2019	2020	2021	2022
Net (expense)/revenue					
Governmental activities	$ 110,134,546	$ 120,354,533	$ 90,147,393	$ 193,524,864	**$ 108,742,394**
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes, general purpose	$ 558,562	$ 571,340	$ 578,442	$ 592,179	**$ 576,803**
Property taxes, debt service	10,794,816	10,803,256	10,261,944	9,237,045	**5,100,952**
Property taxes, capital projects	2,858,482	2,934,916	3,651,706	4,715,657	**8,693,935**
Oil & Gas	510,604	536,257	331,265	343,056	**635,230**
Unrestricted grants and contributions	75,622,445	79,112,920	89,779,949	89,432,759	**93,515,835**
Pension income	-	-	46,310,711	-	**-**
OPEB income	-	-	3,201,887	-	**-**
Miscellaneous Income	251,914	200,182	85,829	69,568	**78,864**
Gain/(Loss) on sale of capital assets	-	-	-	89,708	**115,382**
Total government activities	$ 90,596,823	$ 94,158,871	$ 154,201,733	$ 104,479,972	**$ 108,717,001**
Change in Net Position					
Governmental activities	$ (19,537,723)	$ (26,195,662)	$ 64,054,340	$ (89,044,892)	**$ (25,393)**

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017
General Fund					
Unassigned	$ 12,179,526	$ 9,665,269	$ 8,135,166	$ 6,671,858	$ 4,743,157
Inventories	-	-	138,041	134,821	120,499
Restricted	-	-	-	-	-
Total general fund	12,179,526	9,665,269	8,273,207	6,806,679	4,863,656
All other governmental funds					
Unassigned (deficit)	$ -	$ -	$ -	$ -	$ (5,586)
Inventories	-	-	-	-	81,619
Restricted:					
Special revenue funds	1,453,776	1,787,908	1,803,991	1,622,470	1,426,681
Capital projects funds	10,016,368	28,055,811	8,720,466	32,703,331	11,406,417
Debt service funds	12,248,617	14,208,070	14,118,620	16,765,891	13,627,652
Total all other governmental funds	23,718,761	44,051,789	24,643,077	51,091,692	26,536,783
Total fund balance	$ 35,898,287	$ 53,717,058	$ 32,916,284	$ 57,898,371	$ 31,400,439

	2018	2019	2020	2021	2022
General Fund					
Unassigned	$ 6,915,798	$ 7,962,176	$ 8,084,463	$ -	**$ 193,147**
Committed				5,717,368	**5,635,964**
Inventories	104,400	174,568	209,444	210,908	**292,758**
Restricted	-	-	-	404,452	**-**
Total general fund	7,020,198	8,136,744	8,293,907	6,332,728	**6,121,869**
All other governmental funds					
Unassigned (deficit)	$ -	$ -	$ (700,298)	$ (571,723)	**$ (403,097)**
Inventories	122,358	76,754	229,355	152,917	**160,318**
Restricted:					
Special revenue funds	1,786,378	2,846,647	3,250,322	4,791,466	**6,564,290**
Capital projects funds	110,040,526	9,873,768	9,027,546	9,171,007	**9,564,809**
Debt service funds	13,478,972	13,136,488	11,968,460	10,728,395	**10,687,564**
Total all other governmental funds	125,428,234	25,933,657	23,775,385	24,272,062	**26,573,884**
Total fund balance	$ 132,448,432	$ 34,070,401	$ 32,069,292	$ 30,604,790	**$ 32,695,753**

STATE OF NEW MEXICO
FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017
Revenues					
Federal Sources:					
Federal grants	$ 11,305,163	$ 11,505,683	$ 12,899,475	$ 12,016,822	$ 11,484,316
Total federal sources	11,305,163	11,505,683	12,899,475	12,016,822	11,484,316
State Sources:					
State equalization quarantee	66,548,033	69,945,424	74,607,143	75,496,685	72,051,469
Transportation	2,769,972	2,877,620	3,178,562	2,830,628	2,532,756
State instructional materials	695,105	752,255	778,480	778,264	768,191
State grants	1,539,869	2,440,227	14,435,313	16,861,994	20,527,767
Total state sources	71,552,979	76,015,526	92,999,498	95,967,571	95,880,183
Local Sources:					
District school tax levy	13,986,761	14,400,614	13,630,148	13,575,258	13,902,939
Oil and gas taxes			1,141,676	613,830	594,547
Fees and activities	1,817,126	1,946,638	1,640,821	1,967,084	1,627,905
Earnings from investments	23,467	17,879	8,257	30,862	121,838
Other revenue	242,237	643,989	1,308,013	486,622	370,492
Total local sources	16,069,591	17,009,120	17,728,915	16,673,656	16,617,721
Total revenues	$ 98,927,733	$ 104,530,329	$ 123,627,888	$ 124,658,049	$ 123,982,220
Expenditures					
Instruction	$ 50,500,144	$ 56,171,307	$ 59,071,009	$ 58,657,865	$ 56,969,232
Support services:					
Students	10,211,974	10,923,048	11,995,208	11,519,452	11,415,346
Instruction - support	2,128,788	1,782,540	1,884,372	1,729,713	1,130,118
General Administrative	1,404,004	1,679,249	1,394,879	1,428,319	1,649,188
School Administrative	4,688,741	5,103,738	5,087,882	5,687,386	5,024,327
Central Services	468,282	853,221	1,418,176	1,281,644	1,138,516
Operations & Maintenance of Plant	7,607,882	8,256,411	15,181,355	18,079,740	14,420,751
Student Transportation	2,783,702	4,122,683	4,124,173	2,924,893	2,594,929
Other support services	57,034	91,023	89,408	25,774	7,291
Non-instructional services:					
Food services	3,820,888	4,025,369	4,204,800	4,656,749	4,617,256
Community services	13,502	7,408	7,959	8,402	10,773
Operation of non-instructional services	-	-			
Athletics	-	-			
Capital outlay	17,539,355	14,939,280	29,135,384	27,254,511	37,369,387
Debt service:					
Principal	8,598,102	7,985,000	9,400,000	8,375,000	11,200,000
Interest	1,345,245	1,224,129	1,434,057	2,105,108	2,721,492
Capital lease issuance costs	-	33,265	-	388,470	-
Total expenditures	$ 111,167,643	$ 117,197,671	$ 144,428,662	$ 144,123,026	$ 150,268,606
Revenues over (under) expenditures	$ (12,239,910)	$ (12,667,342)	$ (20,800,774)	$ (19,464,977)	$ (26,286,386)
Other Financing Sources (Uses)					
Sale of capital assets	$ -	$ -	$ -	$ -	$ -
Bonds issued	-	33,530,000	-	41,700,000	-
Premium on bonds issued	-	486,113	-	2,747,064	-
Payments to refunded debt escrow	-	(3,530,000)	-		(211,546)
Total other financing sources (uses)	$ -	$ 30,486,113	$ -	$ 44,447,064	$ (211,546)
Net Change in Fund Balances	$ (12,239,910)	$ 17,818,771	$ (20,800,774)	$ 24,982,087	$ (26,497,932)
Debt Service as a Percentage of Noncapital Expenditures	9.7%	9.2%	9.4%	9.0%	12.3%

Note [1]: New Mexico adopted the UCOA for school districts and combined governmental activity categories into Instruction, Support services,Operation of non-instructional services, Food services, Athletics, Pupil Transportation and Interest on long-term debt. Prior years have been adjusted accordingly.

Note - The District recomputed the percentage using the capitalized expenditures (capital asset additions) and not the capital outlay amount.

(cont'd; 1 of 2)

STATE OF NEW MEXICO
FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2018	2019	2020	2021	2022
Revenues					
Federal Sources:					
Federal grants	$ 11,917,824	$ 12,922,565	$ 13,353,833	$ 20,288,949	**$ 26,985,078**
Total federal sources	11,917,824	12,922,565	13,353,833	20,288,949	**26,985,078**
State Sources:					
State equalization quarantee	75,622,445	79,112,920	89,710,293	89,432,759	**93,515,835**
Transportation	2,856,023	3,262,948	3,527,118	3,448,939	**3,016,861**
State instructional materials	345,047	370,113	29,739	-	**-**
State grants	8,750,972	2,732,048	8,072,805	1,823,747	**4,437,264**
Total state sources	87,574,487	85,478,029	101,339,955	94,705,445	**100,969,960**
Local Sources:					
District school tax levy	14,182,421	14,472,422	14,303,137	14,479,429	**14,383,538**
Oil and gas taxes	510,604	536,257	331,265	343,056	**635,230**
Fees and activities	1,345,846	2,672,459	1,970,379	648,540	**1,680,303**
Earnings from investments	59,985	157,624	88,126	18,935	**15,268**
Other revenue	354,961	311,619	155,485	306,137	**245,062**
Total local sources	16,453,817	18,150,381	16,848,392	15,796,097	**16,959,401**
Total revenues	$ 115,946,128	$ 116,550,975	$ 131,542,180	$ 130,790,491	**$ 144,914,439**
Expenditures					
Instruction	$ 54,463,988	$ 57,006,184	$ 64,465,719	$ 71,230,111	**$ 76,321,879**
Support services:					
Students	11,598,818	13,522,150	15,420,976	13,743,105	**15,034,340**
Instruction - support	1,054,104	1,640,248	2,178,821	1,295,444	**1,438,451**
General Administrative	1,678,310	2,023,466	2,349,669	2,262,840	**2,352,707**
School Administrative	5,660,295	6,134,811	6,792,871	6,821,072	**7,146,050**
Central Services	1,147,796	1,188,962	1,638,099	1,774,663	**1,593,100**
Operations & Maintenance of Plant	16,984,637	18,397,889	16,686,355	14,420,968	**19,375,356**
Student Transportation	2,880,336	3,067,810	3,449,175	3,237,749	**3,260,824**
Other support services	4,283	1,443	371	404	**-**
Non-instructional services:					
Food services	4,731,315	4,699,637	5,005,649	4,953,015	**6,507,171**
Community services	8,575	13,008	7,239	6,048	**288**
Operation of non-instructional services					
Athletics					
Capital outlay	18,513,249	7,580,380	7,995,292	2,995,066	**2,810,412**
Debt service:					
Principal	10,830,000	8,925,000	16,055,000	8,275,000	**7,195,034**
Interest	2,509,851	2,589,519	2,794,110	2,320,535	**2,199,161**
Capital lease issuance costs	302,578	138,500	113,943	-	**-**
Total expenditures	$ 132,368,135	$ 126,929,007	$ 144,953,289	$ 133,336,020	**$ 145,234,773**
Revenues over (under) expenditures	$ (16,422,007)	$ (10,378,032)	$ (13,411,109)	$ (2,545,529)	**$ (320,334)**
Other Financing Sources (Uses)					
Sale of capital assets	$ -	$ -	$ -	$ 231,990	**$ 371,297**
Bonds issued	18,470,000	11,000,000	11,410,000	-	**2,000,000**
Premium on bonds issued	-	-	-	-	**-**
Payments to refunded debt escrow	-	-	-	-	**-**
Total other financing sources (uses)	$ 18,470,000	$ 11,000,000	$ 11,410,000	$ 231,990	**$ 2,371,297**
Net Change in Fund Balances	$ 2,047,993	$ 621,968	$ (2,001,109)	$ (2,313,539)	**$ 2,050,963**
Debt Service as a Percentage of Noncapital Expenditures	11.7%	9.7%	13.8%	8.1%	**6.6%**

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STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

Fiscal Year	Local Assessed	Central Assessed	Oil & Gas Assessed	Total Assessed Value	Exemptions	Total Taxable Assessed Value[1]	Estimated Actual Taxable Value	Total Direct Tax Rate
2022	**$ 1,499,766,524**	**$ 51,608,436**	**$ 65,957,472**	**$ 1,617,332,432**	**$ 318,582,097**	**$ 1,298,750,335**	**$ 3,896,640,669**	**9.970**
2021	1,464,961,331	68,220,544	29,873,358	1,563,055,233	318,582,097	1,244,473,136	3,733,792,787	9.965
2020	1,472,226,086	70,273,349	40,299,238	1,582,798,673	312,602,039	1,270,196,634	3,810,970,999	9.969
2019	1,682,524,039	75,861,603	28,403,859	1,786,789,501	294,022,486	1,492,767,015	4,478,748,920	9.946
2018	1,682,524,039	77,992,122	61,512,537	1,822,028,698	294,022,486	1,528,006,212	4,584,477,084	9.946
2017	1,660,751,578	71,832,801	49,660,581	1,782,244,960	293,098,717	1,489,146,243	4,467,885,518	9.947
2016	1,628,353,760	78,630,781	61,125,886	1,768,110,427	283,132,549	1,484,977,878	4,455,379,172	9.921
2015	1,600,883,002	74,064,669	125,310,176	1,800,257,847	283,214,249	1,517,043,598	4,551,585,953	9.939
2014	1,568,435,510	74,491,847	110,402,844	1,753,330,201	281,616,474	1,471,713,727	4,415,582,739	9.931
2013	1,505,199,475	77,702,285	101,656,804	1,684,558,564	257,130,153	1,427,428,411	4,282,713,504	9.926

[1] The assessed values are 33 1/3% of actual taxable value, as set by New Mexico statute.

Source: State of New Mexico, Taxation and Revenue Department Property Tax Division, and Office of San Juan County Assessor.

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION MILLAGE RATES

LAST TEN FISCAL YEARS

		Farmington Municipal Schools Millage Rates					Overlapping Millage Rates				
Fiscal Year		Operational	Debt Service	Capital Improvement	Ed Tech Debt Service	Total Direct Rate	State Debt Service	San Juan County	City of Farmington	San Juan College	Total Direct & Overlapping
2022	**City of Farmington Residential**	**0.347**	**5.220**	**2.000**	**0.000**	**9.817**	**1.360**	**7.141**	**1.506**	**4.216**	**24.040**
	City of Farmington Commercial/Oil & Gas	**0.500**	**5.220**	**2.000**	**0.000**	**9.970**	**1.360**	**8.500**	**2.225**	**5.100**	**27.155**
	San Juan County Residential	**0.343**	**5.220**	**2.000**	**0.800**	**9.817**	**1.360**	**7.141**	**0.000**	**4.216**	**22.534**
	San Juan County Commercial/Oil & Gas	**0.500**	**5.220**	**2.000**	**0.800**	**9.970**	**1.360**	**8.500**	**0.000**	**5.100**	**24.930**
2021	City of Farmington Residential	0.343	5.340	2.000	0.800	9.808	1.360	7.033	1.487	4.161	23.849
	City of Farmington Commercial/Oil & Gas	0.500	5.340	2.000	0.800	9.965	1.360	8.500	2.225	5.100	27.150
	San Juan County Residential	0.343	5.340	2.000	0.800	9.808	1.360	7.033	0.000	4.161	22.362
	San Juan County Commercial/Oil & Gas	0.500	5.340	2.000	0.800	9.965	1.360	8.500	0.000	5.100	24.925
2020	City of Farmington Residential	0.342	5.340	2.000	0.929	9.811	1.360	6.990	1.484	4.139	23.784
	City of Farmington Commercial/Oil & Gas	0.500	5.340	2.000	0.929	9.969	1.360	8.500	2.225	5.100	27.154
	San Juan County Residential	0.342	5.340	2.000	0.929	9.811	1.360	6.700	0.000	4.139	22.300
	San Juan County Commercial/Oil & Gas	0.500	5.340	2.000	0.929	9.969	1.360	8.500	0.000	5.100	24.929
2019	City of Farmington Residential	0.327	5.390	2.000	2.056	9.773	1.360	6.700	1.425	3.992	23.250
	City of Farmington Commercial/Oil & Gas	0.500	5.390	2.000	2.056	9.946	1.360	8.500	2.225	5.100	27.131
	San Juan County Residential	0.327	5.390	2.000	2.056	9.773	1.360	6.700	0.000	3.992	21.825
	San Juan County Commercial/Oil & Gas	0.500	5.390	2.000	2.056	9.946	1.360	8.500	0.000	5.100	24.906
2018	City of Farmington Residential	0.327	5.390	2.000	2.056	9.773	1.360	6.700	1.425	3.992	23.250
	City of Farmington Commercial/Oil & Gas	0.500	5.390	2.000	2.056	9.946	1.360	8.500	2.225	5.100	27.131
	San Juan County Residential	0.327	5.390	2.000	2.056	9.773	1.360	6.700	0.000	3.992	21.825
	San Juan County Commercial/Oil & Gas	0.500	5.390	2.000	2.056	9.946	1.360	8.500	0.000	5.100	24.906

(cont'd; 1 of 2)

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION MILLAGE RATES

LAST TEN FISCAL YEARS

		Farmington Municipal Schools Millage Rates					Overlapping Millage Rates				
Fiscal Year		Operational	Debt Service	Capital Improvement	Ed Tech Debt Service	Total Direct Rate	State Debt Service	San Juan County	City of Farmington	San Juan College	Total Direct & Overlapping
2017	City of Farmington Residential	0.320	5.258	1.956	2.189	9.723	1.360	6.545	1.394	3.914	22.936
	City of Farmington Commercial/Oil & Gas	0.500	5.258	2.000	2.189	9.947	1.360	8.500	2.225	5.100	27.132
	San Juan County Residential	0.320	5.258	1.956	2.189	9.723	1.360	6.545	0.000	3.914	21.542
	San Juan County Commercial/Oil & Gas	0.500	5.258	2.000	2.189	9.947	1.360	8.500	0.000	5.100	24.907
2016	City of Farmington Residential	0.319	5.167	1.951	2.254	9.691	1.360	6.529	1.392	3.863	22.835
	City of Farmington Commercial/Oil & Gas	0.500	5.167	2.000	2.254	9.921	1.360	8.500	2.209	5.100	27.090
	San Juan County Residential	0.319	5.167	1.951	2.254	9.691	1.360	6.529	0.000	3.863	21.443
	San Juan County Commercial/Oil & Gas	0.500	5.167	2.000	2.254	9.921	1.360	8.500	0.000	5.100	24.881
2015	City of Farmington Residential	0.323	4.656	1.974	2.783	9.736	1.360	6.231	1.410	3.714	22.451
	City of Farmington Commercial/Oil & Gas	0.500	4.656	2.000	2.783	9.939	1.360	8.500	2.225	5.100	27.124
	San Juan County Residential	0.323	4.656	1.974	2.783	9.736	1.360	6.231	0.000	3.714	21.041
	San Juan County Commercial/Oil & Gas	0.500	4.656	2.000	2.783	9.939	1.360	8.500	0.000	5.100	24.899
2014	City of Farmington Residential	0.322	3.937	1.968	3.494	9.721	1.360	6.231	1.407	3.714	22.433
	City of Farmington Commercial/Oil & Gas	0.500	3.937	2.000	3.494	9.931	1.360	8.500	2.225	5.100	27.116
	San Juan County Residential	0.322	3.937	1.968	3.494	9.721	1.360	6.231	0.000	3.714	21.026
	San Juan County Commercial/Oil & Gas	0.500	3.937	2.000	3.494	9.931	1.360	8.500	0.000	5.100	24.891
2013	City of Farmington Residential	0.326	5.760	1.994	1.666	9.746	1.360	6.310	1.426	3.754	22.596
	City of Farmington Commercial/Oil & Gas	0.500	5.760	2.000	1.666	9.926	1.360	8.500	2.225	5.100	27.111
	San Juan County Residential	0.326	5.760	1.994	1.666	9.746	1.360	6.310	0.000	3.754	21.170
	San Juan County Commercial/Oil & Gas	0.500	5.760	2.000	1.666	9.926	1.360	8.500	0.000	5.100	24.886

Source: County Tax Collector

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

COMPUTATION OF DIRECT AND OVERLAPPING
GENERAL OBLIGATION DEBT

	2022 Assessed Valuation	G/O Debt Outstanding	Percent Applicable	Amount
Overlapping Debt				
State of New Mexico	$ 70,648,047,631	$ 505,295,000	2.12%	$ 10,726,758
San Juan County	3,538,285,077	-	42.39%	-
San Juan College	3,538,285,077	9,070,000	42.39%	3,844,485
City of Farmington	1,195,189,425	-	100.00%	-
Total Overlapping Debt				14,571,243
Direct Debt				
Farmington Schools	1,499,766,524	71,610,000	100.00%	71,610,000
Total Direct and Overlapping Debt				$ 86,181,243

Percent Applicable is calculated based on Assessed Valuation (i.e. Farmington Municipal Schools AV / State of NM AV = 2.51%

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND TEN YEARS AGO

		2022			2013		
Taxpayer	Type of Business	**Assessed Valuation**	**Rank**	**Percentage of Assessed Valuation**	Assessed Valuation	Rank	Percentage of Assessed Valuation
San Juan Regional Medical Center	Hospital	**10,729,472**	**1**	**0.72%**			
HILCORP San Juan LP	Pipeline	**8,538,741**	**2**	**0.57%**			
Gas Company of New Mexico	Utility	**8,040,325**	**3**	**0.54%**			
Animas Valley Mall	Retail	**7,677,450**	**4**	**0.51%**			
Enterprise Field Services LLC	Oil Field Services	**6,036,253**	**5**	**0.40%**	77,783,699	4	5.45%
CSI Compressco Leasing	Pipeline	**5,693,085**	**6**	**0.38%**			
Harvest Midstream	Pipeline	**4,910,895**	**7**	**0.33%**			
XTO Energy Inc	Pipeline	**4,387,374**	**8**	**0.29%**			
Wal-Mart Stores East	Retail	**3,676,155**	**9**	**0.25%**			
Transwestern Pipeline	Pipeline	**3,548,335**	**10**	**0.24%**			
Public Service Company of NM	Utility				206,886,306	1	14.49%
BHP Navajo Coal Co	Coal				83,336,304	2	5.84%
Williams Four Corners LLC	Oil Field Services				78,239,671	3	5.48%
Arizona Public Service Co	Utility				66,038,736	5	4.63%
Tucson Electric Power Co	Utility				56,586,282	6	3.96%
Southern California Edison Co	Utility				48,639,035	7	3.41%
San Juan Coal Company	Coal				42,493,313	8	2.98%
El Paso Natural Gas	Utility				39,494,746	9	2.77%
SCPPA	Utility				30,086,707	10	2.11%
Total		**$ 63,238,085**		**4.22%**	$ 729,584,799		51.11%
District's Assessed Valuation		**$ 1,499,766,524**		**100.00%**	$ 1,427,428,411		100.00%

Source: San Juan County's Assessor's Office

State of New Mexico Taxation & Revenue, Property Tax Division

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOLS DISTRICT NO. 5

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2022	**$ 14,932,710**	**$ 14,466,754**	**96.88%**	**$ 232,983**	**$ 14,699,737**	**98.44%**
2021	14,541,495	14,024,824	96.45%	1,403	14,026,226	96.46%
2020	14,386,629	13,768,647	95.70%	1,377	13,770,024	95.71%
2019	14,432,659	13,976,218	96.84%	(134,986)	13,841,232	95.90%
2018	14,210,750	13,658,912	96.12%	243,130	13,902,042	97.83%
2017	13,934,874	13,382,726	96.04%	325,333	13,708,059	98.37%
2016	13,695,728	13,118,514	95.79%	357,750	13,476,264	98.40%
2015	13,395,584	12,901,875	96.31%	416,509	13,318,384	99.42%
2014	13,112,805	12,608,715	96.16%	474,904	13,083,619	99.78%
2013	12,817,489	12,264,550	95.69%	543,871	12,808,421	99.93%

Source: San Juan County Treasurer.

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOLS DISTRICT NO. 5

OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

	Governmental Activities			
	General Obligation Bonds	Total Primary Government	Percentage of Personal Income[1]	Per Capita[2]
2022	**73,522,185**	**73,522,185**	**3.75%**	**1,808**
2021	78,577,093	78,577,093	4.15%	1,752
2020	87,472,913	87,472,913	4.98%	1,656
2019	92,383,320	92,383,320	5.38%	1,856
2018	90,609,181	90,609,181	5.99%	1,766
2017	83,373,177	83,373,177	6.35%	1,588
2016	94,880,483	94,880,483	8.10%	1,789
2015	58,885,194	58,885,194	5.57%	1,099
2014	68,835,981	68,835,981	5.88%	1,230
2013	46,575,397	46,575,397	3.55%	815

Notes:

1.) NA = Not Available

2.) New Mexico state statute authorizes school districts to issue debt and impose a property ta
for the purpose of financing technology leases.

[2] **Source:** United States Department of Commerce, Bureau of Economic Analysis

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOLS DISTRICT NO. 5

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2022	**$ 73,522,185**	**$ 10,775,312**	**$ 62,746,873**	**6.05%**	**$ 1,393**
2021	78,577,093	10,728,395	67,848,698	-8.68%	1,574
2020	87,472,913	11,968,460	75,504,453	-9.67%	1,629
2019	92,383,320	12,884,607	79,498,713	-10.18%	1,715
2018	90,609,181	13,270,624	77,338,557	5.19%	1,508
2017	83,373,177	13,377,216	69,995,961	-8.96%	1,624
2016	94,880,483	16,516,851	78,363,632	-10.03%	1,740
2015	58,885,194	13,858,533	45,026,661	4.34%	961
2014	68,835,981	13,861,821	54,974,160	4.94%	1,145
2013	46,575,397	11,949,971	34,625,426	2.84%	703

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

COMPUTATION OF LEGAL DEBT MARGIN

LAST TEN YEARS

	2013	2014	2015	2016	2017
Debt Limit	$ 85,645,705	$ 88,302,824	$ 90,429,785	$ 91,022,616	$ 89,348,775
Total net debt applicable to limit	44,980,000	66,975,000	57,575,000	90,900,000	79,700,000
Legal debt margin	$ 40,665,705	$ 21,327,824	$ 32,854,785	$ 122,616	$ 9,648,775
Total net debt applicable to the limit as a percentage of debt limit	53%	76%	64%	100%	89%

	2018	2019	2020	2021	2022
Debt Limit	$ 89,666,646	$ 91,498,627	$ 90,759,291	$ 90,752,119	**$ 89,985,991**
Total net debt applicable to limit	87,340,000	89,415,000	84,770,000	76,495,000	**71,610,000**
Legal debt margin	$ 2,326,646	$ 2,083,627	$ 5,989,291	$ 14,257,119	**$ 18,375,991**
Total net debt applicable to the limit as a percentage of debt limit	97%	98%	93%	84%	**80%**

Legal Debt Limit Calculation for Fiscal Year 2022

Assessed Value	**$ 1,499,766,524**
Debt limit (6% of total assessed value)	**$ 89,985,991**
Debt applicable to limit: General Obligation Bonds	**71,610,000**
Legal debt margin	**$ 18,375,991**

Note: The debt limit for school districts in New Mexico is 6% of the district's assessed value.

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN YEARS

Calendar Year	Population	Personal Income	Per Capita Income [1]	Unemployment Rate [2]
2022	**46,774**	**N/A**	**N/A**	**5.10%**
2021	45,370	N/A	N/A	9.40%
2020	44,372	2,032,370,716	45,803	13.10%
2019	49,788	2,157,114,888	43,326	6.90%
2018	51,300	2,137,671,000	41,670	7.40%
2017	52,506	2,086,971,587	39,747	8.00%
2016	53,037	1,379,008,802	26,001	9.10%
2015	53,572	2,066,451,466	38,573	7.70%
2014	55,980	2,026,293,878	36,197	7.40%
2013	57,180	1,928,809,136	33,732	7.60%

Notes: NA=Not available - 2021 to be released in November 2022

Source: [1] United States Department of Commerce, Bureau of Economic Analysis

[2] United States Bureau of Labor Statistics

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

PRINCIPAL EMPLOYERS

CURRENT YEAR AND TEN YEARS AGO

	2022			2013		
Employer	**Employees**	**Rank**	**Percentage of Total Employment**	**Employees**	**Rank**	**Percentage of Total Employment**
Farmington Municipal School District No.5	**1,689**	**1**	**3.50%**	1,550	2	3.02%
San Juan Regional Medical Center	**1,640**	**2**	**3.40%**	1,786	1	3.48%
City of Farmington	**1,200**	**3**	**2.49%**	900	6	1.75%
Central Consolidated Schools	**1,000**	**4**	**2.07%**	1,162	3	2.27%
San Juan College	**870**	**5**	**1.80%**	1,100	4	2.14%
Wal-Mart	**800**	**6**	**1.66%**	756	7	1.47%
Basin Home Health/Basin Coord.	**660**	**7**	**1.37%**			
San Juan County	**650**	**8**	**1.35%**			
Bloomfield Schools	**557**	**9**	**1.16%**	462	10	0.90%
Hilcorp	**537**	**10**	**1.11%**			
BHP Billiton				1,034	5	2.02%
Conoco Phillips				610	8	1.19%
Arizona Public Service Company				573	9	1.12%
	9,603		**19.91%**	9,933		19.36%

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

FULL-TIME-EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30									
	2022	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Instruction:										
Teachers	**646**	642	652	628	623	663	708	710	696	659
Instructional Aides	**148**	185	188	170	157	179	183	185	178	211
Support services:										
Students	**151.5**	187.5	197	187	169	163	165	123	157	155
Instruction - support	**21.3**	20.3	19.3	17.3	18	19	21	23	21	26
General Administrative	**12.5**	14.3	17.5	16	10	9	9	9	7	11
School Administrative	**50.4**	59	56.5	61	59	50	54	65	50	42
Central Services	**17.8**	16.8	14	13	13	14	14	17	14	11
Operations & Maintenance of Pla	**94**	95	105	105	104	92	90	97	92	105
Student Transportation	**61.4**	56	59	57	63	61	59	58	60	63
Food Services Operations	**4**	4	4	3	3	3	4	4	4	4
Total	**1,207**	1,280	1,312	1,257	1,219	1,253	1,307	1,291	1,279	1,287

Notes: Full-time instructional employees of the district are employed for all 185 scheduled school days, at 7.5 hours per day or 1,387.5 hours per year.

Bus Drivers FTE calculation changed in 2012 to reflect actual hours in route.

Source: Actuals Expenditure Rollup Report

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

OPERATING STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2022	**10,936**	**$ 98,548,599**	**9,011**	**10.46%**	**$ 136,072,932**	**$ 12,443**	**6.37%**	**646**	**16.93**	**40.54%**
2021	10,500	96,004,446	9,143	26.41%	119,459,919	11,377	10.31%	642	16.36	43.19%
2020	11,051	90,154,669	8,158	20.33%	129,271,040	11,698	13.75%	652	16.95	46.40%
2019	10,964	79,299,830	7,233	6.69%	113,080,356	10,314	0.30%	628	17.46	44.40%
2018	10,958	74,291,727	6,780	-1.34%	112,685,658	10,283	-4.68%	623	17.59	68.65%
2017	10,919	75,030,807	6,872	-3.90%	117,795,535	10,788	-1.03%	663	16.47	62.04%
2016	10,928	78,137,653	7,150	1.73%	119,123,975	10,901	-2.30%	708	15.44	57.43%
2015	11,069	77,800,382	7,029	5.36%	123,498,205	11,157	17.15%	710	15.59	55.20%
2014	10,923	72,871,616	6,671	6.29%	104,025,142	9,523	0.27%	696	15.69	56.08%
2013	10,686	67,074,652	6,277	2.49%	101,490,733	9,498	-0.46%	659	16.22	55.22%

Notes: Enrollment figures from average student counts on 80th and 120th day of school.

Expenses include expenditures for all governmental funds less debt service

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

SCHOOL BUILDING INFORMATION

LAST FIVE YEARS

School	2017	2018	2019	2020	2021	2022
Elementary						
Animas (1963)						
Square Feet	56,678	56,678	56,678	56,678	56,678	**56,678**
Capacity	528	528	528	528	528	**528**
Enrollment	445	471	453.5	409.5	374	**383.5**
Apache (1956)						
Square Feet	59,712	59,712	59,712	59,712	59,712	**59,712**
Capacity	594	594	594	594	594	**594**
Enrollment	472	459	467.5	463.5	457	**450.5**
Bluffview (1961)						
Square Feet	61,197	61,197	61,197	61,197	61,197	**61,197**
Capacity	578	578	578	578	578	**578**
Enrollment	409	410	406	383	386.5	**365**
Country Club (1959)						
Square Feet	59,164	59,164	59,164	59,164	59,164	**59,164**
Capacity	578	578	578	578	578	**578**
Enrollment	555	570	597	559.5	474.5	**485.5**
Esperanza (1995)						
Square Feet	79,284	79,284	79,284	79,284	79,284	**79,284**
Capacity	660	660	660	660	660	**660**
Enrollment	593	566	519	524.5	448	**470.5**
Ladera (1963)						
Square Feet	59,159	59,159	59,159	59,159	59,159	**59,159**
Capacity	561	561	561	561	561	**561**
Enrollment	595	572	554	554.5	492.5	**516.5**
McCormick (1954)						
Square Feet	57,474	66,267	66,267	66,267	66,267	**66,267**
Capacity	578	578	578	578	578	**578**
Enrollment	444	429	442	408	407.5	**418.5**
McKinley (1954)						
Square Feet	73,192	73,192	73,192	73,192	73,192	**73,192**
Capacity	644	644	644	644	644	**644**
Enrollment	587	572	577	526.5	468	**482**
Mesa Verde (1963)						
Square Feet	54,131	54,131	54,131	54,131	54,131	**54,131**
Capacity	578	578	578	578	578	**578**
Enrollment	502	470	445	478.5	411.5	**437**
Northeast (1963)						
Square Feet	76,928	76,928	76,928	76,928	76,928	**76,928**
Capacity	580	580	580	580	580	**580**
Enrollment	626	631	599.5	569.5	498	**498**

Source: School District's Master Facility Survey (cont'd; 1 of 2)

STATE OF NEW MEXICO

FARMINGTON MUNICIPAL SCHOOL DISTRICT NO. 5

SCHOOL BUILDING INFORMATION

LAST FIVE YEARS

School	2017	2018	2019	2020	2021	2022
Middle School						
Heights (1971)						
Square Feet	88,229	88,229	88,229	88,229	88,229	**88,229**
Capacity	1100	1100	1100	1100	1100	**1100**
Enrollment	692	704	701	762	694	**735.5**
Hermosa (1960)						
Square Feet	94,466	94,466	94,466	94,466	94,466	**94,466**
Capacity	1025	1025	1025	1025	1025	**1025**
Enrollment	603	644	635.5	703.5	655.5	**657.5**
Mesa View (1994)						
Square Feet	100,987	100,987	100,987	100,987	100,987	**100,987**
Capacity	1080	1080	1080	1080	1080	**1080**
Enrollment	544	503	517	543	555.5	**581**
Tibbetts (2014)						
Square Feet	113,217	113,217	113,217	113,217	113,217	**113,217**
Capacity	1160	1160	1160	1160	1160	**1160**
Enrollment	621	656	666.5	715.5	727.5	**731**
High School						
Farmington (1955)						
Square Feet	180,598	317,044	317,044	317,044	317,044	**317,044**
Capacity	2334	2334	2334	2334	2334	**2334**
Enrollment	1322	1325	1373	1414.5	1510	**1718**
Piedra Vista (1998)						
Square Feet	247,138	253,238	253,238	253,238	253,238	**253,238**
Capacity	1821	1821	1821	1821	1821	**1821**
Enrollment	1430	1401	1433.5	1401.5	1391.5	**1474.5**
Rocinante (1996)						
Square Feet	24,187	24,187	24,187	24,187	24,187	**24,187**
Capacity	333	333	333	333	333	**333**
Enrollment	207	228	227.5	248	202.5	**206**
San Juan College HS (2016)						
Square Feet	8,322	8,322	8,322	8,322	8,322	**8,322**
Capacity	88	88	88	88	88	**88**
Enrollment	74	148	231	286.5	278.5	**275**
Preschool						
FS Preschool (1991)						
Square Feet	13,505	13,505	13,505	13,505	13,505	**13,505**
Capacity	92	92	92	92	92	**92**
Enrollment	173	168	168	169	151	**150**
Cate Center (1949)						
Square Feet	52,191	52,191	52,191	52,191	52,191	**52,191**
Capacity	719	719	719	719	719	**719**
Enrollment	200	200	200	200	165	**155**

Compliance Section

Farmington Municipal School District No. 5

CRI CARR RIGGS & INGRAM
CPAs and Advisors

Carr, Riggs & Ingram, LLC
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Brian S. Colón, Esq.
New Mexico State Auditor
The Office of Management and Budget and
The Board of Education
Farmington Municipal School District No. 5
Farmington, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund that has a legally adopted annual budget of the Farmington Municipal School District No. 5 (the "District"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 15, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

We noted matters that are required to be reported per section 12-6-5 NMSA 1978 that we have described in the accompanying schedule of findings and questioned costs as items 2022-002, 2022-003, 2022-004, 2022-005, 2022-006, 2022-007 and 2022-008.

District's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of This Report

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

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, NM
November 15, 2022

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Brian S. Colón, Esq.
New Mexico State Auditor
The Office of Management and Budget and
The Board of Education
Farmington Municipal School District No. 5
Farmington, NM

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Farmington Municipal School District No. 5's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of 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, 2022.

Basis for Opinion on Each Major Federal Program

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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, New Mexico
November 15, 2022

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor or Pass-Through Grantor / Program Title	Grant/Pass-Through Number
U.S. Department of Education	
Passed through New Mexico Public Education Department	
Title I Grants to Local Educational Agencies	24101
Special Education Grants to States - Special Education Cluster (IDEA)	24106
Special Education Preschool Grants - Special Education Cluster (IDEA)	24109
Special Education Grants to States - Special Education Cluster (IDEA)	24188
Subtotal - Special Education Cluster	
Education for Homeless Children and Youth	24113
Twenty-First Century Community Learning Centers	24119
English Language Acquisition State Grants	24153
Supporting Effective Instruction State Grants	24154
Career and Technical Education Basic Grants to States	24174
Student Support Academic Enrichment Program	24189
COVID-19 - Education Stabilization Fund, ESSER	24301
COVID-19 - Education Stabilization Fund, GEER, Connectivity	24305
COVID-19 - Education Stabilization Fund, ESSER II	24308
COVID-19 - Education Stabilization Fund, ESSER, Social and Emotional Learning	24309
COVID-19 - Education Stabilization Fund, GEER, Air Quality	24316
COVID-19 - Education Stabilization Fund, ARP ESSER	24330
COVID-19 - Education Stabilization Fund, ESSER III Homeless Children and Youth	24350
COVID-19 - Education Stabilization Fund, ARP Homeless Children and Youth II	24355
Direct Funding	
Impact Aid - General Fund	11000
Impact Aid - Special Education	25145
Impact Aid - Indian Education	25147
Title VI Indian Ed Formula Grant	25184
English Language Acquisition State Grants - Strengthening Teaching and Learning of the English and Dine (Navajo) Languages	25248
Total U.S. Department of Education	
U.S. Department of Interior	
Passed through the Office of the Navajo Nation	
Indian Education - Assistance to Schools	25131
Total U.S. Department of Interior	
U.S. Department of Agriculture	
Passed through New Mexico Public Education Department	
Fresh Fruit and Vegetable Program	24118
National School Lunch Program - SSO - Child Nutrition Cluster	21000
Subtotal - Child Nutrition Cluster	
Total U.S. Department of Agriculture	
Total Federal Financial Assistance	

See accompanying notes to schedule of expenditures of federal awards.

Assistance Listing Number	Federal Expenditures	Cluster/ Program Subtotals	Funds Provided to Subrecipients	Noncash Assistance
84.010	$ 2,631,874		$ -	$ -
84.027	3,114,599		-	-
84.173	77,452		-	-
84.027A	231,405		-	-
		3,423,456		
84.196	14,997		-	-
84.287C	292,333		-	-
84.365	48,558		-	-
84.367	377,130		-	-
84.048	118,926		-	-
84.424	301,297		-	-
84.425D	1		-	-
84.425C	1		-	-
84.425D	8,011,052		-	-
84.425D	15,000		-	-
84.425D	192,359		-	-
84.425D	646,030		-	-
84.425W	16,287		-	-
84.425W	13,012	8,893,742	-	-
84.041	84,891		-	-
84.041	716		-	-
84.041	139,917	225,524	-	-
84.060	798,069		-	-
84.365C	96,387	144,945	-	-
	17,222,293		-	-
15.130	379,632		-	-
	379,632		-	-
10.582	156,078	-	-	-
10.555	6,769,610		-	448,926
		6,925,688		
	6,925,688		-	448,926
	$ 24,527,613		$ -	$ 448,926

See accompanying notes to schedule of expenditures of federal awards.

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State of New Mexico
Farmington Municipal School District No. 5
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of the Farmington Municipal School District No. 5 and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Loans

The District did not expend federal awards related to loans or loan guarantees during the year.

3. 10% de minimus Indirect Cost Rate

The District did not elect to use the allowed 10% indirect cost rate.

4. Federally Funded Insurance

The District has no federally funded insurance.

5. Noncash Assistance

The District expended noncash assistance in the form of commodities provided by USDA.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	$	24,527,613
Total expenditures funded by other sources		120,707,160
Total expenditures	$	145,234,773

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State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION I: SUMMARY OF AUDITORS' RESULTS

Financial Statements:

1.	Type of auditors' report issued	Unmodified
2.	Internal control over financial reporting:	
	a. Material weaknesses identified?	Yes
	b. Significant deficiencies identified not considered to be material weaknesses?	None noted
	c. Noncompliance material to the financial statements?	No

Federal Awards:

1.	Type of auditors' report issued on compliance for major programs	Unmodified
2.	Internal control over major programs:	
	a. Material weaknesses identified?	No
	b. Significant deficiencies identified not considered to be material weaknesses?	None noted
3.	Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516 (a)	No
4.	Identification of major programs:	

Assistance Listing Number	Federal Program
84.027, 84.173	Special Education Cluster
84.425	Education Stabilization Fund

5.	Dollar threshold used to distinguish between type A and type B programs:	$750,000
6.	Auditee qualified as low-risk auditee?	No

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION II: FINANCIAL STATEMENT FINDINGS

2022-001 – Outstanding Reconciling Items – Material Weakness

Condition: The District had 2 outstanding items over a year old which amounted to $1,016,449 and were not included in the bank reconciliation given to auditors to schedule out cash.

Criteria: Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

Effect: The absence of a proper review and approval of year end processes could allow for incorrect cash balances at year end.

Cause: The District did not include 2 outstanding reconciling items on the June 2022 bank reconciliation for Employee Benefits cash account.

Auditor's Recommendation: We recommend controls be implemented to ensure that outstanding reconciling items are properly included on the bank reconciliation at year-end and if a year old voided.

Views of Responsible Officials of Auditee: The District will implement a second review of all bank reconciliations before they are given to the auditor to ensure the proper and complete information is available for use during the annual audit. The Chief Financial Officer and Comptroller are responsible for implementation which is expected before submitting June 30, 2023 information to the auditor.

SECTION III: FEDERAL AWARD FINDINGS

None noted.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS

2022-002 (Previously reported as 2021-003) – Cash Appropriations in Excess of Available Cash Balances – Other noncompliance

Condition: The District maintained a deficit budget in excess of available cash balances in the following funds:

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available
Fund 24308 CARES Act, ESSER II	$ 8,443,235	$ 170,238	$ (8,272,997)

Progress on resolution of prior year finding: No progress on finding

Criteria: Section 2.2.2.10. (P) (1), NMAC, requires all School District funds, with the exception of agency funds, to be budgeted by the local governing body and submitted to the Public Education Department for approval. Cash balances rebudgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

Effect: The District will have to supplement the budget deficit with other funds, which may lead to financial difficulties and deplete the budget in other funds.

Cause: The District has internal controls in place to monitor budget versus available cash, however this fund was missed in the process. The District did not budget revenue for this fund.

Auditors' Recommendations: Budget deficits for future years should be reviewed to insure all funds have adequate budget authority and sufficient cash balances for budgeted deficits. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

Views of Responsible Officials of Auditee: The District will implement a review system that includes a review of revenue along with expenditures and cash balance on a quarterly basis to ensure all funds have the correct revenue budgeted and to ensure all Budget Adjustment Requests required are completed in a timely manner. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by December 31, 2022.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-003 – Budgetary Compliance – Other noncompliance

Condition: The District carries a budget deficit in the following fund functions:

Nonmajor Funds		
SB-9 Capital Projects Fund - Local - 31701 - support services	$	43
Total governmental funds	$	43

Criteria: Section 2.2.2.10. (P) (1), NMAC, requires all School District funds, with the exception of agency funds, to be budgeted by the local governing body and submitted to the Public Education Department for approval. Cash balances re-budgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

Effect: The District will have to supplement the budget deficits with other funds, which may lead to financial difficulties and deplete the budget in other funds.

Cause: The District has internal controls in place to monitor budget versus available cash, however these fund were missed in the process. The District did not budget revenue for this fund.

Auditors' Recommendations: Budget deficits for future years should be reviewed to insure all funds have adequate budget authority and sufficient cash balances for budgeted deficits. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

Views of Responsible Officials of Auditee: The District will implement a system to review budget balances on a quarterly basis to ensure that all Budget Adjustment Requests required are completed in a timely manner so that actual expenditures do not exceed budgeted expenditures. Additional reviews of budgeted functions will be put in place to ensure that deficits do not occur at the end of the year. The Chief Financial Officer and Comptroller are responsible for implementation which is expected prior to submitting quarterly actuals to PED in January 2023.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-004 – Stale Dated Checks and Bank Reconciliation Review – Other matter

Condition: The District had 28 outstanding checks written from their bank accounts that were over one year old on their bank reconciliation at June 30, 2022, totaling $6,181. The District has not cancelled these items. Bank reconciliation does not indicate when review and approval occurred.

Criteria: New Mexico Statutes, Section 6-10-57 A, NMSA, 1978 compilation, requires local public bodies to cancel or void any checks that are unpaid for one year after it is written. 6-10-57 C NMSA, 1978 states that the face amount of warrants cancelled shall revert and be credited to the fund against which it was drawn.

Per PSAB Supplement 7 Cash Controls, cash reconciliation to bank balances should follow Section 20-2-14, NMSA, 1978 compilation, and all bank accounts shall be reconciled on a monthly basis and reviewed.

Effect: The District's cash balance may be misstated by the amount of the stale checks, and is not in compliance with Section 6-10-57 A, NMSA, 1978 and timely reconciliation of cash accounts may not catch misstatements.

Cause: The District overlooked the stale-dated checks during the bank reconciliation process which does not indicate if reviewed and approved on a timely basis.

Auditors' Recommendation: We recommend that the outstanding checks be voided as soon as possible and that a procedure to track and void stale dated checks be implemented. We also recommend the District review bank reconciliations to capture checks that are considered stale dated in a timely manner.

Views of Responsible Officials of Auditee: The District will put into place a procedure to void stale dated checks as part of the bank reconciliation process each month to ensure all staled checks are voided on a monthly basis. The District will begin dating all bank reconciliation reviews when they occur in addition to the current process of initialing off on the review of the reconciliation each month. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by December 31, 2022.

State of New Mexico
Farmington Municipal School District No. 5
Schedule of Findings and Questioned Costs
June 30, 2022

SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-005 (Previously reported as 2021-005) – Controls over Cash Receipting and Segregation of Duties at Schools – Other noncompliance

Condition: During testwork performed to see if prior year finding was resolved, 2 deposits out of 4 deposits tested were not deposited within the 24 hour deposit rule. During our testwork at the High Schools cash receipting process we identified one individual had the ability to receive, receipt, and deposit cash without a review from another individual.

Progress on resolution of prior year finding: No progress on finding

Criteria: Per NMAC 6.20.2.14 (C) Cash Control Standards- money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day. If the distance to the bank is considerable, or the cash collection is limited to small amounts and/or low volume and it is impractical to meet the twenty-four hour requirement the local board may request approval from the department for an alternative plan. Proper internal controls require segregation of the cash receipting, or mitigating controls ensuring review of the process.

Effect: Monies that are collected and not deposited timely are subject to possible errors, fraud or abuse. There is an increased risk that cash receipts could be improperly not receipted or deposited in the correct amount or at all.

Cause: The District did not deposit 2 deposits within 24 hours of receipt. The District has not considered it necessary to segregate or otherwise monitor cash receipting process at the individual schools.

Auditor's Recommendation: We recommend the District conduct internal trainings on the importance and ramifications of not following state statues and laws. In addition, deposits should be deposited within 24 hours of receipt. The District should ensure there is a break in the process and that one employee does not have full access to the cash receipting process and that there is proper review.

Views of Responsible Officials of Auditee: The District will review the cash receipt procedure in place at each location to ensure compliance with the district internal control policies and state law. Corrective actions will be taken at each location that are found to be out of compliance. The district will continue to encourage all locations to use the online payment program to make real time updated changes when payments are received. The Comptroller will review receipts periodically to assure proper procedures are being followed. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by December 31, 2022. The District will implement a process at each location to have the person preparing the deposit to sign off on the bank deposit slip as the preparer and another person review the receipts and deposit before signing off on the deposit slip as the reviewer. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by December 31, 2022.

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SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-006 (Previously reported as 2021-004) – ACH Vendor Process and Time Sheets – Other matter

Condition: The District does not have a process in maintaining a list of new and changed ACH on Vendors nor does it have a process to track time worked by exempt and hourly employees.

Progress on resolution of prior year finding: Changes to the purchasing procedures made for vendor changes. No progress on tracking the new and changed vendors in year. No progress on tracked time.

Criteria: Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

Effect: The absence of a proper review and approval of ACH Vendor changes could allow for improper vendors being paid. The absence of a proper review and approval of time sheet could allow for the over/under payments of employees.

Cause: The District did not have proper controls in place for ensuring new Vendors and changes for ACH process. The District did not have proper controls in place to ensure accurate time worked for each employee.

Auditor's Recommendation: We recommend controls be implemented to ensure that new vendors and changes to ACH are maintained as well as ensuring all employees are using timesheets.

Views of Responsible Officials of Auditee: The District has changed its purchasing procedures to include phone verification for all vendor change requests. A review of the vendor change report, which was developed to track vendor changes, is made before any ACH payments are processed. This report along with the verifications is included in the monthly AP bank reconciliation and signed off on monthly. The Comptroller will keep a list of vendor changes and additions to give the auditor when requested at the end of year. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by December 1, 2022.

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SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-007 Travel and Per Diem – Other noncompliance

Condition: In a sample of 10 travel and per diem samples, the District reimbursed one employee meal expense at actual expense for same day travel using the FY21 approved.

Criteria: NMAC 6.20.2.19 requires the District to comply with the Per Diem and Mileage Act, Sections 10-8-1 through 10-8-4, for all per diem and reimbursement rates.

Per NMAC 2.42.2.8b1: Partial day per diem rate for public officers or employees who occasionally and irregularly travel shall be reimbursed for travel which does not require overnight lodging, but extends beyond a normal work day at the rates approved.

Effect: The District did not comply with the Mileage and Per Diem Act and reimbursed actual expense instead of partial day per diem for same day travel.

Cause: The District did not follow the Per Diem and Mileage Act when processing travel and per diem expenditures for same day travel.

Auditors' Recommendation: The District should implement a procedure to ensure correct travel and per diem rates as approved by the NM DFA are being used and that same day travel is not using the actual expense method but rather the partial day per diem method to ensure all reimbursements are in compliance with State Statutes.

Views of Responsible Officials of Auditee: The District will change its travel policy to reflect the changes in same day travel to only include per diem amounts and not reimbursement of actual expenses and a review will be made to ensure that the rates are current as approved by NM DFA. The Chief Financial Officer and Comptroller are responsible for implementation. Implementation is expected by December 1st, 2022.

State of New Mexico
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SECTION IV: SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2022-008 Pledged Collateral – Other noncompliance

Condition: Deposits at Wells Fargo Bank were not collateralized in accordance with State of New Mexico Statutes. The required collateral was $14,514,036 and pledged collateral of $14,275,033. There was a shortfall of $239,003.

Criteria: Any bank designated a deposit of public money shall deliver pledged collateral with a value equal to one half the amount of the public money in excess of insurance, to a custodial bank and a joint safekeeping receipt issued by the custodial bank to the District (Section 6-10-17 NMSA 1978). Monitoring collateralization of the District's funds is essential in ensuring compliance with State of New Mexico Statutes.

Effect: Lack of proper monitoring of pledged collateral could result in excessive loss of District's funds if the financial institutions encounter financial difficulties.

Cause: The District did not monitor pledged collateral requirements.

Auditors' Recommendation: An individual should be assigned the responsibilities of reviewing the monthly collateral reports, investigating differences, and resolving discrepancies.

Views of Responsible Officials of Auditee: The District will implement a system to review and monitor pledged collateral each month to ensure the district has sufficient pledged collateral at all banks where money is deposited by the district. The Chief Financial Officer and Comptroller are responsible for implementation which is expected by January 3rd, 2023.

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SECTION V: PRIOR YEAR FINDINGS

2021-001 Restatement of Net Position (Material Weakness) – Resolved

2021-002 Incorrect Accrual Balance (Material Weakness) – Resolved

2021-003 Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance) – Repeated and Modified as 2022-002

2021-004 ACH Vendor Process and Time Sheets (Other Matter) – Repeated and Modified as 2022-006

2021-005 Controls Over Cash Receipting (Finding that does not rise to the level of a Significant Deficiency) – Repeated and Modified as 2022-005

2021-006 Late Audit Report Submittal (Other Noncompliance) – Resolved

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June 30, 2022

EXIT CONFERENCE

An exit conference was held on November 15, 2022. In attendance were the following:

Representing Farmington Municipal School District No. 5

Andrea Stradling	School Board Member
Cody Diehl	Superintendent
Bobbie Newland	Chief Financial Officer
Christy Dunson	Comptroller
Phyllis Timme	AP Specialist

Representing Carr, Riggs & Ingram, LLC

Alan D. "A.J." Bowers, Jr., CPA, CITP	Partner
Vicki Dallas, CPA, CITP	Senior Manager

AUDITOR PREPARED FINANCIAL STATEMENTS

Carr, Riggs & Ingram, LLC prepared the GAAP-basis financial statements and footnotes of Farmington Municipal School District No. 5 from the original books and records provided to them by the management of the District. The responsibility for the financial statements remains with the District.