OFFICIAL STATEMENT DATED SEPTEMBER 23, 2026

RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94

Sandoval County, New Mexico

$35,000,000 - General Obligation School Bonds, Series 2026

NEW ISSUE
Book-Entry Only

Moody's Rating: A2 UND / Aa2 ENH
KBRA Rating: AA- UND

PURPOSES AND AUTHORITY

Proceeds of the Rio Rancho Public School District No. 94, Sandoval County, New Mexico, General Obligation School Bonds, Series 2026 (the "Bonds") will be used for the purposes of (i) erecting, remodeling, and furnishing school buildings, purchasing or improving school grounds, purchasing computer software and hardware for student use in public schools, and providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act or any combination of these purposes and (ii) paying the cost of issuance of the Bonds. On July 27, 2026, the District's Board of Education (the "Board") delegated, pursuant to a Notice of Sale and Delegation of Authority Resolution, as permitted by Section 6-14-10.2, NMSA 1978, pricing of the Bonds and certain other matters to the District's Superintendent or Executive Director of Finance. The pricing certificate for the Bonds was executed on September 23, 2026 by the Superintendent containing the final terms of the sale of the Bonds. Issuance of the Bonds was authorized by the voters pursuant to an election held on November 7, 2023 and an election held on November 4, 2025.

THE BONDS

The Bonds are issuable as fully registered bonds and when initially issued will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). Purchases of the Bonds will be made in book-entry form only, in the principal amount of $5,000 or any integral multiple thereof, through brokers and dealers who are, or who act through, a DTC Participant. Beneficial owners of the Bonds will not be entitled to receive physical delivery of bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds. Interest on the Bonds is payable on each February 1 and August 1, commencing February 1, 2027. As long as DTC or its nominee is the registered owner of the Bonds, reference in this Official Statement to the registered owner will mean Cede & Co., and payments of principal of and interest on the Bonds will be made directly to DTC by the Paying Agent. Disbursement of such payments to DTC Participants is the responsibility of DTC. See APPENDIX C- "BOOK-ENTRY-ONLY SYSTEM" hereto. BOKF, NA, Albuquerque, New Mexico, (or successor) is the Registrar and Paying Agent for the Bonds.

OPTIONAL REDEMPTION

The Bonds are subject to optional redemption prior to maturity as provided herein. See "THE BONDS – Optional Redemption."

SECURITY

The Bonds are general obligations of the Rio Rancho Public School District No. 94 (the "District" or "Issuer"), Sandoval County, New Mexico, payable solely out of general (ad valorem) property taxes that are required to be levied against all taxable property in the District without limitation as to rate or amount.

BOND AND TAX OPINION

The delivery of the Bonds is subject to the opinion of Modrall Sperling Roehl Harris & Sisk P.A., Bond Counsel, as to the validity of the Bonds and to the effect that interest on the Bonds is excludable from gross income for purposes of federal income tax purposes under existing laws, regulations, published rulings, and court decisions and assuming compliance with certain covenants described herein. See "Legal Matters" and "Tax Matters" herein for a discussion of Bond Counsel's opinions, including a description of certain collateral federal tax consequences. Bond Counsel is also of the opinion that interest on the Bonds is exempt from taxation by the State of New Mexico or any political subdivision thereof. Delivery of the Bonds is also subject to the delivery of an approving opinion of the Attorney General of the State of New Mexico.

DELIVERY

When, as and if issued, through the facilities of DTC on or about October 15, 2026.

DATED DATE

Date of initial delivery of the Bonds.

DUE

August 1, as shown on the following page:

Wells Fargo Bank, N.A. Municipal Finance Group

General Obligation School Bonds, Series 2026									
Year (8/1)	Principal	Coupon	Yield	Cusip # 767171	Year (8/1)	Principal	Coupon	Yield	CUSIP© 767171
2027	$17,400,000	5.000%	3.500%	TU5	2033	$1,600,000	5.000%	3.950%	UA7
2028	1,600,000	5.000%	3.550%	TV3	2034	1,600,000	5.000%	4.050% (1)	UB5
2029	1,600,000	5.000%	3.600%	TW1	2035	1,600,000	5.000%	4.150% (1)	UC3
2030	1,600,000	5.000%	3.650%	TX9	2036	1,600,000	4.000%	4.350%	UD1
2031	1,600,000	5.000%	3.750%	TY7	2037	1,600,000	4.000%	4.450%	UE9
2032	1,600,000	5.000%	3.850%	TZ4	2038	1,600,000	3.000%	4.550%	UF6

(1) Priced to the first optional redemption date of August 1, 2033

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ISSUER

RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
500 Laser Road NE
Rio Rancho, New Mexico 87124
505-896-0667

BOARD OF EDUCATION

Amanda Galbraith, President
Seth Muller, Vice-President
Rebecca Murray, Secretary
Dr. Michael Berry, Member
Dr. Stephanie Smith, Member

DISTRICT ADMINISTRATION

Dr. Robert Dodd, Superintendent
Michael Baker, Chief Operations Officer
Heather Gabaldon, Executive Director of Finance

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PAYING/REGISTRAR

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PURCHASER

Wells Fargo Bank, N.A.
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Charlotte, NC 28262
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A. ECONOMIC AND DEMOGRAPHIC INFORMATION RELATING TO THE DISTRICT

B. AUDITED FINANCIAL STATEMENTS OF THE DISTRICT FOR THE YEAR ENDED JUNE 30, 2025

C. BOOK-ENTRY-ONLY SYSTEM

D. FORM OF CONTINUING DISCLOSURE UNDERTAKING

E. FORM OF BOND COUNSEL OPINION

A Few Words Concerning Official Statements

Official statements for municipal securities issues – like this one – contain the only "official" information about a particular issue of municipal securities. This Official Statement is not an offer to sell or solicitation of an offer to buy the Bonds in any jurisdiction where it is unlawful to make such offer, solicitation or sale and no unlawful offer, solicitation or sale of the Bonds may occur through this Official Statement or otherwise. This Official Statement is not a contract and provides no investment advice. Investors should consult their advisors and legal counsel with their questions about this Official Statement, the Bonds or anything else related to this issue.

MARKET STABILIZATION

In connection with this Official Statement, the respective initial purchaser of a particular series of the Bonds may over-allot or effect transactions, which stabilize and maintain the market price of the relevant series of the Bonds at a level above that which might otherwise prevail in the open market. Such initial purchaser is not obligated to do this and is free to discontinue it at any time.

The estimates, forecasts, projections and opinions in this Official Statement are not hard facts, and no one, including the District, guarantees them.

The information set forth or included in this Official Statement has been provided by the District and from other sources believed by the District to be reliable. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale hereunder shall create any implication that there has been no change in the financial condition or operations of the District described herein since the date hereof. This Official statement contains, in part, estimates and matters of opinion that are not intended as statements of fact, and no representation or warranty is made as to the correctness of such estimates and opinions or that they will be realized.

Bond Counsel, Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico was not requested to and did not take part in the preparation of the Official Statement nor has that firm undertaken to independently verify any of the information contained herein. Such firm has no responsibility for the accuracy or completeness of any information furnished in connection with any offer or sale of the Bonds in the Official Statement or otherwise. The legal fees to be paid to Bond Counsel for services rendered in connection with the issuance of the Bonds are contingent, in part, upon the sale and delivery of such Bonds and all legal fees will be paid from bond proceeds.

Any part of this Official Statement may change at any time, without prior notice. Also, important information about the District and other relevant matters may change after the date of this Official Statement.

All document summaries are just that – they are not complete or definitive, and they may omit relevant information. Such documents are qualified in their entirety to the complete documents. Any investor who wishes to review the full text of documents may request them at no cost from the District or the municipal advisor as follows:

District
Rio Rancho Public School District No. 94
500 Laser Rd NE
Rio Rancho, New Mexico 87124
Attn: Heather Gabaldon

Municipal Advisor
RBC Capital Markets, LLC
6301 Uptown Blvd. NE, Suite 110
Albuquerque, NM 87110
Attn: Erik Harrigan

RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94

Sandoval County, New Mexico

$35,000,000 – General Obligation School Bonds, Series 2026

INTRODUCTION

Thank you for your interest in learning more about the Rancho Public School District No. 94, Sandoval County, New Mexico (the "District" or "Issuer"), General Obligation School Bonds, Series 2026 (the "Bonds"). This Official Statement will tell you about the Bonds, their security, the District and the risks involved in an investment in the Bonds. The Bonds are being issued pursuant to a resolution authorizing the Bonds adopted by the Board of Education (the "Board") of the District on July 27, 2026, and a pricing certificate establishing the final terms of the Bonds (the resolution and pricing certificate for the Bonds are collectively referred to herein as the "Bond Resolution").

Although the District has approved this Official Statement, the District does not intend it to substitute for competent investment advice, tailored for your situation.

The Issuer

The District is a political subdivision of the State of New Mexico (the "State") organized for the purpose of operating and maintaining an educational program for the school-age children residing within its boundaries. The District's preliminary taxable assessed valuation for tax year 2026 is $4,630,874,427, and its enrollment for school year 2025-26 is 15,896. See "THE DISTRICT."

Limited Role of Auditor

The District's auditor has not been engaged to perform and has not performed any procedures relating to this Official Statement.

Except for a portion of the District's audited financial statements for the year ended June 30, 2025 attached hereto as APPENDIX B, this Official Statement presents unaudited financial and statistical information from District records and other sources. The complete audit report for the fiscal year ending June 30, 2025 and the last four years can be downloaded from the State Auditor's website using the following link https://www.saonm.org/auditing/audit-report-search/.

THE BONDS

Authority

The Bonds are issued pursuant to the laws of the State of New Mexico, including NMSA 1978, Section 6-14-10.2, Sections 6-15-1 through 6-15-22, as amended, and Sections 22-18-1 through 22-18-13, as amended. The Bonds are subject to the written approval of the New Mexico Attorney General as to form and legality.

General Terms

The Bonds will bear interest at the rates and mature in the amounts and on the dates shown on the inside front cover of this Official Statement. All Bonds are fully registered in denominations of $5,000 or multiples of $5,000. Bond payments will be made by the Paying Agent/Registrar to The Depository Trust Company, New York, New York ("DTC"), and DTC will then remit the payments to its participants for disbursement to the beneficial owners of the Bonds. See APPENDIX C - "BOOK-ENTRY-ONLY SYSTEM" hereto.

Plan of Finance

Proceeds of the Bonds will be used for the purpose of (i) erecting, remodeling, and furnishing school buildings, purchasing or improving school grounds, purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act, or any combination of those purposes within the District and (ii) paying costs of issuance of the Bonds.

The Bonds represent the third and final series of a total of $80,000,000 in bonds authorized by voters at an election held on November 7, 2023 (the "2023 Bond Election") using $32,000,000 of remaining authorization under the 2023 Bond election.

The bonds represent the first series of a total $80,000,000 in bonds authorized by voters at an election held on November 4, 2025 (the "2025 Bond Election") using $3,000,000 of the authorization from the 2025 Bond Election. After the issuance of the Bonds, there will be approximately $77,000,000 of remaining authorization from the 2025 Bond Election.

Security for the Bonds

The Bonds are general obligation bonds of the District and are payable from ad valorem taxes which shall be levied against all taxable property within the boundaries of the District without limitation as to rate or amount. The Bonds are additionally secured by the New Mexico Credit Enhancement Program as discussed in more detail under "NEW MEXICO CREDIT ENHANCEMENT PROGRAM," herein. The District has covenanted in the Bond Resolution to levy, in addition to all other taxes, direct annual ad valorem taxes sufficient to pay the principal of and interest on the Bonds. The District may pay the principal of and interest on the Bonds from any funds belonging to the District, which funds may be reimbursed from the ad valorem taxes when the same are collected.

Bond Registrar and Paying Agent

BOKF, NA (or its successor) will serve as the Registrar (the "Registrar") and Paying Agent (the "Paying Agent") for the Bonds. In the Bond Resolution, the District covenants to provide a Paying Agent/Registrar at all times until the Bonds are paid, and any Paying Agent/Registrar selected by the District shall be a commercial bank, a trust company, a financial institution or any other entity, as provided by State law, duly qualified and legally authorized to serve and perform the duties of the Paying Agent/Registrar. The Registration Books for the Bonds will be maintained by the Paying Agent/Registrar containing the names and addresses of the registered owners of the Bonds. In the Bond Resolution, the District retains the right to replace the Paying Agent/Registrar. If the Paying Agent/Registrar is replaced by the District, such Paying Agent/Registrar, promptly upon the appointment of a successor, is required to deliver the Registration Books to the successor Paying Agent/Registrar. In the event there is a change in the Paying Agent/Registrar for the Bonds the District has agreed to notify each registered owner of the Bonds affected by the change by United States mail at the address in the Registration Books, stating the effective date of the change and the mailing address of the successor Paying Agent/Registrar.

Payment of Principal and Interest; Record Date

The principal of and interest on the Bonds due at maturity shall be payable to the registered owner thereof as shown on the registration books kept by the Registrar/Paying Agent for the Bonds, upon maturity and upon presentation and surrender thereof at the principal corporate trust offices of the Registrar/Paying Agent. If any Bond shall not be paid upon such presentation and surrender at or after maturity, it shall continue to draw interest at the rate borne by the Bond until the principal thereof is paid in full. Payment of interest on the Bonds (other than at maturity) shall be made by check or draft mailed by the Registrar/Paying Agent (or by such other arrangement as may be mutually agreed to by the Registrar/Paying Agent and such registered owner), on or before each interest payment date (or, if such interest payment date is not a business day, on or before the next succeeding business day), to the registered owner thereof on the Record Date (defined below) at his address as it appears on the registration books kept by the Registrar/Paying Agent. All such payments shall be made in lawful money of the United States of America. The term "Record Date" as used herein with respect to any interest payment date shall mean the fifteenth day of the month immediately preceding

the interest payment date. The person in whose name any Bond is registered on any Record Date with respect to any interest payment date shall be entitled to receive the interest payable thereon on such interest payment date notwithstanding any transfer or exchange thereof subsequent to such Record Date and prior to such interest payment date; but interest on any Bond which is not timely paid or duly provided for shall cease to be payable as provided above and shall be payable to the person in whose name such Bond is registered at the close of business on a special record date (the "Special Record Date") fixed by the Registrar/Paying Agent for the payment of any such overdue interest. The Special Record Date shall be fixed by the Registrar/Paying Agent whenever moneys become available for payment of overdue interest, and notice of any such Special Record Date shall be given not less than ten days prior thereto, by first-class mail, to the registered owners of the Bonds as of the fifth day preceding the mailing of such notice by the Registrar/Paying Agent, stating the Special Record Date and the date fixed for the payment of overdue interest.

Optional Redemption

The Bonds maturing on and after August 1, 2034 are subject to optional redemption on August 1, 2033, or on any date thereafter, in one or more units of principal of $5,000 in such order of maturities as the District may determine (and by lot if less than all of the Bonds of such maturity is called, such selection by lot to be made by the Registrar/Paying Agent in such manner as it shall consider appropriate and fair). The purchase price for Bonds selected for redemption will be equal to the principal amount of each Bond (or portion thereof) so redeemed, plus accrued interest thereon to the redemption date.

Notice of redemption of the Bonds will be given by the Registrar/Paying Agent by sending a copy of such notice by electronic means or posting or by first-class, postage prepaid mail not less than 30 days prior to the redemption date to the address shown as of the fifth day prior to the mailing of notice on the registration books by the Registrar/Paying Agent. The District shall give the Registrar/Paying Agent notice of the Bonds to be called for redemption at least 15 days prior to the date that the Registrar/Paying Agent is required to give owners notice of redemption specifying the Bonds and the principal amount to be called for redemption and the applicable redemption dates. The Registrar/Paying Agent's failure to give such notice to the registered owner of any Bond, or any defect therein, shall not affect the validity of the proceedings for the redemption of any Bonds for which proper notice was given. The notice will specify the number or numbers and maturity date or dates of the Bonds to be redeemed (if less than all are to be redeemed) the principal amount of any Bond to be redeemed in part, the date fixed for redemption, and that on such redemption date there will become and be due and payable upon each Bond or part thereof to be redeemed at the office of the Registrar/Paying Agent the principal amount thereof to be redeemed plus accrued interest, if any, to the redemption date and that from and after such date interest will cease to accrue on the principal amount redeemed. Such notice may be a conditional notice of redemption insofar as the money or securities necessary to pay the redemption price of the Bonds are not required to be on deposit with the Registrar/Paying Agent prior to the giving of notice of optional redemption of the Bonds. If notice is given in the manner provided above, the Bond or Bonds or part thereof called for redemption will become due and payable on the redemption date designated and if an amount of money sufficient to redeem all Bonds called for redemption is on deposit with the Registrar/Paying Agent on the redemption date, the Bonds or part thereof to be redeemed shall be deemed to be not outstanding and will cease to bear or accrue interest from and after such redemption date. Upon presentation of a Bond to be redeemed at the office of the Registrar/Paying Agent on or after the redemption date, the Registrar/Paying Agent will pay such Bond, or portion thereof called for redemption.

Transfers and Exchanges

Books for the registration and transfer of the Bonds shall be kept by the Registrar/Paying Agent. In the event the Book Entry Only System shall be discontinued, upon the surrender for transfer of any bond at the principal corporate trust office of the Registrar/Paying Agent, duly endorsed for transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing, the Registrar/Paying Agent shall authenticate and deliver not more than three business days after receipt of the bond to be transferred in the name of the transferee or transferees a new bond or bonds in fully registered form of the same aggregate principal amount of authorized denominations, and of the same maturity, interest rate and series, bearing a number or numbers not contemporaneously outstanding. Bonds may be exchanged at the principal corporate trust office of the Registrar/Paying Agent for an equal aggregate principal amount of bonds of other authorized denominations, and of the same maturity, series and interest rate. The Registrar/Paying Agent shall authenticate and deliver not more than three business days after receipt of the bond to be

exchanged a bond or bonds which the registered owner making the exchange is entitled to receive, bearing a number or numbers not contemporaneously outstanding. Exchanges and transfers of bonds as herein provided shall be without charge to the owner or any transferee, but the Registrar/Paying Agent may require the payment by the owner of any bond requesting exchange or transfer of any tax or other governmental charge required to be paid with respect to such exchange or transfer.

See also "Book-Entry-Only System" herein.

Limited Book-Entry Responsibilities

While a book-entry-only system is used for the Bonds, the Paying Agent/Registrar will send redemption and other notices only to DTC. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify any Beneficial Owner, of any notice and its content or effect will not affect the validity or sufficiency of the proceedings relating to the Bond redemption or any other action based on the notice.

The District and the municipal advisor have no responsibility or liability for any aspects of the records relating to or payments made on account of beneficial ownership, or for maintaining, supervising or reviewing any records relating to beneficial ownership of interests in the Bonds.

The District and the municipal advisor cannot and do not give any assurances that DTC will distribute payments to DTC Participants or that DTC Participants or others will distribute payments with respect to the Bonds received by DTC or its nominees as the holder or any redemption notices or other notices to the beneficial holders, or that they will do so on a timely basis, or that DTC will serve and act in the manner described in this Official Statement.

Defeasance

General. The Bond Resolution provides for the defeasance of the Bonds and the termination of the pledge of taxes and revenues and all other general defeasance covenants in the Bond Resolution under certain circumstances. When all principal and interest in connection with the Bonds have been duly paid, the pledge therefor and all obligations of the District under the Bond Resolution shall thereby be discharged and the Bonds shall no longer be deemed to be outstanding. There shall be deemed to be such payment when the District has caused to be placed in escrow and in trust with a bank doing business in the State which is a member of the Federal Deposit Insurance Corporation and exercising trust powers, an amount sufficient (including the known minimum yield from direct obligations of the United States or securities that are unconditionally guaranteed by the United States ("Government Obligations"), in which such amounts are or may be initially invested) to meet all requirements of principal and interest on the Bonds as the same become due to their final maturities. The Government Obligations shall become due prior to the respective times on which the proceeds thereof shall be needed, in accordance with a schedule established and agreed upon between the District and such bank at the time of the creation of the escrow, or the Government Obligations shall be subject to redemption at the option of the holders or owners thereof to assure such availability as needed to meet such schedule. Any Bond and the interest thereon shall be deemed to be paid, retired and no longer outstanding (a "Defeased Bond").

RISK FACTORS

Climate Change and Natural Disasters

The District and the State could experience, and is susceptible to additional, weather events and natural disasters that could be deemed extreme including, without limitation, periods of heat, droughts, floods, mud slides, tornadoes and other wind conditions and wildfires, which could result in negative economic impacts on the State and the District. Such effects may be exacerbated by a longer term shift in the climate over several decades, commonly referred to as climate change. Numerous scientific studies on climate change show that, among other effects on the global ecosystem, extreme temperatures may become more common, and extreme weather events may become more frequent as a result of increasing global temperatures attributable to atmospheric pollution. As a result, the District could lose tax revenues and many residents, businesses, and governmental operations could be displaced. Additionally, climate change concerns have led, and may continue to lead, to new laws and regulations at the federal and state levels (including but not limited to air, water, hazardous substances and waste regulations) that could have a material adverse effect on the operations and/or financial condition of the District. The State cannot predict the occurrence or extent of any future

extreme weather events or natural disasters or the economic impacts that the occurrence of any such events may have on the State or the District.

Cybersecurity

The District, like other public and private entities, relies on computer and other digital networks and systems to conduct its operations. As a recipient and provider of personal, private or other electronic sensitive information, the District may be the subject of cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. Entities or individuals may attempt to gain unauthorized remote access to the District's systems for the purposes of misappropriating assets or information or causing operational disruption or damage, or demanding ransom for restored access to files or information. No assurance can be given that the District's current efforts to manage cyber threats and security will, in all cases, be successful. The District cannot predict what future cybersecurity events may occur and what impact said events could have on its operations or finances.

The District relies on other entities and service providers in the course of operating the District, including the County with respect to the levy and collection of ad valorem property taxes, as well as other trustees, fiscal agents and dissemination agents. No assurance can be given that future cyber threats and attacks against other third party entities or service providers will not impact the District and the owners of the Bonds, including the possibility of impacting the timely payments of debt service of the Bonds or timely filings pursuant to the Continuing Disclosure Certificate.

Public Health Emergencies

Regional, national or global public health emergencies could have materially adverse regional, national or global economic and social impacts causing, among other things, the promulgation of local or state orders limiting certain activities, extreme fluctuations in financial markets and contraction in available liquidity, prohibitions of gatherings and public meetings in such places as entertainment venues, extensive job losses and declines in business activity across important sectors of the economy, impacts on supply chain and availability of resources, declines in business and consumer confidence that negatively impact economic conditions or cause an economic recession. The District cannot predict the extent to which its operations or financial condition may decline nor the amount of increased costs, if any, that may be incurred by the District associated with operating during any public health emergencies, including, but not limited to, the amount of (1) costs to clean, sanitize and maintain its facilities, (2) costs to hire substitute employees, (3) costs to acquire supporting goods and services, or (4) costs to operate remotely and support the employees of the District. Accordingly, the District cannot predict the effect any public health emergencies will have on the finances or operations of the District or whether any such effects will have a material adverse effect on its ability to pay debt service on the Bonds.

Property Subject to Taxation

Real property is subject to taxation with certain exemptions. Within the real property classification, exemptions include: property of the United States of America; property of the State, all counties, towns, cities and school districts or other municipal corporations; public libraries; community ditches and all laterals thereof; all church property not used for commercial purposes; all property used for educational and charitable purposes; all cemeteries not used or held for private or corporate profit; and motor vehicles (other than mobile homes). Also, certain amounts of the taxable value of property is exempt from taxation if such property is owned by the head of a family who is a State resident ($2,000 of residential property) or is owned by a veteran or a veteran's unmarried surviving spouse if the veteran or spouse is a State resident ($4,000 of residential property). The veteran property tax exemption was recently expanded as noted below. All tangible personal property has been exempted from property taxation by statute except for tangible personal property used, produced, manufactured, held for sale, leased or maintained by a person for purposes of his profession, business or occupation (unless otherwise specifically exempted from property taxation by the Federal or State Constitution or law); tangible property for which the owner has claimed a deduction from depreciation for federal income tax purposes; mobile homes; livestock; and certain inventories of personal property.

In 2024, New Mexico voters approved two amendments to New Mexico's Constitution that impact property tax revenues. Amendment 1 amended Article 8, Section 15 of the Constitution to extend the property tax exemption, previously only

allowed for one hundred percent disabled veterans and their widow and widowers, to veterans with less than one hundred percent disability and their widows and widowers, based on the veteran's disability rating. Amendment 2 amended Article 8, Section 5 of the Constitution to increase the property tax abatement for honorably discharged members of the armed forces and their widows and widowers. This amendment increased the property tax exemption from $4,000 to $10,000 a year. In the 2025 Legislative Session, the legislature passed, and the governor signed into law, House Bill 47 (HB 47), which implements Amendments 1 & 2. Specifically, HB 47 established a proportional property tax exemption for disabled veterans that matches their federal disability rating starting in 2026, and raised the standard veteran property tax exemption from $4,000 to $10,000 starting in 2025 with adjustments for inflation in subsequent years. The standard veteran property tax exemption increase is reflected in the District 2025 tax year net taxable values for those veterans claiming that exemption in the 2025 tax year.

SOURCES AND USES OF FUNDS

It is anticipated that the proceeds of the Bonds will be applied approximately as follows:

Table 1

Sources:		Series 2026
	Par Amount	$35,000,000.00
	Net Premium	495,986.00
		$35,495,986.00

Uses:		
	Project Fund Deposit	$35,000,000.00
	Cost of Issuance(1)	245,000.00
	Underwriter's Discount	217,250.01
	Deposit to Debt Service Fund	33,735.99
		$35,495,986.00

(1) Includes cost for Bond Counsel, Municipal Advisor and Rating Agency fees, etc.

NEW MEXICO SCHOOL DISTRICT ENHANCEMENT PROGRAM

The New Mexico legislature amended NMSA 1978, Sections 22-18-1 et. seq. in the first session of 2003 by adding Section 22-18-13 which became effective July 1, 2003. Section 22-18-13 was further amended in 2007 and provides that, if a school district indicates that it will not make the payment by the date on which it is due, the New Mexico Department of Finance and Administration ("DFA") shall forward the amount in immediately available funds necessary to make the payment due on the bonds to the paying agent from the current fiscal year's undistributed State Equalization Guarantee ("SEG") distribution to that school district and, if not otherwise repaid by the school district from other legally available funds, withhold the distributions from the school district until the amount has been recouped by the DFA, provided that, if the amount of the undistributed SEG distribution in the current fiscal year is less than the payment due on the bond, the DFA shall:

(1) forward in immediately available funds to the paying agent an amount equal to the total amount of the school district's undistributed SEG distribution and, if not otherwise repaid by the school district from other legally available funds, withhold all distributions to the school district for the remainder of the fiscal year; and

(2) on July 1 of the following fiscal year, forward in immediately available funds an amount equal to the remaining amount due to the paying agent from that year's SEG distribution and, if not otherwise repaid by the school district from other legally available funds, withhold an equal amount from the distribution to the school district until the amount paid has been recouped in full.

This provision applies to all New Mexico school districts.

Withholding of the SEG distribution may affect the District's ability to continue to operate. Whenever the DFA is required to make a payment of principal and interest on the bonds on behalf of a school district, the DFA shall initiate an audit of the school district to determine the reason for the nonpayment and to assist the school district, if necessary, in developing and implementing measures to ensure that future payments will be made when due.

To qualify for the New Mexico School District Enhancement Program, Section 22-18-13 NMSA 1978 requires filing the authorizing bond resolution, bond offering documents, the agreement with the paying agent for the bonds, and contact information for the paying agent for the bonds with DFA. Failure to file such information will not invalidate the obligation of the DFA to pay the bond payment and withhold the SEG distribution.

The New Mexico School District Enhancement Program was initially put on watch list for possible downgrade on May 15, 2007 after the State adopted new legislation that altered the mechanics of the program. After a review of the law and policies regarding the implementation of the law, program ratings were bifurcated, with one rating applying to bonds issued prior to the March 30, 2007 effective date of the legislation and a second rating applying to bonds issued on or after the March 30, 2007 effective date. Under the new law, the State cannot immediately advance more than the remaining undistributed SEG payments for the fiscal year of default. As a result, those school districts with principal and interest payments that fall in the latter part of the fiscal year or that are significant in amount relative to the district's total annual SEG distribution may not have sufficient undistributed SEG payments to cover debt service payments in the event of a default.

On January 12, 2026, Moody's upgraded the School District Enhancement Program from "Aa3" to "Aa2." There can be no assurance that Moody's will not take additional rating action on the New Mexico School District Enhancement Program after the issuance of the Bonds.

By request, Moody's will assign a rating to school district bonds upon verification of a requirement in the authorizing Bond Resolution that an independent, third-party paying agent will be appointed and maintained. The District has qualified the Bonds under the New Mexico School District Enhancement Program and received a rating of "Aa2" on the Bonds.

DEBT AND OTHER FINANCIAL OBLIGATIONS

Article IX, Section 11 of the New Mexico Constitution limits the powers of a district to incur general obligation debt extending beyond the fiscal year. The District can incur such debt for the purpose of erecting, remodeling, making additions to and furnishing school buildings, purchasing or improving school grounds, purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act, or any combination of these purposes but only after the proposition to create any such debt has been submitted to a vote of the qualified electors of the District, and a majority of those voting on the question vote in favor of creating the debt. The total indebtedness of the District may not exceed 6% of the assessed valuation of the taxable property within the District as shown by the last preceding general assessment. The District also may create a debt by entering into a lease-purchase arrangement to acquire education technology equipment without submitting the proposition to a vote of the qualified electors of the District, but any such debt is subject to the 6% debt limitation.

The preliminary assessed valuation of taxable property within the District is $4,630,874,427 for tax year 2026. Therefore, the maximum general obligation debt may not exceed $277,852,465.

After the Bonds are issued, the ratio of total outstanding net general obligation debt of the District to the 2026 preliminary assessed valuation will be approximately 1.16%.

Selected Debt Ratios

Table 2

	2025 Tax Year
2026 Preliminary Assessed Valuation [1]	$4,630,874,427
2026 Estimated Actual Valuation [2]	20,086,987,665
District Net General Obligation Debt	56,122,410 [3]
District Net Debt as a Percentage of	
Assessed Valuation	1.21%
Estimated Actual Valuation	0.28%
Estimated Direct & Overlapping G/O Debt	190,566,822 [3]
Direct & Overlapping Debt as a Percentage of	
Assessed Valuation	4.12%
Estimated Actual Valuation	0.95%
Estimated Population	114,813
District Net Debt Per Capita	$488.82
Direct & Overlapping Debt Per Capita	$1,659.80

(1) Preliminary, subject to change. Does not include protested property.

(2) Estimated Actual valuation was computed by adding the 2025 exemptions to the 2026 assessed valuation and multiplying the result by three.

(3) Calculations include the Bonds. Preliminary, subject to change.

Net Debt

Table 3

2026 Preliminary Assessed Valuation [1]	$4,630,874,427
2026 Estimated Actual Valuation [2]	20,086,987,665
Current Total Outstanding (Including the Bonds)	99,260,000 [3]
Less Debt Service Fund Balance [4]	43,137,590
NET DEBT	56,122,410

(1) Preliminary, subject to change. Does not include protested property.

(2) Estimated Actual valuation was computed by adding the 2025 exemptions to the 2026 assessed valuation and multiplying the result by three.

(3) The debt service fund cash balance as of 6/30/2026 was $47,547,967
The amount properly attributable to principal reduction is 90.72%.

Outstanding Debt

The District has never defaulted in the payment of any of its debt or other obligations.

Table 4

Series	Issued	Maturity	Outstanding
2015	$19,960,000	01-Aug-27	$2,560,000
2016A	14,160,000	01-Aug-28	3,030,000
2017A	14,010,000	01-Aug-29	5,460,000
2018	15,000,000	01-Aug-30	6,350,000
2019	15,000,000	01-Aug-31	7,295,000
2020	15,000,000	01-Aug-32	8,675,000
2021A	15,000,000	01-Aug-33	7,000,000
2022	20,000,000	01-Aug-34	10,100,000
2023	10,000,000	01-Aug-35	3,290,000
2025	28,000,000	01-Aug-37	7,500,000
2026	35,000,000	01-Aug-37	35,000,000
2026 ETN[(1)]	3,000,000	01-Aug-27	3,000,000
	$204,130,000		**$99,260,000**

(1) Private Placement. The District is in the process of entering into a taxable general obligation education technology lease purchase arrangement and note in the amount of $3,000,000 maturing on August 1, 2027, scheduled to close on October 6, 2026.

Debt Service Requirements to Maturity

Below is a summary of the currently scheduled principal and interest on the District's outstanding debt as well as the projected principal and interest payments on the Bonds.

Table 5

	Current Requirements[(1)]			Series 2026 Bonds			Total Requirements		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2027	$17,055,000	$2,183,238	$19,238,238	$17,400,000	$1,339,433	$18,739,433	$34,455,000	$3,522,671	$37,977,671
2028	11,510,000	1,537,388	13,047,388	1,600,000	816,000	2,416,000	13,110,000	2,353,388	15,463,388
2029	9,995,000	1,183,150	11,178,150	1,600,000	736,000	2,336,000	11,595,000	1,919,150	13,514,150
2030	8,120,000	878,100	8,998,100	1,600,000	656,000	2,256,000	9,720,000	1,534,100	11,254,100
2031	6,540,000	624,388	7,164,388	1,600,000	576,000	2,176,000	8,140,000	1,200,388	9,340,388
2032	5,080,000	417,850	5,497,850	1,600,000	496,000	2,096,000	6,680,000	913,850	7,593,850
2033	3,655,000	246,400	3,901,400	1,600,000	416,000	2,016,000	5,255,000	662,400	5,917,400
2034	1,855,000	102,200	1,957,200	1,600,000	336,000	1,936,000	3,455,000	438,200	3,893,200
2035	450,000	18,000	468,000	1,600,000	256,000	1,856,000	2,050,000	274,000	2,324,000
2036				1,600,000	176,000	1,776,000	1,600,000	176,000	1,776,000
2037				1,600,000	112,000	1,712,000	1,600,000	112,000	1,712,000
2038				1,600,000	48,000	1,648,000	1,600,000	48,000	1,648,000
	$64,260,000	**$7,190,714**	**$71,450,714**	**$35,000,000**	**$5,963,433**	**$40,963,433**	**$99,260,000**	**$13,154,147**	**$112,414,147**

(1) Includes the $3,000,000 2026 ETN maturiting on August 1, 2027, scheduled to close on October 6, 2026

Statement of Estimated Direct and Overlapping Debt

The following is a calculation, which is useful to investors in assessing the debt load and per capita debt of the District payable from property taxes. In addition to the outstanding debt of the District, the calculation takes into account debt attributable to other taxing entities that are the responsibility of taxpayers within the boundaries of the District. Revenue bonds are not payable from property taxes.

Table 6

	2025 Assessed Valuation	G/O Debt Outstanding	Percent Applicable	Amount
State of New Mexico	$112,757,519,845	$517,415,000	4.11%	$21,249,881
Sandoval County	6,280,024,629	6,940,000	73.74%	5,117,539
City of Rio Rancho	3,836,266,522	34,315,000	100.00%	34,315,000
S.S.C.A.F.C.A.	4,989,608,226	14,850,000	84.88%	12,604,680
Central N.M. Community College	27,911,600,035	108,610,000	16.59%	18,019,722
Rio Rancho Public Schools	4,630,874,427 (1)	99,260,000 (2)	100.00%	99,260,000
Total Direct & Overlapping				**$190,566,822**

Ratio of Estimated Direct & Overlapping Debt to Preliminary 2026 Assessed Valuation	4.12%
Ratio of Estimated Direct & Overlapping Debt to 2026 Estimated Actual Valuation	0.95%
Per Capita Direct & Overlapping Debt:	$1,659.80
Population:	114,813 (2)

Source: Sandoval County Assessor's Office, State Assessed Property Tax Division and individual entities.

(1) TY2026 preliminary assessed valuation. Subject to change. Does not include protested property.

(2) Estimates for the City of Rio Rancho. Source: Environics Analytics, July 2026.

TAX BASE

Analysis of Assessed Valuation

Assessed valuation of property within the District is calculated as follows: Of the total estimated actual valuation of all taxable property in the District, 33 1/3 percent is legally subject to ad valorem taxes. This means the assessment ratio is 33 1/3%. After deduction of certain personal exemptions, the District's 2025 assessed valuation is $4,358,906,408. The actual value of personal property within the District (see "Assessments" below) is determined by the County Assessor. The Sandoval County Assessor has recently released preliminary assessed values for tax year 2026. The District's preliminary assessed value for 2026 is $4,630,874,427 which is a growth of 6.24% over tax year 2025 certified values. The Sandoval County Assessor has historically revised preliminary values prior to certifying final values.

The actual value of certain corporate property within the District (see "Central Assessments" below) is determined by the State of New Mexico, Taxation and Revenue Department, Property Tax Division. The analysis of assessed valuation for 2025 and the assessed valuation for the previous four years follows.

Table 7

	2022	2023	2024	2025	2026[1]
Assessments					
Value of Land	$747,566,543	$836,497,956	$994,590,471	$1,075,647,596	
Improvements	2,620,391,911	2,964,921,455	3,540,847,383	3,785,951,662	
Personal Property	528,245,375	503,614,583	726,200,923	1,456,742,778	
Mobile Homes	12,834,057	14,335,447	16,151,384	18,464,142	
Livestock	23,988	28,925	28,648	29,055	
Assessor's Total Value	**$3,909,061,874**	**$4,319,398,366**	**$5,277,818,809**	**$6,336,835,233**	
Less Exemptions	(1,003,411,401)	(1,085,353,689)	(1,292,719,209)	(2,064,788,128)	
Assessors Net Value	$2,905,650,473	$3,234,044,677	$3,985,099,600	$4,272,047,105	
Centrally (State) Assessed	86,828,686	88,426,791	88,282,573	86,859,303	
Total Assessed Valuation	**$2,992,479,159**	**$3,322,471,468**	**4,073,382,173**	**4,358,906,408**	

	2022	2023	2024	2025	2026
Residential	$2,430,862,460	$2,704,821,585	$2,950,331,117	$3,193,034,512	$3,427,417,371
Non-Residential	561,616,699	617,649,883	1,123,051,056	1,165,871,896	1,203,457,056
	$2,992,479,159	**$3,322,471,468**	**$4,073,382,173**	**$4,358,906,408**	**$4,630,874,427**

Source: New Mexico Taxation & Revenue Department, Property Division, and Sandoval County Assessor's Office

(1) Preliminary values. Does not include protested property.

Major Taxpayers

The following is a list of the largest taxpayers in the District, along with the 2025 assessed valuation for each. Property taxes are current for these taxpayers. This table is useful in assessing the concentration risk of the tax base. The ten largest taxpayers' assessed valuation represents 13.07% of the District's total 2025 assessed value.

Table 8

Taxpayer	Business	2025 Assessed Valuation	% of District A.V.
Intel Corporation	Manufacturing	$431,974,937	9.91%
Public Service Co. of New Mexico	Electric Utility	57,203,588	1.31%
Presbyterian Healthcare	Healthcare	35,730,974	0.82%
LPG 7700 Inc.	Real Estate	6,643,398	0.15%
New Mexico Gas Company	Gas Utility	6,838,682	0.16%
Wal-Mart Stores	Retail	6,397,341	0.15%
Cable One	Cable Provider	8,619,756	0.20%
Northland Links LLC	Apartment Complex	5,520,271	0.13%
EP Country Club Drive LLC	Apartment Complex	5,505,049	0.13%
HD Development of Maryland	Real Estate	5,370,492	0.12%
Total		**$569,804,488**	**13.07%**

Source: Sandoval County Assessor's Office

TAX RATES

School Tax Rates

The following table shows the historical school tax levies on property within the District from the 2021-2025 tax years. The Two Mill Levy, a capital improvements tax imposition, is renewed every six years. In 2023, voters re-authorized the Public Schools Capital Improvements Act levy ("SB9") for residential property for property tax years 2024 through 2029. This table breaks down the District's total tax rate shown in the next table.

Table 9

Tax	Operational		Two Mill Levy		Debt Service			Total	
Year	Resid.	Non-Resid.	Resid.	Non-Resid.	G/O Bonds	Ed Tech	Total	Resid.	Non-Resid.
2021	$ 0.257	$ 0.471	$ 1.928	$ 1.884	$ 8.546	$ 0.000	$ 8.546	$ 10.731	$ 10.901
2022	0.259	0.463	1.938	1.852	8.546	0.000	8.546	10.743	10.861
2023	0.254	0.477	1.908	1.908	8.543	0.000	8.543	10.705	10.928
2024	0.246	0.287	1.850	1.149	8.543	0.000	8.543	10.639	9.979
2025	0.241	0.296	1.807	1.184	8.543	0.000	8.543	10.591	10.023

Source: NewMexico Department of Finance & Administration.

Article VIII, Section 2 of the New Mexico Constitution limits the total ad valorem taxes for operational purposes levied by all overlapping governmental units within the District to $20.00 per $1,000 of assessed value. This limitation does not apply to levies for public debt and levies for additional taxes if authorized at an election by a majority of the qualified voters of the jurisdiction voting on the question. The following table summarizes the tax situation on residential property for the 2025 tax year and the previous four years. The District expects no change in the level of its taxes in the foreseeable future but is unable to predict what overlapping entities might do. A high level of taxation may impact the District's ability to repay bonds.

Table 10

Within 20 Mill Limit for General Purposes	2025	2024	2023	2022	2021
State of New Mexico	$0.000	$0.000	$0.000	$0.000	$0.000
Sandoval County	5.765	5.901	6.089	6.170	6.284
City of Rio Rancho	6.636	6.791	7.004	7.116	7.278
Rio Rancho Public Schools	0.241	0.246	0.254	0.259	0.257
Total	**$12.642**	**$12.938**	**$13.347**	**$13.545**	**$13.819**
Over 20 Mill Limit - Interest, Principal, Judgement, etc.					
State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.360
Sandoval County	0.368	1.084	0.606	0.740	0.852
City of Rio Rancho	2.771	2.771	2.772	2.770	2.770
Rio Rancho Public Schools	10.350	10.393	10.451	10.484	10.474
SSCAFCA - Debt Service	1.242	1.246	1.246	1.246	1.246
SSCAFCA - Operating	0.737	0.755	0.779	0.791	0.798
CNM - Debt Service	1.000	1.000	1.000	1.000	1.000
CNM - Operating	2.706	2.733	2.790	2.775	2.763
Contracting Hospitals	1.720	1.760	1.816	1.840	1.839
Total	**$22.254**	**$23.102**	**$22.820**	**$23.006**	**$23.102**
Total Levy					
State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.360
Sandoval County	6.133	6.985	6.695	6.910	7.136
City of Rio Rancho	9.407	9.562	9.776	9.886	10.048
Rio Rancho Public Schools	10.591	10.639	10.705	10.743	10.731
SSCAFCA	1.979	2.001	2.025	2.037	2.044
CNM	3.706	3.733	3.790	3.775	3.763
Contracting Hospitals	1.720	1.760	1.816	1.840	1.839
Total Residential in Rio Rancho	**$34.896**	**$36.040**	**$36.167**	**$36.551**	**$36.921**
Total Non-Residential - City of Rio Rancho(1)	**$36.558**	**$36.945**	**$41.640**	**$41.705**	**$41.282**
Total Residential in Unincorporated Sandoval County	$25.489	$26.478	$24.366	$24.628	$24.829
Total Non-Residential in Unincorporated Sandoval County	$26.179	$26.631	$29.144	$29.211	$29.316

Source: State of New Mexico, Department of Finance & Administration.

(1) Includes SSCAFCA's non-residential and debt service tax rates.

Yield Control Limitations

State law limits property tax increases from the prior property tax year. Specifically, no taxing entity may set a rate or impose a tax (excluding oil and gas production ad valorem and oil and gas production equipment ad valorem taxes) or assessment that will produce revenues that exceed the prior year's tax revenues from residential and non-residential property multiplied by a "growth control factor." The growth control factor is the percentage equal to the sum of (a) "percent change I" plus (b) the prior property tax year's total taxable property value plus "net new value," as defined by statute, divided by such prior property tax year's total taxable property value. However, if that percentage is less than 100%, the growth control fact is (a) "percent change I" plus (b) 100%. "Percent change I" is based upon the annual implicit price deflator index for state and local government purchases of goods and services (as published in the United States Department of Commerce monthly publication, "Survey of Current Business," or any successor publication) and is a percent (not to exceed 5%) that is derived by dividing the increase in the prior calendar year (unless there was a decrease, in which case zero is used) by the index for such calendar year next preceding the prior calendar year. *The growth control factor applies to authorized operating levies and to any capital improvements levies but does not apply to levies for paying principal and interest on public general obligation debt.*

Developments Limiting Residential Property Tax Increases

In an effort to limit large annual increases in residential property taxes in some areas of the State, an amendment to the uniformity clause (Article VIII, Section 1) of the New Mexico Constitution was proposed during the 1997 Legislative Session. The amendment was submitted to voters of the State at the general election held on November 3, 1998 and was approved by a wide margin.

The amendment directs the Legislature to provide for valuation of residential property in a manner that limits annual increases in valuation. The limitation may be applied to classes of residential property taxpayers based on occupancy, age or income. Further, the limitations may be authorized statewide or at the option of a local jurisdiction and may include conditions for applying the limitations. Bills implementing the constitutional amendment were enacted in 2001 and were codified as NMSA 1978, Sections 7-36-21.2 and 7-36-21.3.

NMSA 1978, Section 7-36-21.2, establishes a statewide limitation on residential property valuation increases (the "Statutory Valuation Cap on Residential Increases"). Annual valuation increases are limited to 3% over the prior year's valuation or 6.1% over the valuation from two years prior. Subject to certain exceptions, these limitations do not apply:

1. To property that is being valued for the first time;
2. To physical improvements made to the property in the preceding year;
3. When the property is transferred to a person other than a spouse, or a child who occupies the property as his principal residence and who qualifies for the head of household exemption on the property under the Property Tax Code;
4. When a change occurs in the zoning or use of the property; and
5. To property that is subject to the valuation limitations under NMSA 1978, Section 7-36-21.3; and

NMSA 1978, Section 7-36-21.3 places a limitation on the increase in value for property taxation purposes for single-family dwellings occupied by low-income owners who are 65 years of age or older or who are disabled. The statute fixes the valuation of the property to the valuation in the year that the owner turned 65 or became disabled. The NMSA 1978, Section 7-36-21.3 limitation does not apply to:

1. Property that is being valued for the first time;
2. A change in valuation resulting from physical improvements made to the property in the preceding year; and
3. A change in valuation resulting from a change in the zoning or permitted use of the property in the preceding year.

The constitutionality of the property tax limitation has been challenged in a number of venues. On March 28, 2012, the New Mexico Court of Appeals upheld the statutory valuation cap and its application under Section 7-36-21.2 NMSA 1978, which ruling was affirmed by the New Mexico Supreme Court in June, 2014.

TAX COLLECTIONS

The level of tax collections is an important component in the analysis of the ability to pay principal and interest on a timely basis. General property taxes, with the exception of those taxes on oil and gas production and equipment for all units of government, are collected by the County Treasurer and distributed monthly to the various political subdivisions to which they are due. Property taxes are due in two installments. The first half is due on November 10 and becomes delinquent on December 10. The second half installment is due on April 10 and becomes delinquent on May 10. Collection statistics for all political subdivisions for which the County Treasurer collects taxes are as follows:

Table 11

Tax Year	Fiscal Year	Net Taxes Charged to Treasurer	Current Tax Collections (1)	Current Collections as a % of Net Levied	Current/ Delinquent Tax Collections (2)	Current/Delinquent Collections as a % of Net Levied
2025	2026	$202,447,232	$196,481,443	97.05%	$196,481,443	97.05%
2024	2025	194,103,954	188,804,037	97.27%	191,951,590	98.89%
2023	2024	171,378,306	166,620,898	97.22%	170,291,844	99.37%
2022	2023	157,656,735	153,229,924	97.19%	157,015,700	99.59%
2021	2022	144,260,147	139,859,626	96.95%	143,803,525	99.68%

(1) Current collections are through June 30 of each year.

(2) As of June 30, 2026.

Source: Sandoval County Treasurer's Office.

Interest on Delinquent Taxes

Pursuant to NMSA 1978, Section 7-38-49, if property taxes are not paid for any reason within 30 days after the date they are due, interest on the unpaid taxes shall accrue from the 30th day after they are due until the date they are paid. Interest accrues at the rate of 1% per month or any fraction of a month. Interest accrues whether or not protests have been resolved. However, in the case of a timely protest, interest payable shall be computed on a principal amount equal to the unpaid taxes finally determined to be due upon resolution of the protest. Interest shall not be imposed on interest or on any penalty.

Penalty for Delinquent Taxes

Pursuant to NMSA 1978, Section 7-38-50, if property taxes become delinquent, a penalty of 1% of the delinquent tax for each month, or any portion of a month, they remain unpaid must be imposed, but the total penalty shall not exceed 5% of the delinquent taxes. The minimum penalty imposed is $5.00. A county can suspend application of the minimum penalty requirement for any tax year.

If property taxes become delinquent because of intent to defraud by the property owner, 50% of the property tax due or $50.00, whichever is greater, shall be added as a penalty.

Remedies Available for Non-Payment of Taxes

Pursuant to NMSA 1978, Section 7-38-47, property taxes are the personal obligation of the person owning the property on the date upon which the property was subject to valuation for property taxation purposes. A personal judgment may be rendered against the taxpayer for payment of taxes that are delinquent, together with any penalty and interest on the delinquent taxes.

Taxes on real property are a lien against the real property. Pursuant to NMSA 1978, Section 7-38-65, delinquent taxes on real property may be collected by selling the real property on which taxes are delinquent.

Pursuant to NMSA 1978, Section 7-38-53, delinquent property taxes on personal property may be collected by asserting a claim against the owner(s) of the personal property upon which taxes are delinquent.

Protest

Pursuant to Section 7-38-39 NMSA 1978, after receiving his or her property tax bill and after making payment prior to the delinquency date of all property taxes due in accordance with the bill, a property owner may protest the value or classification determined for his or her property for property taxation purposes, the allocation of value of his or her property to a particular governmental unit, the application to his or her property of an administrative fee adopted pursuant to Section 7-38-36.1 NMSA 1978 or a denial of a claim for an exemption by filing a claim for refund in the district court. Pursuant to Section 7-38-41 NMSA 1978, the portion of any property taxes paid to the County Treasurer that is not admitted to be due and is the subject of a claim for refund will be deposited in a "property tax suspense fund." Moneys in the property tax suspense fund may not be used for the payment of debt service on the Bonds.

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 District encompasses most of the City of Rio Rancho, is located in central New Mexico, and has an estimated population of 114,813 as of July 2026. The District operates one early childhood center, twelve elementary schools, four middle schools, one virtual education center, one student support center, two comprehensive high schools, one alternative high school, and is opening a career technical High School in August 2026.

School District Powers

The District's powers are subject to regulations adopted by the New Mexico Public Education Department ("PED"). Pursuant to an amendment to Article XII, Section 6 of the New Mexico Constitution, adopted at a special election held September 23, 2003, the Secretary of Education (the "Secretary") is the governing authority and has control, management, and direction of all public schools pursuant to power provided by law. The Secretary further exercises supervision and authority over the PED. Generally, the powers of the Secretary and the PED include determining policy regarding operations of all public schools, designating courses of instruction, adopting regulations, determining qualifications for teachers, counselors and their assistants, and prescribing minimum educational standards. The Secretary may order the creation or consolidation of school districts.

Management

The District's Board of Education (the "Board"), subject to regulations of the Secretary of the PED, develops educational policies for the District. The Board employs a superintendent of schools, delegates administrative and supervisory functions to the superintendent, including fixing the salaries of all employees, reviews and approves the annual District budget, has the capacity to sue and be sued, contracts, leases, purchases and sells for the District, acquires and disposes of all property, develops educational policies subject to rules of the PED and adopts regulations pertaining to the administration of all powers or duties of the Board. Members are elected to serve without compensation for four-year terms of office in non-partisan elections held every two years on the first Tuesday in November. The Board Members are:

Amanda Galbraith, President;
Term expires December 31, 2027

Seth Muller, Vice-President;
Term expires December 31, 2029

Rebecca Murray, Secretary;
Term expires December 31, 2029

Michael Berry, Member;
Term expires December 31, 2029

Stephanie Smith, Member;
Term expires December 31, 2027

The Superintendent of Schools is selected by and serves at the discretion of the Board. All other staff members are selected by the Superintendent of Schools. The current administrative staff are:

Dr. Robert Dodd, Superintendent of Schools

Dr. Robert W. Dodd is a dedicated and accomplished educational leader with more than 30 years of experience serving students, educators, and communities in public education. As Superintendent of Rio Rancho Public Schools, he is committed to advancing student achievement, expanding opportunities, and building a coherent, high-performing school system that supports the success of every student. His leadership is grounded in the belief that all students deserve access to high-quality instruction, meaningful opportunities, and a supportive learning environment.

Prior to joining Rio Rancho Public Schools, Dr. Dodd served as Director of the Division of School Leadership and Improvement for Montgomery County Public Schools in Rockville, Maryland, where he led district strategy and supported school leaders across a diverse portfolio of schools. Over the course of his career, he has served as an educational assistant, teacher, and principal at the elementary, middle, and high school levels, including as principal of Walt Whitman High School, Maryland's highest-performing high school and a top 100 high school in the Nation. Across these roles, Dr. Dodd has driven measurable improvements in student outcomes, expanded access and inclusion, and led innovative initiatives that strengthened instructional practice and school communities.

Dr. Dodd earned his Doctorate of Education in Entrepreneurial Leadership in Education from Johns Hopkins University and holds advanced certifications in school system leadership in both Maryland and New Mexico. He has been recognized with numerous honors, including The Washington Post Distinguished Educational Leadership Award (2014) and recognition as a finalist for the inaugural NAACP Principal of the Year award (2008). In addition, Dr. Dodd has written extensively in various professional publications about middle school reform and the restructuring of schools to improve instruction and student achievement outcomes. Finally, Dr. Dodd was a co-host for seven seasons of the popular education podcast, Ed's Not Dead.

As superintendent, he is guided by the principles of opportunity, collaboration, and excellence, and is committed to working in partnership with students, families, staff, and the broader community to ensure every learner in Rio Rancho Public Schools thrives.

Michael Baker, Chief Operations Officer

Mr. Baker was first hired by the District in 2012 as the Executive Director of Safety & Security and was promoted to Chief Operations Officer. He holds a master's degree in public administration with extensive experience in law enforcement management with strengths in safety, investigations, finance and project management. In his current position, Mr. Baker oversees the daily operations of the following departments: Finance, Facilities, Information Technology, Safety & Security, Student Nutrition, Human Resources, and Transportation.

Heather Gabaldon, Executive Director of Finance

Heather Gabaldon, a Certified Public Accountant, has 12 years of financial leadership with Rio Rancho Public Schools, where she oversees all District financial operations. Prior to joining the District, Ms. Gabaldon worked in public accounting, specializing in financial reporting and auditing. She holds a Bachelor of Business Administration in Accounting from the University of New Mexico and maintains a Level II School Business Official License.

Insurance

The District is a member of the New Mexico State Public School Insurance Authority (the "Insurance Authority"), which was established to provide a comprehensive insurance program for school districts, board members and retirees and public school employees and retirees within the State. The Insurance Authority provides risk related insurance to the District such as worker's compensation, property and casualty insurance, general automobile and fire insurance and general liability insurance for the District, its property, its board members and employees. The Insurance Authority also provides group health insurance to the District.

Enrollment

Set forth below is the District's enrollment for the school years 2021-22 through 2025-26.

Table 12

Grade	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
Elementary & Pre-K	7,629	7,641	7,279	7,263	7,100
Middle School	3,806	3,728	3,600	3,485	3,485
High School	5,480	5,512	5,452	5,338	5,311
Total:	**16,915**	**16,881**	**16,331**	**16,085**	**15,896**

Source: The District and NM Public Education Department.

For a discussion of the relationship between student enrollment and amounts of financial support provided by the State for public schools, see “FINANCES OF THE EDUCATIONAL PROGRAM - SOURCES OF REVENUES”.

FINANCES OF THE EDUCATIONAL PROGRAM

The basic format for the financial operation of the District is provided by the PED through the School Budget Planning Division, which is directed by State law to supervise and control the preparation of all budgets of all school districts. The District receives revenue from a variety of local, state and federal sources, the most important of which are described below. New Mexico's public school finance laws are subject to review and examination through both the judicial and legislative processes. As a result, the District cannot anticipate with certainty all of the factors that may influence the financing of its future activities. There is no assurance that there will not be any change in, interpretation of or additions to the applicable laws, provisions and regulations that would have a material effect, directly or indirectly, on the affairs of the District.

Sources of Revenues for General Fund

The General Fund is used to account for resources of the operational fund, student activity funds and other resources not accounted for in another fund. The sources of revenue for the District's General Fund are:

Local Revenues - Local revenues are a minor source of revenue to the District made up, in part, by a property tax annually levied on and against all of the taxable property within the District for operational purposes. The levy is limited by State law to a rate of 50 cents for each $1,000 of net taxable value of taxable property. Other sources of local revenues include interest income earned on the District's investments, rentals and sale of property. In the fiscal year 2025, the District received $6,180,185 from local sources.

Federal Revenues - Another minor source of annual revenue for the District's General Fund is derived from indirect costs of direct federal grant funds related to vocational, special education, and various other programs and P.L. 874 federal impact moneys paid to the District in lieu of taxes on federal land located in the District. In fiscal year 2025, the District received $1,183,123 in federal sources for its General Fund.

State Revenues - The District's largest source of annual revenue is derived from the State Equalization Guarantee distribution described below. During fiscal year 2024, the District received $225,705,254 from state sources including State flow-through and Transportation. Such payments represented approximately 96.8% of actual fiscal year 2025 General Fund Revenues.

State Equalization Guarantee Program

The State Legislature enacted New Mexico’s current public school funding formula in 1974. Designed to distribute operational funds to local school districts in an objective manner, the funding formula is based upon the educational needs of individual students and costs of the programs designed to meet those needs. Program cost differentials are

based upon nationwide data regarding the relative costs of various school programs, as well as data specific to New Mexico. 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 school districts at the discretion of local policy making bodies. The formula is divided into three basic parts:

1. Educational program units that reflect the different costs of identified programs;

2. Training and experience units that attempt to provide additional funds so that districts may hire and retain better educated and more experienced instructional staff; and

3. Size adjustment units that recognize local school and community needs, economies of scale, types of students, marginal cost increases for growth in enrollment from one year to the next, and adjustments for the creation of new districts.

SEG payments are made monthly and prior to June 30 each fiscal year. The calculation of the distribution is also based on the local and federal revenues received from July 1 of the previous fiscal year through May 31 of the fiscal year for which the State distribution is being computed. In the event that a school district receives more SEG funds than its entitlement, the district must make a refund to the State's general fund.

Even though the current public school funding formula has been in place for more than two decades, some districts have indicated a concern about the fact that some school districts receive less revenue per pupil compared to others. In response to these concerns, the Legislature, the Governor, and the State Board of Education authorized an independent, comprehensive study of the formula that was conducted in 1996. In its principal finding, the independent consultant concluded,"...When evaluated on the basis of generally accepted standards of equity, the New Mexico public school funding formula is a highly equitable formula. . . .[S]pending disparities are less than in other states and statistically insignificant."

Despite the acknowledged equity of the formula, the independent consultant pointed out a strong perception of unfairness in the so-called "density" factor and in the training and experience computations of some school districts. As a result, the Legislature enacted the following changes to the funding formula:

- Required that special education students be counted with regular students with "add-on" weights assigned depending upon the severity of the disability;

- Changed weights for special education ancillary services and included diagnosticians in ancillary services computations; and

- Repealed the so-called "density" factor and replaced it with an at-risk factor that is available to all school districts.

In addition, the equalization funding for a school district is based on previous year's enrollment rather than current year enrollment.

SEG payments to the District are as follows:

Table 13

Year	Unit Factor	Amount
2021-2022	4,863	$161,917,420
2022-2023	5,523	190,395,753
2023-2024	6,242	215,445,697
2024-2025	6,801	230,344,782
2025-2026	7,117	240,394,635

Source: New Mexico Public Education Department.

The District is also reimbursed by the State for the costs of transporting pupils to and from school. These payments are based upon a formula consisting of the number of students per square mile that are transported. In fiscal year 2025, the District received $7,133,615 for transportation purposes.

Statement of Revenues, Expenditures, and Changes in Fund Balances

The following is a history of the District's General Fund Statement of Revenues, Expenditures & Changes in Fund Balances. The General Fund includes Operational, Teacherage, Transportation and Instructional Materials. See the District's audited financial statements for the fiscal year ending June 30, 2025 attached hereto as APPENDIX B. The complete audit report for the fiscal year ending June 30, 2025 and the last four years can be downloaded from the State Auditor's website using the following link https://www.saonm.org/auditing/audit-report-search/.

Table 14

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GENERAL FUND [1]

Year Ending June 30	2021	2022	2023	2024	2025
Revenues:					
Local Sources:					
Property taxes	$738,095	$800,689	$884,305	$973,214	$1,040,691
Fees and charges	15,400	272,997	524,646	1,086,052	3,044,049
Interest	25,860	35,817	234,928	944,210	1,226,689
Private Grants	410,610	130,623	565,797	388,087	487,569
Miscellaneous	258,854	651,863	340,114	292,774	381,187
State Sources:					
State flow-through	153,739,418	163,967,162	190,395,754	224,215,854	218,571,639
Transportation	3,064,489	3,142,427	3,237,359	4,809,469	7,133,615
Federal Sources:	590,226	956,844	1,824,533	1,361,941	1,183,123
Total Revenues	**$158,842,952**	**$169,958,422**	**$198,007,436**	**$234,071,601**	**$233,068,562**
Expenditures:					
Instruction	$99,468,505	$102,279,335	$113,252,650	$132,517,114	$142,502,675
Support services	31,415,078	33,618,576	38,444,065	45,363,686	50,099,840
Central Services	8,665,696	10,053,959	11,084,952	12,337,607	13,166,733
Operation & Maintenance of Plant	17,934,815	18,322,719	21,128,783	26,148,547	23,969,227
Student Transportation	4,107,874	4,946,410	5,916,021	7,480,555	8,364,060
Food Services Operation	127,495	-	81,471	77,980	93,033
Capital Outlay	1,800,000	-	222,901	6,780,377	7,197,691
Other support Services	-	554,310	25,916	-	-
Total	**$163,519,463**	**$169,775,309**	**$190,156,759**	**$230,705,866**	**$245,393,259**
Excess revenues over expenditures	(4,676,511)	183,113	7,850,677	3,365,735	(12,324,697)
Fund Balance Beginning of Year	18,724,281	14,047,770	14,230,883	22,081,558	25,447,293
Transfers/Refunds/Adjustments	-	-	(2)	-	571,217
Fund Balance at End of Year	**$14,047,770**	**$14,230,883**	**$22,081,558**	**$25,447,293**	**$13,693,813**

1) General Fund includes Operational, Transportation and Instructional Materials.

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. A portion of the independent audit report for the year ended June 30, 2025 is attached as Appendix B.

Balance Sheet

The following is a history of the District's General Fund Balance Sheet. The General Fund includes Operational, Transportation and Instructional Materials. See the District's audited financial statements for the fiscal year ending June 30, 2025, attached hereto as APPENDIX B. The complete audit report for the fiscal year ending June 30, 2025 and the last four years can be downloaded from the State Auditor's website using the following link https://www.saonm.org/auditing/audit-report-search/.

Table 15

BALANCE SHEET - GENERAL FUND

Year Ending June 30	2021	2022	2023	2024	2025
ASSETS:					
Cash & Cash equivalants	$16,667,547	$17,025,269	$11,856,691	$13,174,152	$27,050,476
Investments	10,265,742	10,271,990	10,473,547	20,508,952	5,000,000
Receivables:					
Property Taxes	$62,426	$59,851	$54,650	$60,515	$24,223
Intergovernmental	-	-	294,309	6,726	341,644
Due from Other Funds	273,669	2,133,203	10,331,240	4,220,772	8,014,352
Inventory	183,116	90,337	58,978	-	-
Due from Fiduciary Funds	20,000	20,000	2,000	-	-
Total Assets	**$27,472,500**	**$29,600,650**	**$33,071,415**	**$37,971,117**	**$40,430,695**
LIABILITIES AND EQUITY:					
Accounts payable	$554,230	$1,492,120	$608,370	$2,206,913	$881,685
Accrued payroll	12,817,668	13,824,967	10,020,785	10,262,622	25,839,281
Due to other funds	-	-	309,375	-	-
Due to special revenue funds	-	-	-	-	-
Total Liabilities	**$13,371,898**	**$15,317,087**	**$10,938,530**	**$12,469,535**	**$26,720,966**
Deferred inflows of resources	$52,832	$52,680	$51,327	$54,289	$15,916
Total deferred inflows of resources	$52,832	$52,680	$51,327	$54,289	$15,916
Fund balances:					
Nonspendable:					
Inventory	$183,116	$110,337	$58,978	-	-
Restricted for:					
Instructional Materials	-	-	-	-	-
Emergency reserves	-	-	-	-	-
Committed for:					
Emergency reservces	-	-	-	-	-
Subsequent year's expenditures	13,854,607	12,010,637	17,004,368	-	3,156,120
Unassigned	10,047	2,109,909	5,018,212	25,447,293	10,537,693
Total Fund blances	**$14,047,770**	**$14,230,883**	**$22,081,558**	**$25,447,293**	**$13,693,813**
Total Liabilities and deferred inflows of resources and fund balances	**$27,472,500**	**$29,600,650**	**$33,071,415**	**$37,971,117**	**$40,430,695**

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete.
A portion of the independent audit report for year ended June 30, 2025 is attached as Appendix B.

Title I Special Revenue Funds

The Title I Special Revenue Fund program is used to provide a 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 identifies a campus; educational need determines the students to be served. These funds are allocated to the District through the PED. Funding authority is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

Debt Service

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

Bond Building Capital Projects

The Bond Building Capital Projects Fund is used to account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

Agency Funds

The Agency 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.

District Budget Process

Each year, the school district budget process begins with the educational appropriations passed by the Legislature and signed into law by the Governor. The actual budget process follows specific steps set forth in the Public School Finance Act:

- Before April 15 of each year, the District must submit an estimated budget for the next school year to the PED. If the District fails to submit a budget, the PED must prepare a District budget for the ensuing year.
- Before June 20 of each year, the Board must hold a public hearing to fix the estimated budget for the next school year.
- On or before July 1 of each year, the PED must approve and certify an approved operating budget for use by the Board.

No school board, officer or employee of a school district may make an expenditure or incur any obligation for the expenditure of public funds unless that expenditure is made in accordance with an operating budget approved by the PED. This requirement, however, does not prohibit the transfer of funds between line items within a series of a budget. Final budgets may not be altered or amended after approval by the PED except upon the District's request to the PED. Instances in which such requests will be approved include a change within the budget that 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 PED 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, and Debt Service Fund with appropriations lapsing at year-end. Total expenditures of any function category may not exceed categorical appropriations.

To conform to the PED's requirements, budgets for all funds of the District are adopted on the cash basis of accounting except for state instructional material credit. State instructional material funds provide for free textbooks from the PED.

As a result, budgets are not prepared in conformity with generally accepted accounting principles (GAAP), and budgetary comparisons are presented on the (Non-GAAP) basis of accounting.

Retirement Plan

Plan description. ERB was created by the state's Educational Retirement Act, Section 22-11-1 through 22-11-52, NMSA 1978, as amended, to administer the New Mexico Educational Employees' Retirement Plan (Plan). The Plan is a cost-sharing, multiple employer 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 agencies providing educational programs. The Plan is a pension trust fund of the State of New Mexico. The New Mexico legislature has the authority to set or amend contribution rates. ERB issues a publicly available financial report and a comprehensive annual financial report that can be obtained at www.nmerb.org.

Benefits provided. A member's retirement benefit is determined by a formula which includes three component parts: the member's final average salary (FAS), the number of years of service credit, and 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 of 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. Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010. The eligibility for a member who either becomes a new member on or after July 1, 2010, or at any time prior to that date refunded all member contributions and then became, or becomes, reemployed after that date 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.

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.

Retired members and surviving beneficiaries receiving benefits receive an automatic cost of living adjustment (COLA) to their benefit each July 1, beginning in the year the member attains or would have attained age 65 or on July 1 of the year following the member's retirement date, whichever is later. Prior to June 30, 2013 the COLA adjustment was equal to one-half the change in the Consumer Price Index (CPI), except that the COLA shall not exceed 4% nor be less than 2%, unless the change in CPI is less than 2%, in which case, the Cola would equal the change in the CPI, but never less than zero. As of July 1, 2013, for current and future retirees, the COLA was immediately reduced until the plan is 100% funded. The COLA reduction was 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% COLA reduction; their average COLA will be 1.8%. All other retirees will have a 20% COLA reduction; their average COLA will be 1.6%. 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% COLA reduction; their average COLA will be 1.9%. All other retirees will have a 10% COLA reduction; their average will be 1.8%. 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.

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. A member with five or more years of earned

service credit on deferred status may retire on disability retirement when eligible under the Rule of 75 or when the member attains age 65.

Contributions. Senate Bill 36 was signed into law on March 1, 2022 and will increase ERB's employer contributions set by Senate Bill 42 (16.15% beginning July 1, 2022) to 17.15% beginning July 1, 2022 and increase to 18.15% for the year beginning July 1, 2023. The District's contributions to ERB for the fiscal year ending June 30, 2025 was $27,757,670, which equal the amount of the required contributions.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2025, the District reported a liability of $303,702,577 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and regional education cooperatives, actuarially determined. At June 30, 2025 (pension measurement date), the District's proportion was 3.4559% percent compared to 3.4053% measured as of June 30, 2024.

For the year ended June 30, 2025, the District recognized pension expense of $27,757,670.

Recent Legislative Changes

Recent legislative changes enacted during the 2012, 2013, 2019, 2020 and 2022 legislative sessions also amended various provisions of the ERA. Senate Bill 36 and House Bill 73 described below are the most recent legislative action amending the ERA.

House Bill 360 ("HB 360"), adopted in the 2019 legislative session, amended the ERA to increase employer contributions to the educational retirement fund; increase the salary level employees would be required to reach before paying a higher contribution rate; increase the age or years of service requirements for new members to be eligible for retirement and reduce retirement benefits for new employees who work for less than 30 years; make changes to the return-to-work program; require most retirees from the Public Employees Retirement Association (PERA) to make contributions to the educational retirement fund if they become employed by an ERA-covered employer; change the salary calculation for determining retirement benefits for employees that receive a salary increase of more than 30 percent, and require substitute teachers to become members of the Educational Retirement Board (ERB) if they are employed at least one quarter time (0.25 FTE).increase employer contributions .

HB 360 also amended the ERA to provide for employer contributions of 14.15 percent of annual salary, rather than 14.4 percent of annual salary, eliminate contribution increases in FY21 and FY22, require that a retired employee working 0.25 FTE or less make nonrefundable contributions to the educational retirement fund, and delayed the date for which substitute teachers with a FTE of more than 0.25 FTE would be required to become a member of the Educational Retirement Board (ERB) to July 1, 2020. House Bill 2, also approved by the legislature in 2019, included an increases to the state equalization guarantee for FY 2020 to increase employer contributions to ERB to offset the impact of HB 360.

Senate Bill 36, adopted during the 2022 legislative session, amended the ERA to provide for employer contributions of 17.15 percent of annual salary for FY 23 and 18.15 percent for FY24. Senate Bill 133, also adopted during the 2025 legislative session, adds a new section to the ERA to allow a retired ERB member to return to work with an ERB-affiliated employer without suspending their pension benefit. The returning employee could work for up to 60 consecutive or nonconsecutive months so long as the returning employee has not worked for an ERB-affiliated employer for 90 days prior to re-employment.

Pension Plan Statistics

Following is a five-year history of employer and employee contributions statewide, and average asset balance of the fund:

Table 16

Fiscal Year Ending June 30	Employer Contributions	Employee Contributions	Net Assets Held in Trust
2021	$452,872,287	$330,066,887	$16,361,524,358
2022	511,943,988	347,917,165	15,550,701,708
2023	662,750,272	394,165,107	16,261,793,470
2024	770,384,190	435,808,030	17,498,210,024
2025	802,437,237	453,872,084	18,960,350,984

Source: New Mexico Educational Retirement Board, Financial Report.

Post-Employment Benefits

The Retiree Health Care Act created the Retiree Healthcare Fund ("Fund"), administered by the New Mexico Retiree Health Care Authority ("NMRHCA"), for the purpose of providing eligible retirees, their spouses and dependents, and surviving spouses and dependents with healthcare insurance. Payments are made to the Fund on a pay-as-you-go basis by eligible employers and eligible retirees.

Each participating employer, including the District, makes contributions to the Fund in the amount of 2.00% of each participating employee's annual salary for fiscal year ending June 30, 2013, and subsequent periods. Similarly, contributions for participating employees who are not members of the enhanced retirement plan will be 1.0% for fiscal year ending June 30, 2013, and subsequent periods. Contributions for participating employees who are members of the enhanced retirement plan will be 1.25% for fiscal year ending June 30, 2013, and subsequent periods. The NMRHCA issues a separate, publicly available audited financial report, and it may be requested by writing to the NMRHCA, 4308 Carlisle NE, Albuquerque, NM 87107.

The District's contribution to the RHCA for the years ended June 30, 2025, 2024, and 2023 were $3,052,297, $2,904,090, and $2,627,214, respectively, which equal the required contributions for each year.

Based on the Governmental Accounting Standards Board ("GASB") Statement 43 valuation for the fiscal year ended June 30, 2006, and assuming that the Fund is an equivalent arrangement to an irrevocable trust and then using a discount rate of 5.0%, the unfunded actuarial accrued liability ("UAAL") has been calculated to be approximately $4.1 billion. As required by GASB Statement 43, this calculation takes into consideration only current assets of the Fund. The Legislative Council, the Legislative Finance Committee, the Governor and the NMRHCA, as required by statute, established a working group that, among other things, examined the options to improve the actuarial soundness of the Fund and reported its findings to the Governor, the New Mexico Legislative Council, the Legislative Finance Committee and the NMRHCA.

Recent actions by the NMRHCA improved its financial outlook. As recently as January 2008, the Fund was projected to be insolvent by June 2014. The NMRHCA recently increased premiums paid by retirees in response to recommendations from the Legislature in 2008. These actions increased the projected solvency period to approximately June 2020. The NMRHCA also established as policy that premium increases going forward should track medical trend increases. In the past, premium increases were substantially lower than medical inflation, which was a leading contributor to declining solvency. Under current law, the District is not responsible for any future deficiencies in the Fund.

TAX MATTERS

Federal Income Tax Opinion

In the opinion of Modrall, Sperling, Roehl, Harris & Sisk, P.A., Bond Counsel, to be delivered at the time of original issuance of the Bonds, under existing laws, regulations rulings and judicial decisions, and assuming compliance with covenants described herein, interest on the Bonds (a) is excludable from the gross income of the recipients thereof for federal income tax purposes, under Section 103 of the Internal Revenue Code of 1986 (the "Code"), as amended, and (b) is not a specific item of tax preference for purposes of the federal alternative minimum tax under the Code; however, interest on the Bonds is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code.

The Internal Revenue Code of 1986, as amended (the "Code"), imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal tax purposes of interest on obligations, such as the Bonds. The District has made various representations and warranties with respect to, and has covenanted in the Bond Resolution and other documents, instruments and certificates to comply with certain guidelines designed to assure that interest on the Bonds will not become includible in gross income. Failure to comply with these covenants or the inaccuracy of these representations and warranties may result in interest on the Bonds being included in gross income from the date of the issue of the Bonds. The opinion of Bond Counsel assumes compliance with the covenants and the accuracy of such representations and warranties.

Although Bond Counsel will render an opinion that interest on the Bonds are excludable from gross income for federal income tax purposes, the accrual or receipt of interest on the Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. Bond Counsel expresses no opinion regarding any such consequences. Before purchasing any of the Bonds, potential purchasers should consult their tax advisors as to the tax consequences of purchasing or owning the Bonds.

The opinions to be rendered by Bond Counsel will be based upon existing legislation as of the date of issuance and delivery of the Bonds, and Bond Counsel will express no opinion as of any date subsequent thereto or with respect to any pending legislation. From time to time, there are legislative proposals in Congress that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Each purchaser of the Bonds should consult his or her own tax advisor regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

New Mexico Income Tax Opinion

On the date of initial delivery of the Bonds, Bond Counsel will render its opinion concerning the Bonds that, based on existing laws of the State of New Mexico as enacted and construed, the Bonds and income from the Bonds are exempt from all taxation by the State of New Mexico or any political subdivision thereof. Bond Counsel expresses no opinion as to any other federal, state or local tax consequences, except as described herein.

Original Issue Discount

Certain maturities of the Bonds were offered at a discount ("original issue discount") equal generally to the difference between public offering price and principal amount. For federal income tax purposes, original issue discount on a bond accrues periodically over the term of the bond as interest with the same tax exemption and alternative minimum tax status as regular interest. The accrual of original issue discount increases the holder's tax basis in the bond for determining taxable gain or loss from sale or from redemption prior to maturity. Holders of Bonds offered at an original issue discount should consult their tax advisors for an explanation of the accrual rules.

Original Issue Premium

Certain maturities of the Bonds were offered at a premium ("original issue premium") over their principal amount. For federal income tax purposes, original issue premium is amortizable periodically over the term of a bond through reductions in the holders' tax basis in the bond for determining taxable gain or loss from sale or from redemption prior

to maturity. Amortizable premium is accounted for as reducing the tax-exempt interest on the bond rather than creating a deductible expense or loss. Holders of the Bonds offered at an original issue premium should consult their tax advisors for an explanation of the amortization rules.

Internal Revenue Service Audit Program

The Internal Revenue Service (the "Service") has an ongoing program auditing tax-exempt obligations to determine whether, in view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. No assurances can be given as to whether the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures, the Service will treat the District as the taxpayer and the Bond owners may have no right to participate in such procedure. None of the initial purchasers of the Bonds, the Municipal Advisor or Bond Counsel is obligated to defend the tax-exempt status of the Bonds. The District has covenanted in the Bond Resolution not to take action that would cause the interest on the Bonds to lose their exclusion from gross income except to the extent described above for the owners thereof for federal income tax purposes. None of the District, the Municipal Advisor or Bond Counsel is responsible to pay or reimburse the costs of a Bond owner with respect to any audit or litigation relating to the Bonds.

Future and Proposed Legislation

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the Federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under Federal or state law and could affect the market price or marketability of the Bonds. Any such proposal could limit the value of certain deductions and exclusions, including the exclusion for tax-exempt interest. The likelihood of any such proposal being enacted cannot be predicted. Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

CONTINUING DISCLOSURE UNDERTAKING

The District will enter into an undertaking (the "Undertaking"), in the form attached as APPENDIX D hereto, for the benefit of the holders of the Bonds to provide (i) certain financial information by no later than March 31st of each year, beginning March 31, 2027 until the Bonds are no longer outstanding, and (ii) operating data, and to provide notice of certain events, pursuant to the requirements of section (b)(5)(i) of Rule 15c2-12 of the United States Securities and Exchange Commission ("Rule 15c2-12" or the "Rule"). A failure by the District to provide any information required thereunder shall not constitute an Event of Default under the Bond Resolution.

Annual Reports

The District will provide annually certain updated financial information and operating data to the Securities Rulemaking Board ("MSRB") using its Electronic Municipal Market Access System ("EMMA") in conformity with Rule 15c2-12. The information to be updated includes all quantitative financial information and operating data with respect to the District of the general type included in this Official Statement under the headings "DEBT AND OTHER FINANCIAL OBLIGATIONS," "TAX BASE," "TAX RATES," "TAX COLLECTIONS," "THE DISTRICT-Enrollment," and "FINANCES OF THE EDUCATIONAL PROGRAM - State Equalization Guarantee Program; Statement of Revenues, Expenditures and Changes in Fund Balances; and Balance Sheet" (Tables 2 – 15) and audited financial statements of the District. The District will update and provide this information no later than March 31 of each year, commencing in 2027, for the fiscal year ending on the preceding June 30.

The District may provide updated information in full text or may incorporate by reference certain other publicly available documents, as permitted by Rule 15c2-12. The updated information will include audited financial statements, if the District commissions an audit and it is completed by the required time. If audited financial statements are not available by the required time, the District will provide unaudited financial statements by the required time and will provide audited financial statements when and if the audit report becomes available. Any such financial statements will be prepared in accordance with accounting principles as in the District's annual financial statements attached hereto or such other accounting principles as the District may be required to employ from time to time pursuant to state law or regulation.

The District's current fiscal year end is June 30. Accordingly, it must provide updated information by March 31 in each year, unless the District changes its fiscal year. If the District changes its fiscal year, it will notify the MSRB of the change.

Event Notices

The District shall notify the MSRB, in an electronic format as prescribed by the MSRB, in a timely manner not in excess of ten business days after the occurrence of any of the following events with respect to the Bonds: 1) principal and interest payment delinquency; 2) non-payment related default, if material; 3) unscheduled draw on debt service reserves reflecting financial difficulties; 4) unscheduled draw on credit enhancements reflecting financial difficulties; 5) substitution of credit or liquidity provider, or their failure to perform; 6) adverse tax opinion, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notice or determination with respect to the tax status of the security, or other material events affecting the tax-exempt status of the security; 7) modifications to rights of security holders, if material; 8) bond calls, if material, or tender offers; 9) defeasances; 10) release, substitution or sale of property securing repayment of the securities, if material; 11) rating changes; 12) bankruptcy, insolvency, receivership or similar event with respect to the District or an obligated person; 13) the consummation of a merger, consolidation or acquisition and sale of all or substantially all assets; 14) appointment of a successor or additional trustee, or the change of name of a trustee, if material; 15) Incurrence of a financial obligation* of the District or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation* of the District, any of which affect security holders, if material; and 16) a default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation* of the District, any of which reflect financial difficulties.

In addition, the District will provide timely notice of any failure by the District to provide information, data, or financial statements in accordance with its agreement described above under "Annual Reports."

* The term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final Official Statement has been provided to the MSRB consistent with Rule 15c2-12.

Availability of Information from the MSRB

The District has agreed to provide the foregoing information only to the MSRB. All documents provided by the District to the MSRB described under "Annual Reports" and "Event Notices" will be in an electronic format and accompanied by identifying information as prescribed by the MSRB.

The address of the MSRB is 1300 I Street NW #1000, Washington, D.C. 20005, phone (202) 838-1500, fax (202) 898-1500.

Limitations and Amendments

The District has agreed to update information and to provide notices of certain events only as described above. The District has not agreed to provide other information that may be relevant or material to a complete presentation of its financial results of operations, condition or prospects or agreed to update any information that is provided, except as described above. The District makes no representation or warranty concerning such information or concerning its usefulness to a decision to invest in or sell bonds at any future date. The District disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders of Bonds may seek a writ of mandamus to compel the District to comply with its agreement.

The continuing disclosure agreement may be amended by the District from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law or a change in the identity, nature, status or type of operations of the District, but only if (1) the provisions, as so amended, would have permitted an underwriter to purchase or sell bonds in the primary offering of the Bonds in compliance with the Rule, taking into account any amendments or interpretations of the Rule since such offering as well as such changed circumstances and (2) either (a) the Holders of a majority in aggregate principal amount (or any greater amount required by any other provision of the

Bond Resolution that authorizes such an amendment) of the outstanding Bonds consent to such amendment or (b) a person that is unaffiliated with the District (such as nationally recognized bond counsel) determined that such amendment will not materially impair the interest of the Holders and beneficial owners of the Bonds. The District may also amend or repeal the provisions of this continuing disclosure agreement if the United States Securities and Exchange Commission amends or repeals the applicable provision of the Rule or a court of final jurisdiction enters judgment that such provisions of the Rule are invalid, but only if and to the extent that the provisions of this sentence would not prevent an underwriter from lawfully purchasing or selling bonds in the primary offering of the Bonds.

Compliance with Prior Undertakings

The District has previously entered into continuing disclosure undertakings (each a "Prior Undertaking" and collectively, the "Prior Undertakings") with respect to certain other obligations of the District in accordance with Rule 15c2-12. On April 9, 2017, Moody's Investors Service downgraded the District's general obligation bond rating to 'A2' from 'A1'. The downgrade was not disclosed within 10 business days of the occurrence and subsequently posted to EMMA on April 25, 2017. This oversight was discovered February 20, 2023, and consequently not disclosed in prior official statements. With the exception of the aforementioned, during the last five years, the District has complied in all material respects with those Prior Undertakings. The District has implemented procedures to ensure that the continuing disclosure requirements are met on a timely basis and is in material compliance with such requirements.

LEGAL MATTERS

The Bonds are subject to the written approval of the New Mexico Attorney General as to form and legality. In addition, the opinion of Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico, Bond Counsel, approving the legality of the Bonds and relating to the tax-exempt status of the Bonds will be furnished to the successful bidder at no cost to the successful bidder. A form of the opinion of Bond Counsel is attached hereto as Appendix E.

In connection with the transactions described in this Official Statement, Bond Counsel has represented the District. The fee to be paid to Bond Counsel is contingent upon the sale and delivery of the Bonds. Bond Counsel was not requested and did not take part in the preparation of the Official Statement, nor has Bond Counsel undertaken to verify any of the information contained herein. Bond Counsel has no responsibility for the accuracy or completeness of any information furnished in connection with the offer or sale of the Bonds in the Official Statement or otherwise.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinion as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon or of the future performance of the parties to the transaction, nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

LITIGATION

In the opinion of various officials of the District, except as disclosed in this Official Statement, there is no litigation or other proceeding pending against or, to their knowledge, threatened against the District in any court, agency, or administrative body contesting the validity of the Bonds or the use of Bond proceeds, the corporate existence of the District or the titles of its officers or contesting or affecting the District's ability to receive taxes that could be used for Bond payments.

At the time of the original delivery of the Bonds, the District will deliver a no-litigation certificate to the effect that no litigation or administrative action or proceedings are pending or, to the knowledge of the appropriate officials, threatened, restraining or enjoining, or seeking to restrain or enjoin, the issuance and delivery of the Bonds, the effectiveness of the Resolution, the levying or collecting of taxes to pay the principal of and interest on the Bonds, except as described below, or contesting or questioning the proceedings and authority under which the Bonds have been authorized and are to be issued, sold, executed, or delivered, or the validity of the Bonds.

RATINGS

Kroll Bond Rating Agency, LLC ("Kroll"), has assigned a rating of "AA-" and Moody's Investors Service, Inc. ("Moody's") has assigned a rating of "A2" without regard to any enhancement program. Moody's also assigned an enhanced rating

of “Aa2” on the Bonds based on the New Mexico School District Enhancement Program. See “NEW MEXICO SCHOOL DISTRICT ENHANCEMENT PROGRAM”. Such ratings reflect only the views Moody’s, and an explanation of the significance of the ratings may be obtained only from Moody’s. There is no assurance that the ratings will continue for any given period of time or that the ratings will not be revised downward, upward or withdrawn entirely by the rating agency, if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of any such rating may have an effect on the market price or marketability of the Bonds.

THE MUNICIPAL ADVISOR

RBC Capital Markets, LLC is employed as Municipal Advisor to the District in connection with the issuance of the Bonds. The Municipal Advisor’s fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. The municipal advisor is not obligated to undertake, and has not undertaken to make, an independent verification of to assume responsibility for the accuracy, completeness, or fairness of the information in this Official Statement.

LEGAL MATTERS RELATING TO STATE EDUCATION SYSTEM

There have been various legal challenges to the State’s funding process for primary and secondary public education. In 2014, two plaintiff groups filed lawsuits, each of which challenged the sufficiency of school funding and the school funding formula as applied to the needs of at-risk students. The lawsuits were consolidated (Martinez, et al. v. the State of New Mexico consolidated with Yazzie, et al. v. the State of New Mexico, No. D-101-CV-2014-00793) and proceeded to a bench trial in 2017. On February 14, 2019, the Court entered a Final Judgment and Order that the State violated the Education Clause, the Equal Protection Clause, and the Due Process Clause of the New Mexico Constitution. The Court required the State to ensure schools have resources, including funding and accountability measures, to give at-risk students an opportunity to obtain a sufficient education. In response, during the 2019 Regular Session, the Legislature increased public school funding by approximately $400 million. In October of 2019, the Plaintiffs filed motions claiming that the State had not complied with the order. In March of 2020, the State filed a motion to dismiss the lawsuit. In June 2020, the court denied the State’s motion, maintained oversight of reforms and approved a motion for discovery by the plaintiffs. In September 2024, the Plaintiffs filed a joint motion of noncompliance and requested a comprehensive remedial action plan by the Legislative Education Study Committee staff. In April 2025, the court ruled that PED and the State are still not in compliance and granted the Plaintiff’s motion, in part. The order assigned PED responsibility for the development of a comprehensive remedial action plan due to the court by November 3, 2025. PED filed a final Comprehensive Remedial Plan in November of 2025 as required. The Plaintiffs filed Objections and Opposition to the Comprehensive Remedial Plan and a Motion for additional relief in February 2026. A hearing on Plaintiffs Joint Motion for Further Relief is currently set for September 2026.

In a lawsuit filed in the New Mexico Eleventh Judicial District Court in 1998, (Zuni Public School District, et al., v. the State of New Mexico, et al., No. D-1113-CV-9800014), two school districts sought a declaratory judgment that the State’s method of funding of capital improvements for public schools violated the State Constitutional requirement to provide a “uniform” and “adequate” system of funding capital improvements. On December 29, 2020, the trial court filed a Decision and Order ruling in favor of the Plaintiffs. On June 18, 2021, the State appealed, and on August 7, 2023, the New Mexico Court of Appeals certified the case to the New Mexico Supreme Court. By Dispositional Order of Remand filed December 2, 2024, the New Mexico Supreme Court remanded to the district court for further proceedings regarding the litigation. The case was dismissed on February 17, 2026, for lack of prosecution; Plaintiff’s Motion to Reinstate the case is pending.

While the various court cases related to educational funding proceed through the appeals, post-trial procedures, and remedial legislative measures, the outcomes of such litigation and associated legislative changes may impact the State's education funding and, consequently, the District; however, the extent of the impact to the District cannot be assessed at this time.

DISCLOSURE CERTIFICATE

The final certificates included in the transcript of legal proceedings will include the following: At closing, the Superintendent or the Executive Director of Finance will sign a certificate stating, after reasonable investigation, that to the best of his knowledge (a) no action, suit, proceeding, inquiry, or investigation, at law or in equity, before or by any court, public board, or body, is pending, or, to the best of her knowledge, threatened in any way contesting the completeness or accuracy of the Official Statement, (b) the Official Statement, as it pertains to the District and the Bonds, does not contain any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in the light of the circumstances under which they were made, not misleading, and (c) no event affecting the District has occurred since the date of the Official Statement, which should be disclosed therein for the purpose for which it is to be used or which it is necessary to disclose therein in order to make the statements and information therein not misleading in any respect; provided, however, that the District does not make any representation concerning the pricing information contained in the Official Statement.

ADDITIONAL MATTERS

All summaries of the Bond Resolution, statutes, resolutions, opinions, contracts, agreements, financial and statistical data and other related reports described in this Official Statement are subject to the actual provisions of such documents. The summaries do not purport to be complete statements of such provisions and reference is made to such documents, copies of which are either publicly available or available for inspection during normal business hours at the offices of the District located at the School Administration Office, or at the offices of RBC Capital Markets, LLC, 6301 Uptown Boulevard NE, Suite 110, Albuquerque, New Mexico 87110.

FORWARD LOOKING STATEMENTS

The statements contained in this Official Statement, and in any other information provided by the District, that are not purely historical, are forward-looking statements, including statements regarding the District's expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward looking statements included in this Official Statement are based on information available to the District on the date hereof, and the District assumes no obligation to update any such forward-looking statements. It is important to note that the District's actual results could differ materially from those in such forward-looking statements.

The forward-looking statements herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal and regulatory circumstances and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business decisions, all of which are difficult or impossible to predict accurately and many of which are beyond the control of the District. Any of such assumptions could be inaccurate and, therefore, there can be no assurance that the forward-looking statements included in this Official Statement would prove to be accurate.

A LAST WORD

Anything in this Official Statement involving matters of opinion or estimates – whether labeled as such or not – are just that. They are not representations of fact. They might not prove true. Neither this Official Statement nor any other written or oral information is to be construed as a contract with the registered owners of the Bonds.

The preparation of this Official Statement and its distribution have been authorized by the Board of Education of the District as of the date of the cover page hereof.

The District has duly authorized the execution and delivery of this Official Statement.

/s/ Amanda Galbraith
President, Board of Education

/s/ Rebecca Murray
Secretary, Board of Education

APPENDIX A

ECONOMIC AND DEMOGRAPHIC INFORMATION RELATING TO THE DISTRICT

THE ECONOMY

The Rio Rancho Public School District No. 94 includes almost all of the City of Rio Rancho (the “City”) and part of the unincorporated area of Sandoval County. The District is geographically situated in the center of the State of New Mexico (the “State”), adjacent to the City of Albuquerque. The area within the District is part of the Albuquerque Metropolitan Statistical Area ("MSA"). The Albuquerque MSA was redefined as of January 1993 to include the counties of Bernalillo, Sandoval and Valencia. The Albuquerque MSA represents the largest commercial and industrial center in the state of New Mexico. The area is economically dynamic as evidenced by strong population growth, continued residential and non-residential construction, and unemployment rates typically lower than both the State and the nation.

The City of Rio Rancho has experienced enormous growth in the past thirty years. The City started as a private development by AMREP Southwest, Inc., and many of the early residents migrated from eastern and north-central United States. Today, many of the homes in Rio Rancho are sold to buyers moving from Albuquerque and from rural New Mexico.

The City's economy and surrounding area have been based primarily on the Intel manufacturing plant, government and related activities, retail trade, tourism, arts and entertainment, and recreation. In 2011 and 2012, Presbyterian Rust Medical Center and University of New Mexico Sandoval Regional Medical Center hospitals opened in the City, adding approximately 960 new jobs and over $61,000,000 in annual payroll. These hospitals have attracted additional medical offices in the surrounding areas, most notably along the Unser corridor in the Petroglyphs Medical Plaza and Unser Pavilion sites. Additionally, Rust Medical Center has built an additional tower to allow for another 120 beds and more office space.

The City has been able to attract industry to provide employment for its residential growth. Intel Corporation is one of the largest employers with approximately 2,100 employees. Intel has upgraded or completely overhauled its Rio Rancho site five times since the 1980s, most recently in 2009 to go from 45-nanometer transistors on chips to 32 nanometers. Lectrosonics, a manufacturer of wireless microphone systems and audio processing products for the film, broadcast media, and theatre industries, operates its world headquarters in Rio Rancho and employs over 150 people. Overall, industrial development in Rio Rancho has helped the community grow and has diversified the greater Albuquerque area economy.

Since 2013, developers have added approximately 227,000 square feet of retail and medical office space along Unser Boulevard, one of three main roads leading into Rio Rancho from Albuquerque.

Because of its accessibility and tourist facilities, the greater Albuquerque area is the gateway for tourism in New Mexico as well as an attraction in its own right. Attractions include the historic "Old Town" of Albuquerque, the Sandia Peak ski area, the Sandia Tramway, a number of nationally recognized museums and the Sandia National Forest. Other attractions include the Albuquerque International Balloon Fiesta and the New Mexico State Fair. There are also several Indian pueblos within easy driving distance which draw many tourists because of their historical significance, cultural beauty and Indian arts.

Population

Based on information gained from the Bureau of Business & Economic Research, the following table shows the historical population data for the City of Rio Rancho, the Albuquerque Metropolitan Statistical Area, and the State.

Table 17

Census Year	City of Rio Rancho	Albuquerque MSA	State of New Mexico
1970	-	373,812	1,017,055
1980	9,985	515,776	1,303,143
1990	32,505	589,131	1,515,069
2000	51,765	729,648	1,826,280
2010	85,642	887,077	2,059,174
2020	104,046	916,528	2,117,522
2026(1)	114,813	923,343	2,130,660
2031(2)	121,172	930,575	2,138,427
Projected Growth 2026-2031 (2)	***5.54%***	***0.78%***	***0.36%***

1) Estimates. Source: Spotlight, July 2026.

2) Projected. Source: Spotlight, July 2026.

The following table sets forth the 2026 estimate of comparative age distribution profile for the City of Rio Rancho, the State and the United States.

Table 18

Age Group	City of Rio Rancho	New Mexico	United States
0 - 24	30.40%	30.30%	31.49%
25 - 34	11.70%	12.80%	13.53%
35 - 44	14.50%	13.00%	12.73%
45 - 54	13.00%	11.04%	12.33%
55 and Older	30.40%	32.86%	29.92%

Source: Spotlight, July 2026.

Effective Buying Income

Table 19

Effective Buying Income Group	Albuquerque MSA	New Mexico	United States
Under $25,000	15.53%	18.40%	13.19%
$25,000 - $34,999	7.55%	7.91%	6.13%
$35,000 - $49,999	10.71%	11.07%	9.63%
$50,000 - $74,999	16.48%	16.25%	14.77%
$75,000 & Over	49.73%	46.37%	56.28%
2022 Est. Median Household Income	$62,501	$55,028	$72,191
2023 Est. Median Household Income	64,973	57,526	73,336
2024 Est. Median Household Income	66,495	60,814	75,781
2025 Est. Median Household Income	69,931	63,588	78,426
2026 Est. Median Household Income	74,263	68,927	86,286

Source: Spotlight, July 2026.

Employment

The following table provides a ten-year history of labor force and unemployment rates for the Albuquerque MSA, the State and the United States.

Table 20

Year [1]	Albuquerque MSA		State of New Mexico		United States
	Labor Force	% Unemployed	Labor Force	% Unemployed	% Unemployed
2026[2]	450,794	4.90%	969,233	5.10%	4.20%
2025	460,661	3.90%	987,819	4.20%	4.20%
2024	464,045	3.90%	983,093	4.10%	4.11%
2023	435,449	3.50%	965,244	3.80%	3.70%
2022	441,364	3.70%	947,025	4.00%	3.70%
2021	410,618	6.30%	943,356	6.80%	5.40%
2020	421,656	8.90%	927,685	9.00%	8.90%
2019	436,747	4.60%	954,596	4.90%	3.70%
2018	433,450	4.90%	933,947	4.40%	3.70%
2017	425,588	5.70%	929,567	6.20%	4.40%

1) - Numbers are annual averages.

2) - Data for the month of June 2026. Numbers are Preliminary.

Source: U.S. Bureau of Labor Statistics, July 2026.

Major Employers

The following table provides a list of major employers in Sandoval County.

Table 21

Employer	Business	# of Employees
Intel Corporation	Semiconductor Manufacturer	2,900
Rio Rancho Public Schools	School District	2,377
Presbyterian Rust Medical Ctr	Hospital/Medical Services	1,200
Walmart	Retail	800
City of Rio Rancho	Government	796
Sandoval Regional Medical Center - UNM	Hospital/Medical Services	677
Sandoval County	Government	539
HP	Professional Services	550
Santa Ana Pueblo	Tribal	500
Bank of America	Banking	300

Source: Sandoval Economic Alliance

Covered Wage and Salary Employment

New Mexico Workforce Solutions publishes quarterly reports of covered employment and wages classified according to the North American Industry Classification System (NAICS).

Table 22

Sandoval County	2021	2022	2023	2024	2025
Total Private	22,642	23,720	25,407	26,737	26,469
Accommodation and Food Services	3,253	3,745	4,080	4,320	4,040
Administrative and Waste Services	3,135	2,422	2,347	2,654	2,332
Agriculture, Forestry, Fishing & Hunting	76	81	86	78	83
Arts, Entertainment, and Recreation	229	297	338	308	324
Construction	1,550	2,093	2,589	2,671	2,420
Educational Services	231	298	358	373	408
Finance and Insurance	453	513	554	516	728
Health Care and Social Assistance	3,963	4,056	4,400	3,916	4,070
Information	125	160	149	169	176
Management of Companies and Enterprises	78	99	111	125	131
Manufacturing	3,162	3,328	3,608	4,528	4,385
Mining	106	109	109	121	139
Other Services, Ex. Public Admin	656	721	786	797	860
Professional and Technical Services	1,036	1,120	1,192	1,236	1,277
Real Estate and Rental and Leasing	426	434	427	436	387
Retail Trade	3,452	3,514	3,492	3,667	3,865
Transportation and Warehousing	250	278	305	329	341
Utilities	56	58	63	64	63
Wholesale Trade	405	394	413	429	440
Government	6,623	6,896	7,229	7,462	5,480
Total	**29,265**	**30,616**	**32,636**	**34,199**	**31,949**

Note: Figures shown here are annual averages of quarterly data.

Source: New Mexico Department of Workforce Solutions, Quarterly Census of Employment and Wages program.

APPENDIX B

AUDITED FINANCIAL STATEMENTS OF THE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2025

RIO RANCHO
PUBLIC SCHOOLS

STATE OF NEW MEXICO

RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94

BASIC FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2025

INDEPENDENT AUDITORS' REPORT

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
FOR THE YEAR ENDED JUNE 30, 2025
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STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
FOR THE YEAR ENDED JUNE 30, 2025
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STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
FOR THE YEAR ENDED JUNE 30, 2025

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STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
OFFICIAL ROSTER

BOARD OF EDUCATION

Amanda Galbraith	President
Jeffrey Morgan	Vice President
Jessica Tyler	Secretary
Gary Tripp	Member
Beth Miller	Member

SCHOOL OFFICIALS

Dr. V. Sue Cleveland	Superintendent
Vacant	Assoc. Superintendent
Mike Baker	Chief Operating Officer
David Vigil	Exec. Dir. Of Finance
Janna Chenault	Elementary School Improvement Officer
Renee Saucedo	Secondary School Improvement Officer

AUDIT COMMITTEE

Beth Miller	Chairperson
Gary Tripp	Vice-Chairperson
Dr. V. Sue Cleveland	Member
Seth Muller	Member
David Vigil	Member
Kelly Wainwright	Member

FINANCE COMMITTEE

Jessica Tyler	Chairperson
Amanda Galbraith	Board President
Jeffrey Morgan	Vice-Chairperson
Beth Miller	Member
Gary Tripp	Member

INDEPENDENT AUDITORS' REPORT

To the Board of Education and Audit Committee of
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Dr. V. Sue Cleveland, Superintendent
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Joseph M. Maestas, P.E., CFE
State Auditor of the State of New Mexico
Santa Fe, New Mexico

Opinion

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund of Rio Rancho Public School District No. 94 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Rio Rancho Public school District No. 94's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the general fund of the District, as of June 30, 2025, 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 Opinion

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 opinion.

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 Rio Rancho Public School District No. 94"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 opinion. 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 10 year schedules for Pension and OPEB on pages 93 - 96 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.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

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 combining and individual general fund financial statements, the combining and individual nonmajor fund financial statements, the statements of revenues, expenditures and changes in fund balance - budget for general fund, the schedule of expenditure of federal awards, and the supplementary information listed in the table of contents as required by 2.2.2 NMAC 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 general fund financial statements, the combining and individual nonmajor fund financial statements, the statements of revenues, expenditures and changes in fund balance - budget for general fund, the schedule of expenditure of federal awards, and the supplementary information listed in the table of contents as required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 08, 2025 on our consideration of Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94's internal control over financial reporting and compliance.

Beasley, Mitchell & Co. LLP

Beasley, Mitchell & Co., LLP
Las Cruces, New Mexico
December 08, 2025

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS AND DEFERRED OUTFLOWS			
Assets			
Cash and cash equivalents	$ 61,616,017	$ 256,050	$ 61,872,067
Investments	35,000,000	-	35,000,000
Receivables:			
Taxes	945,666	-	945,666
Intergovernmental	9,292,580	-	9,292,580
Other receivables	-	14,990	14,990
Inventory	648,719	-	648,719
Non-current assets			
Restricted cash	28,046,232	-	28,046,232
Non-depreciable capital assets	51,421,749	-	51,421,749
Depreciable capital assets, net	349,930,444	-	349,930,444
Right of use assets - leased property, net	889,935	-	889,935
Right of use assets - subscription-based IT arrangements, net	5,392,825	-	5,392,825
Total assets	543,184,167	271,040	543,455,207
Deferred outflows of resources:			
Deferred outflows related to pensions	58,757,301	-	58,757,301
Related to OPEB	18,221,323	-	18,221,323
Total deferred outflows of resources	76,978,624	-	76,978,624
Total assets and deferred outflows	$ 620,162,791	$ 271,040	$ 620,433,831

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Current liabilities			
Accounts payable	$ 3,824,332	$ 780	$ 3,825,112
Payroll Liabilities	27,172,307	7,547	27,179,854
Accrued Interest	1,584,068	-	1,584,068
Current portion of compensated absences	12,129,454	-	12,129,454
Current portion of lease obligations	422,730	-	422,730
Current portion of subscription obligations	2,892,527	-	2,892,527
Current portion of bonds payable	31,875,114	-	31,875,114
Noncurrent liabilities			
Compensated absences	289,708	-	289,708
Lease obligation	504,001	-	504,001
Subscription obligations	2,667,072	-	2,667,072
Bond payable	78,451,136	-	78,451,136
Net pension liability	303,702,577	-	303,702,577
OPEB liability	40,697,162	-	40,697,162
Total liabilities	506,212,188	8,327	506,220,515
Deferred inflows of resources			
Deferred inflows related to pensions	18,106,963	-	18,106,963
Related inflows related to OPEB (other post-employment benefits)	33,331,405	-	33,331,405
Total deferred inflows of resources	51,438,368	-	51,438,368
NET POSITION			
Net investment in capital assets	321,794,912	-	321,794,912
Restricted for			
General fund - inventories	118,243	-	118,243
Special revenue funds	7,984,130	-	7,984,130
Capital projects	32,908,307	-	32,908,307
Debt service	43,665,890	-	43,665,890
Unrestricted	(343,959,247)	262,713	(343,696,534)
Total net position	62,512,235	262,713	62,774,948
Total liabilities, deferred inflows, and net position	$ 620,162,791	$ 271,040	$ 620,433,831

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

		Program Revenues			Net (Expenses) Revenue and Changes Net Position		
FUNCTIONS/PROGRAMS	**Expenses**	**Charges for Service**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**
Expenses - Governmental Activities:							
Instruction	$ 143,462,579	$ 5,241,816	$ 15,246,719	$ 626,563	$ (122,347,481)	$ -	$ (122,347,481)
Support services - students	26,917,360	975,304	6,403,571	-	(19,538,485)	-	(19,538,485)
Support services - instruction	2,894,404	-	226,320	-	(2,668,084)	-	(2,668,084)
Support services - general admission	10,557,576	-	664,319	-	(9,893,257)	-	(9,893,257)
Support services - school administration	11,283,901	-	482,768	-	(10,801,133)	-	(10,801,133)
Central services	11,165,049	-	22,625	-	(11,142,424)	-	(11,142,424)
Operations & maintenance of plant.	23,370,447	-	358,299	3,412,872	(19,599,276)	-	(19,599,276)
Student transportation	8,333,932	-	8,030,835	-	(303,097)	-	(303,097)
Food Services	11,118,409	265,389	11,469,626	458,921	1,075,527	-	1,075,527
Interest paid	3,458,353	-	-	-	(3,458,353)	-	(3,458,353)
Total governmental activities	252,562,010	6,482,509	42,905,082	4,498,356	(198,676,063)	-	(198,676,063)
Business-type activities:							
Enchanted Mesa Daycare	437,124	410,511	-	-	-	(26,613)	(26,613)
Total business- type activities	437,124	410,511	-	-	-	(26,613)	(26,613)
Total governmental activities	$ 252,999,134	$ 6,893,020	$ 42,905,082	$ 4,498,356	(198,676,063)	(26,613)	(198,702,676)
General Revenues:							
Property taxes:							
General projects					1,040,691	-	1,040,691
Capital projects					6,525,911	-	6,525,911
Debt service					33,376,688	-	33,376,688
State equalization					218,571,639	-	218,571,639
Grants and contributions not restricted					710,323	-	710,323
Unrestricted investment earnings					4,237,975	-	4,237,975
Miscellaneous income					371,261	-	371,261
Total general revenues					264,834,488	-	264,834,488
Change in net position					66,158,425	(26,613)	66,131,812
Net position - beginning					7,406,693	289,326	7,696,019
Restatement (note 19 - GASB 101 implementation)					(11,052,883)	-	(11,052,883)
Net position - beginning as restated					(3,646,190)	289,326	(3,356,864)
Net position - ending					$ 62,512,235	$ 262,713	$ 62,774,948

See independent auditors' report and accompanying notes to financial statements.

GOVERNMENTAL FUNDS FINANCIAL STATEMENTS

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Bond Building 31100	Debt Service Fund 41000
ASSETS			
Cash and cash equivalents	$ 27,050,476	$ 19,912,892	$ -
Investments	5,000,000	11,059,647	15,576,912
Taxes receivable	24,223	-	139,892
Intergovernmental receivable	341,644	-	-
Due from other funds	8,014,352	-	-
Inventory	-	-	-
Restricted cash and cash equivalents	-	-	28,046,232
Total assets	$ 40,430,695	$ 30,972,539	$ 43,763,036
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Accounts payable	881,685	1,839,346	-
Payroll liabilities - held payments	25,839,281	-	-
Due to other funds	-	-	-
Total liabilities	26,720,966	1,839,346	-
Deferred inflows of resources			
Unavailable tax revenues:	15,916	-	97,146
Fund balances:			
Non-spendable:			
Inventories	-	-	-
Restricted for			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital projects	-	29,133,193	-
Debt service	-	-	43,665,890
Committed to:			
Subsequent year's expenditures	3,156,120	-	-
Unassigned	10,537,693	-	-
Total fund balances	13,693,813	29,133,193	43,665,890
Total liabilities, deferred inflows and fund balances	$ 40,430,695	$ 30,972,539	$ 43,763,036

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025

	Other Governmental Funds	Total Governmental Funds
ASSETS		
Cash and cash equivalents	$ 14,652,649	$ 61,616,017
Investments	3,363,441	35,000,000
Taxes receivable	781,551	945,666
Intergovernmental receivable	8,950,936	9,292,580
Due from other funds	-	8,014,352
Inventory	648,719	648,719
Restricted cash and cash equivalents	-	28,046,232
Total assets	$ 28,397,296	$ 143,563,566
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES		
Liabilities:		
Accounts payable	1,103,301	3,824,332
Payroll liabilities - held payments	1,333,026	27,172,307
Due to other funds	8,014,352	8,014,352
Total liabilities	10,450,679	39,010,991
Deferred inflows of resources		
Unavailable tax revenues:	542,159	655,221
Fund balances:		
Non-spendable:		
Inventories	118,243	118,243
Restricted for		
Food services	3,446,673	3,446,673
Extracurricular activities	2,132,503	2,132,503
Grantor restrictions	2,404,954	2,404,954
Capital projects	3,775,114	32,908,307
Debt service	-	43,665,890
Committed to:		
Subsequent year's expenditures	-	3,156,120
Unassigned	5,526,971	16,064,664
Total fund balances	17,404,458	103,897,354
Total liabilities, deferred inflows and fund balances	$ 28,397,296	$ 143,563,566

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

Amounts reported for government activities in the statement of net position are different because:	
Fund balances - total governmental funds	$ 103,897,354
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets and right of use assets	621,466,365
Accumulated depreciation	(220,114,172)
ROU assets	889,935
SBITA assets	5,392,825
Deferred outflow of resources are not financial resources, and therefore are not reported in the funds and included - Net pension liability	58,757,301
Deferred outflow of resources are not financial resources, and therefore are not reported in the funds and included - OPEB Liability	18,221,323
Long-term assets are not available to pay for current-period expenditures and therefore, are deferred in the funds - property tax	655,221
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds payable	(105,735,000)
Accrued interest payable	(1,584,068)
Accrued compensated absences	(12,419,162)
Lease obligations	(926,731)
Subscription obligations	(5,559,599)
Bond premiums	(4,591,250)
Net pension liability	(303,702,577)
Net OPEB liability	(40,697,162)
Deferred inflow of resources are not financial resources, and therefore are not reported in the funds and included - Net Pension Liability	(18,106,963)
Deferred inflow of resources are not financial resources, and therefore are not reported in the funds and included - OPEB Liability	(33,331,405)
Net position of governmental activities	$ 62,512,235

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Bond Building 31100	Debt service Fund 41000
REVENUES			
Property	$ 1,040,691	$ -	$ 34,260,278
Intergovernmental - federal grants	1,183,123	-	-
Intergovernmental - state grants	225,705,254	-	-
Contributions - private grants	487,569	-	-
Payments in lieu of taxes	-	-	-
Charges for services	3,044,049	-	-
Investment and interest income	1,226,689	1,461,342	1,217,100
Miscellaneous	381,187	-	-
Total revenues	233,068,562	1,461,342	35,477,378
EXPENDITURES			
Current:			
Instruction	142,502,675	-	-
Support services			
Students	26,056,594	-	-
Instruction	2,390,492	-	-
General administration	8,006,885	-	339,960
School administration	13,645,869	-	-
Central services	13,166,733	-	3,486
Operation & maintenance of plant	23,969,227	2,353,572	-
Student transportation	8,364,060	-	-
Food services operations	93,033	-	-
Capital outlay	7,197,691	19,629,835	-
Debt service:			
Principal retirement	-	-	23,775,000
Bond interest paid	-	-	3,458,353
Total expenditures	245,393,259	21,983,407	27,576,799
Excess (deficiency) of revenues over expenditures	(12,324,697)	(20,522,065)	7,900,579
OTHER FINANCING SOURCES & USES			
Bond issuance and premium	-	20,151,000	232,750
Transfer in	654,981	14,529	-
Transfer out	(83,764)	(14,529)	-
Total other financing sources & uses	571,217	20,151,000	232,750
Net change in fund balance	(11,753,480)	(371,065)	8,133,329
Fund balance at beginning of year	25,447,293	29,504,258	35,532,561
Fund balance at end of year	$ 13,693,813	$ 29,133,193	$ 43,665,890

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Other Governmental Funds	Total Governmental Funds
REVENUES		
Property	$ 6,525,911	$ 41,826,880
Intergovernmental - federal grants	22,369,364	23,552,487
Intergovernmental - state grants	14,360,650	240,065,904
Contributions - private grants	222,754	710,323
Payments in lieu of taxes	375,142	375,142
Charges for services	4,673,522	7,717,571
Investment and interest income	332,844	4,237,975
Miscellaneous	736,554	1,117,741
Total revenues	49,596,741	319,604,023
EXPENDITURES		
Current:		
Instruction	15,193,416	157,696,091
Support services		
Students	4,201,364	30,257,958
Instruction	350,097	2,740,589
General administration	2,037,166	10,384,011
School administration	125,860	13,771,729
Central services	1,408	13,171,627
Operation & maintenance of plant	5,675,364	31,998,163
Student transportation	449,508	8,813,568
Food services operations	11,023,528	11,116,561
Capital outlay	8,956,170	35,783,696
Debt service:		
Principal retirement	-	23,775,000
Bond interest paid	-	3,458,353
Total expenditures	48,013,881	342,967,346
Excess (deficiency) of revenues over expenditures	1,582,860	(23,363,323)
OTHER FINANCING SOURCES & USES		
Bond issuance and premium	-	20,383,750
Transfer in	-	669,510
Transfer out	(571,216)	(669,509)
Total other financing sources & uses	(571,216)	20,383,751
Net change in fund balance	1,011,644	(2,979,572)
Fund balance at beginning of year	16,392,814	106,876,926
Fund balance at end of year	$ 17,404,458	$ 103,897,354

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN THE FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Amount reported for governmental activities in the statement of net position are different because:		
Net change in fund balance - total governmental funds	$	(2,979,572)
Governmental funds report District pension contributions as expenditures. However in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year.		
Capital outlay		35,783,696
Capital outlay right of use assets		705,658
Depreciation		(15,767,533)
Net gain (loss) on disposals		(3,088,280)
ROU Amortization		(413,351)
SBITA additions		1,021,394
SBITA Amortization		(4,220,684)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Deferred property taxes at		(883,590)
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. These differences in the treatment of long-term debt and related items consist of:		
Current year principal payments		23,775,000
Bonds obligations issued		(20,000,000)
Lease obligation		(705,659)
Principle payments lease obligation		396,903
SBITA obligation incurred		(1,021,394)
Principal payment SBITA obligation		3,793,651
Current year bond premiums		(383,750)
Bond premium amortization		932,814
Some expenses reported in the statement of activities do not required the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Compensated absences		(32,449)
Accrued interest expense		(282,177)
Deferred outflows - NPL		16,584,357
Deferred inflows - NPL		31,410,906
Deferred outflows - OPEB		(4,990,571)
Deferred inflows - OPEB		15,146,386
Net pension liability		(7,980,962)
OPEB liability		(642,368)
Change in net position of governmental activities	$	66,158,425

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
General Fund
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL ON BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
Intergovernmental - federal grants	7,834,663	7,810,376	8,316,738	506,362
Intergovernmental - state grants	230,344,782	230,344,782	218,906,557	(11,438,225)
Contributions - private grants	781,000	781,000	487,569	(293,431)
Property tax	1,327,281	1,327,281	1,042,772	(284,509)
Charges for services	4,998,768	4,998,768	3,044,049	(1,954,719)
Investment and interest income	877,576	877,576	1,226,689	349,113
Miscellaneous	58,060	58,060	381,187	323,127
Total revenue	246,222,130	246,197,843	233,405,561	(12,792,282)
Expenditures:				
Current:				
Instruction	144,105,663	145,668,634	129,389,636	16,278,998
Support services:				
Students	26,635,569	26,635,569	25,366,434	1,269,135
Instruction	2,493,434	2,493,434	2,390,492	102,942
General Administration	7,751,637	9,911,778	8,005,996	1,905,782
Student Administration	14,494,179	15,494,179	13,645,869	1,848,310
Central Services	13,286,589	13,286,589	13,166,733	119,856
Operation & Maintenance of Plant	30,273,501	30,548,159	23,969,227	6,578,932
Student transportation	8,502,901	8,502,901	8,368,785	134,116
Food Services	95,000	95,000	93,033	1,967
Capital Outlay	9,103,188	8,092,192	7,197,691	894,501
Total expenditures	256,741,661	260,728,435	231,593,896	29,134,539
Excess (deficiency) of revenues over expenditures	(10,519,531)	(14,530,592)	1,811,665	16,342,257
Other financing sources (uses)				
Transfers in	700,000	700,000	654,981	(45,019)
Transfers out	-	-	(83,764)	(83,764)
Net change in fund balance	(9,819,531)	(13,830,592)	$ 2,382,882	$ 16,213,474
Beginning cash balance budgeted	(10,519,531)	(14,530,592)		
Total budget excess (deficiency)	-	-		

Reconciliation of budgetary basis to GAAP basis:	
Net changes in fund balance (budget basis)	$ 2,382,882
Change in intergovernmental receivables	(334,918)
Change in other receivables	36,292
Change in payables	(13,799,363)
Change in unearned revenue	(38,373)
Net changes in fund balance (GAAP basis)	$ (11,753,480)

See independent auditors' report and accompanying notes to financial statements.

PROPRIETARY FUNDS

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Enchanted Mesa Daycare
ASSETS	
CURRENT ASSETS:	
Cash and cash equivalents	$ 256,050
Accounts receivables	14,990
Total assets	271,040
Total assets and deferred outflows	$ 271,040
LIABILITIES AND NET POSITION	
CURRENT LIABILITIES:	
Accounts payable	$ 780
Payroll liabilities	7,547
Total liabilities	8,327
Total liabilities and deferred inflows	8,327
NET POSITION	
Unrestricted	262,713
Total net position	262,713
Total liabilities and net position	$ 271,040

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Enchanted Mesa Daycare
OPERATING REVENUES	
Charges for services	$ 410,511
Total operating revenues	410,511
OPERATING EXPENSES	
Operations & Maintenance	437,124
Total operating expenses	437,124
Operating income (loss)	(26,613)
Change in net position	(26,613)
Net position, beginning of year	289,326
Net position, end of year	$ 262,713

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Enchanted Mesa Daycare
Cash flows from operating activities:	
Cash received from agencies and customers	$ 401,332
Cash payments to employees for services	(329,481)
Cash payments to suppliers for good services	(99,992)
Net cash provided by (used) operating activities	(28,141)
Net increase (decrease) in cash and cash equivalents	(28,141)
Cash and cash equivalents - beginning	284,191
Cash and cash equivalents - ending	$ 256,050
SUPPLEMENTARY INFORMATION:	
Cash and cash equivalents	$ 256,050
Restricted cash	-
Total cash and cash equivalents	$ 256,050
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	$ (26,613)
Adjustments to operating income (loss) to net cash used in operating activities:	
Changes in net position and liabilities:	
Receivables	(9,179)
Accounts payable	168
Accrued expenses	7,483
Net cash provided by (used in) operating activities	$ (28,141)

See independent auditors' report and accompanying notes to financial statements.

CUSTODIAL FUND FINANCIAL STATEMENTS

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2025

ASSETS	Total Custodial Trust Funds
Cash and cash equivalents	$ 2,973
LIABILITIES	
Payable	$ -
NET POSITION	
Restricted for	
Individuals, organization, and other governments	$ 2,973

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION- CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Total Custodial Trust Funds
Additions:	
Contributions:	
Participant contributions	$ 14,740
Total Additions	14,740
Deductions:	
Beneficiary payments to individuals	10,831
Net increase (decrease in fiduciary net position	3,909
Net position at the beginning of the year	(936)
Net position at the end of the year	$ 2,973

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Rio Rancho Public School District No. 94 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

Rio Rancho Public School District No. 94 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 in the City of Rio Rancho, New Mexico. 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 Board of Education is authorized to establish policies and regulations for its own government consistent with the law of the State of New Mexico and the regulations of the Legislative Finance Committee. The Board of Education is comprised of five members are elected for terms of four years. The District operates twenty one schools and an early childhood development within its boundaries and, in conjunction with the regular educational programs, some of these schools offer special education. In addition, the District provides transportation and school food services for the students.

The District's student enrollments were as follows:

FISCAL YEAR	40 DAY COUNT	80 DAY COUNT	120 DAY COUNT
2025	16,152	16,087	16,085
2024	16,342	16,333	16,330
2023	16,916	16,865	16,897

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Generally Accepted Accounting Principles (GAAP) requires that financial statements present the District (primary government) and its component units. The District has no component units that are required to be presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity and GASB Statement No. 39, Determining Whether Certain Organizations Are Component Units, and amendment of GASB Statement No. 14, and GASB Statement No. 61, The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34.

1. Blended Component Units

The District does not have any component units reported as blended component units.

2. Discretely Presented Component Units

The District does not have any component units reported as discretely presented component units.

The 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 Rio Rancho Public School District No. 94's management who is responsible for their integrity and objectivity.

Government-Wide and Fund Financial Statements
The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) are prepared using the accrual basis of accounting and the information about the school district as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. For the most part, the effect of interfund activity has been removed from these statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Interfund services provided and used are not eliminated in the consolidation of funds for the Statement of Activities. All interfund transactions that do not represent services provided and used between governmental funds are eliminated on the government-wide statements. Interfund activity and balances resulting from transactions with fiduciary funds are not eliminated. Instead, the fiduciary interfund activity and balances are treated as transactions with an external party.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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. Other items not properly included among program revenues are reported instead as *general revenues*.

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (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 does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the statement of activities.

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 revenue to be available if they are collected within 60 days of the end of the current fiscal period. Revenues received during the year but are applicable to subsequent years are reported as deferred inflows of resources. 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. Expenditures incurred during the year that are for the benefit of subsequent years are reported as deferred outflows of resources.

Property taxes 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of long-term debt.

General Fund (Fund No. 11000, 13000, 15200, 11900) – The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources – which are legally restricted to expenditures for specified purposes. Special revenue fund codes are organized into broad categories designated by the first two digits in the five-digit fund number as follows:

21000 Student Nutrition
22000 Athletic Event Gate Receipts
23000 Non-Instructional Support
24000 Federal Flow-through Grants
25000 Federal Direct Grants
26000 Local Grants
27000 State Flow-through Grants
28000 State Direct Grants
29000 Combined Local/State Grants

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

Debt Service Funds are used to account for the payment of principal and interest on long-term debt. Debt service revenues are from taxes and other operating revenues, some of which are pledge specifically to repay certain outstanding bond issues.

GASB Statement No.34, Basic Financial Statements and Management's Discussion and Analysis requires the District to present certain governmental funds as major funds. In addition to the General Fund, the District reports the following major governmental funds:

GO Bond Building (Fund No. 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.

GO Debt Service Fund (Fund No.41000) The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

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

Additionally, the government reports the following fund type:

Business-type Funds - The District operates an enterprise fund Enchanted Mesa daycare (Fund No. 60901). Business-type funds distinguish operating revenue and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principle operating revenue of the District's enterprise funds are charges for services. Operating expenses include general supplies, technology and wages. All expenditures not meeting the operating needs are reported as nonoperating revenues and expenses.

Fiduciary Funds - The District is the trustee, or fiduciary, for certain funds. It is also responsible for other assets that - because of a trust arrangement -can be used only for the trust beneficiaries. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position. These activities are excluded from the District's government-wide financial statements because the District cannot use these assets to finance its operation.

Custodial Funds

Funds that are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. For external reporting purposes, the District reports one combined Custodial Fund. However, at June 30, 2025 there were eight Custodial Funds administered by the District.

Assets, Liabilities, and Net Position or Equity

1. 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

1. Deposits and investments (Continued)

State Statutes authorize the investment of the District's funds in a wide variety of instruments including certificates of deposits and other similar obligations, state investment pool, and money market accounts. The District is also allowed to invest in United States Government obligations. All funds for the District must follow the above investment policies.

Deposits of funds may be made in interest or non-interest-bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

Excess of funds may be temporarily invested in securities which are issued by the State or by the Unites 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.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at end of the fiscal year are referred to as either "due from/to other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due from/to other funds."

The District's property taxes are levied each year on the assessed valuation of property located in the District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, Capital Improvements SB – 9 Fund, and Debt Service Fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

2. Receivables and Payables (Continued)

Under GASB Statement 33, property taxes are impressed non-exchange revenue. Assets from impressed non-exchanged transactions are reported when the District has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days. Therefore, the District has recorded a delinquent tax receivable and revenue for taxes received within the sixty days following year-end. A receivable and deferred revenue have been recorded for uncollected delinquent taxes. On the government-wide financial statements, the district has recorded delinquent property taxes receivable and revenue for taxes assessed as of year-end that have not be collected, as prescribed in GASB 34. An allowance for refunds and uncollectible amounts has not be recorded.

3. Inventories

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 are actually consumed. Inventory is valued at cost. Inventory in the Food Service Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased inventory is recorded as an expenditure at the time individual inventory items are consumed. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories.

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These payments are related to grant reimbursements and are not recognized as expenditures and submitted for reimbursement until the purchase is complete. The District records prepaid items using the consumption method.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

5. Capital assets

Capital assets, which include property, plant, equipment and software, are reported in the applicable governmental-wide financial statements. The threshold for defining Capital assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Software costs have been included with the cost of computer equipment and are capitalized with that equipment. The District does not develop software for internal use or any other use.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized. Property, plant and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives.

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

Assets	Years
Buildings	40 - 50
Building Improvements	20
Land Improvements	10 - 20
Vehicles	7
Office Equipment	5
Computer Equipment	3 - 5

6. Compensated absences

All District employees on a 12-month contract earn annual leave at a rate of one day per month. Employees shall not accumulate more than 30 days of annual leave. Upon termination, employees are paid for their accrued annual leave, up to a maximum of 30 days. Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

6. Compensated absences (continued)

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.

Accumulated sick leave is not payable upon termination but does accrue since it accumulates and it attributable to services already rendered, estimation of liability is based on leave that is more likely than not to be used for time off

7. Leases

A lease liability is reported in the governmental-wide financial statements and is calculated as the present value of the remaining lease payments expected to be paid during the lease term. Additionally, a leased asset, or right of use asset, is recognized that is equal to the lease liability, with a few adjustments for other items that must be reflected in those balances, such as prepaid or deferred rent and amounts required to place the asset into operation at the beginning of the lease. Leased assets are amortized using the straight-line method over the shorter of the asset life or the lease agreement. Lease liabilities are amortized using an effective interest rate method to recognize lease expense and interest expense on the lease.

Lease payments are reported as a lease expenditure in the governmental funds when paid from current financial resources. An interest expense is not recognized in the governmental fund financial statements.

All short-term leases with a maximum noncancelable term of 12 months or less, regardless of whether all noncancelable terms (e.g., renewals) are expected to be exercised, have been excluded from recognition on the statement of financial position.

Certain non-financial asset-based lease agreements are out of scope of reporting, such as leases of intangible assets, leases of biological assets, inventory leases, supply contracts, service concession arrangements, or other certain agreement types, such as assets financed with outstanding conduit debt.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

8. Subscription-Based Information Technology

A Subscription-Based Information Technology Arrangements (SBITA) is defined in Statement No. 96 of the Governmental Accounting Standards Board (GASB) as a contract that conveys control of the right to use another party's information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. A right-to-use subscription asset (an intangible asset) and a corresponding subscription liability are recognized for SBITAs. The liability is recognized at the commencement of the subscription term, which is when the subscription asset is placed into service. The subscription liability is initially measured at the present value of subscription payments expected to be made during the subscription term. Future subscription payments are discounted using the interest rate the SBITA vendor charges the government, which may be implicit, or the government's incremental borrowing rate if the interest rate is not readily determinable. In the government-wide financial statements (Statement of Activities) amortization of the discount on the subscription liability is reported as interest expense.

The subscription asset is initially measured as the sum of (1) the initial subscription liability amount, (2) payments made to the SBITA vendor before commencement of the subscription term, and (3) capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. The subscription asset is amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying IT assets.

Payments for SBITAs are reported as an expenditure in the governmental funds when paid from current financial resources. Interest and amortization expenses are not recognized in the governmental fund financial statements.

Short-term SBITAs have a maximum possible term under the SBITA contract of 12 months (or less), including any options to extend, regardless of their probability of being exercised. Subscription payments for short-term SBITA have been excluded from recognition on the statement of financial position and are recognized as an outflow of resources.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

9. Long-term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discounts. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as capital projects expenditures.

10. 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 Education 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. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

11. Postemployment Benefits Other Than Pension (OPEB)

For purposes of measuring the net OPEB liability, deferred outflow of resources and deferred inflow of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Fund (RHCA) and additions to/deductions from RHCA's fiduciary net position have been determined on the same basis as they are reported by RHCA. For the purpose, RHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

12. Deferred Outflows/Inflows of Resources

Both deferred inflows and outflows are reported in the Statement of Net Position but are not recognized in the financial statements as revenues, expenses, and reduction of liabilities in assets until the period(s) to which they relate. In addition to assets, the District reports a separate section for deferred outflows of resources. This separate financial statement element represents a use of net position/fund balance that applies to future periods and will not be recognized as an expenditure until that time.

The District also reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position/fund balance that applies to future periods and so will not be recognized as a 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 reports deferred outflows of resources for pension-related amounts for the District's share of the difference between projected and actual earnings, for the District's share of the difference between contributions to the individual plans and the proportionate share of the contributions, and for changes of assumptions or other inputs.

The District reports deferred inflows of resources for pension-related amounts in the government wide financial statement or the District's share of the difference between expected and actual experience and for the District's share of the difference between contributions to the individual plans and the proportionate share of the contributions.

Under the modified accrual basis of accounting, revenue and other fund financial resources are recognized in the period in which they become both measurable and available. Assets recorded in the fund financial statements for which the revenues are not available are reported as a deferred inflow of resources. Deferred inflows of resources are also comprised of property tax and long-term receivables that are unavailable in the fund statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

13. Fund Balance

a. Non-Spendable

The non-spendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

b. Restricted

Fund balance is reported as restricted when constraints placed on the use of resources are either (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

c. Committed

Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the District's Board of Education should be reported as committed fund balance. The committed amounts cannot be used for any other purpose unless the District's Board of Education removes or changes the specified use by taking the same type of action it employed previously commit those amounts.

The District has $3,156,120 in committed fund balances for the year ended June 30, 2025.

d. Assigned

Assigned fund balance includes (a) all remaining amounts, except for negative balances, that are reported in governmental funds, other than the general fund, that are not classified as non-spendable and are neither restricted nor committed and amounts in the general fund that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. Intent, and removal of, is expressed by the Board of Education or the Finance Committee. The District does not have assigned fund balances for the year ended June 30, 2025.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

e. Unassigned

The remaining fund balance, after all other classifications, within the general fund is reported as unassigned fund balance. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, a negative fund balance will be reported as unassigned fund balance.

When committed, assigned, and unassigned resources are available for use, it is the District's policy to use committed first followed by assigned and unassigned resources as they are needed.

14. Net Position

Net Position is presented on the Statement of Net Position and may be presented in any of three components.

a. Net investment in capital assets

This component of Net Position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The portion of the debt attributed to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. That portion of the debt is included in restricted for capital projects.

b. Restricted Net Position

Net position is reported as being restricted when the restriction is either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resources providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

c. Unrestricted Net Position

Unrestricted Net Position consists of Net Position that does not meet the definition of "net investment in capital asset" or "restricted."

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

In the governmental environment, Net Position often is designated to indicate that management does not consider them to be available for general operations. In contrast to restricted Net Position, these types of constraints on resources are internal and management can remove or modify them. However, enabling legislation established by the reporting government should not be construed as an internal constraint.

15. Indirect Costs

The District's General Fund receives indirect cost reimbursements from the various federal programs it administers. The reimbursements are for expenses incurred in performing administrative functions on behalf of the Special Revenue Funds. They are shown as expenditures in the Special Revenue Funds, and as other special federal revenue in the General Fund.

16. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the Unites States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

17. Inter-fund Transactions

Interfund services provided and used are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund from expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other inter-fund transfers are reported as operating transfers.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

18. Revenues

State Equalization Guarantee: School districts in the State of New Mexico receive a 'state equalization guarantee distribution' which is defined as "that amount of money distributed to each school district to ensure 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 cost."

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education, 2) basic education, 3) special education, 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received $218,571,639 in state equalization guarantee distributions during the year ended June 30, 2025.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received $7,133,615 in transportation distributions during the year ended June 30, 2025.

19. Tax Abatements

Governmental Accounting Standards Board Statement No. 77 requires the District to disclose information on certain tax abatement agreements affecting the District. A tax abatement is created when a government enters into an agreement with an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. Accordingly, there are three tax abatement agreements that effect the District for the year ended June 30, 2025 which are detailed in Note 16.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Budgets for the General, Special Revenue, Capital Projects and Debt Service Funds are prepared by management and are approved by the local Board of Education and the Public School Budget and Planning Unit of the Department of Education. Auxiliary student activity accounts are not budgeted.

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. The budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year. Such appropriated balance is legally restricted and is therefore presented as a reserved portion of fund balance.

Actual expenditures may not exceed the budget at the function level, i.e., each budgeted expenditure must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'function', 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 both the Board of Education and New Mexico Public Education Department.

EXPENDITURE FUNCTION LEVELS
Instruction
Support Services *
Operation of Non-Instructional Services
Capital Outlay
Debt Service *
Non-Operating Reserves

* SUBFUNCTIONS
Support Services:
Students
Instruction
General Administration
School Administration
Central Services
Operation & Maintenance of Plant
Student Transportation
Other Support Services
Operation of Non-Instructional Services:
Food Services Operations
Community Services
Debt Service:
Principal Retirement
Bond Interest Paid
Bond Issuance Costs
Reserves
Other

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Budgetary Information (Continued)

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called for.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.
6. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

Budgetary Violations

The District did not have any budgetary violations during the year ended June 30, 2025.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Deficit Fund Equity

FUND		DEFICIT
24101	Title I - IASA	(66,063)
24106	Entitlement IDEA - B	(102,455)
24109	Preschool IDEA - B	(3,312)
24113	Education of Homeless	(4,338)
24118	Fresh Fruit & Vegetables	(39,962)
24139	Leadership - Voc Ed	(922)
24153	Title iii - English Language	(2,570)
24154	Teacher Principal training & Recruiting	(9,407)
24176	Carl D Perkins Secondary	(244)
24189	Title IV Student Supp. Academic Achievement	(3,822)
27149	Pre-K Initiative	(80,902)
27150	Indian Education Act	(250)
27502	NextGen CTE	(4,682)
27901	Improving ED/Cultural Outcomes for NAS	(3,128)
27906	Indigenous Education Initiative	(7,874)
28215	NMDVR	(11,118)
31400	Special Capital Outlay - State	(173,767)
Total		$ (514,816)

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

New Pronouncements

In June 2022 GASB Statement No. 101, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled.

In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. The District has implemented this pronouncement see note #8 and note #19.

In December 2023, GASB Statement No. 102, Certain Risk Disclosures, was issued. State and local governments face a variety of risks that could negatively affect the level of service they provide or their ability to meet obligations as they come due. Although governments are required to disclose information about their exposure to some of those risks, essential information about other risks that are prevalent among state and local governments is not routinely disclosed because it is not explicitly required. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged. The District has implemented this pronouncement without significant changes.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Future Pronouncements

In April 2024, GASB Statement No. 103, Financial Reporting Model Improvements, was issued. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged. The District is still evaluating how this pronouncement will affect of the financial statements.

In September 2024, GASB Statement No. 104, Governmental Accounting Standards Series, was issued. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged. The District is still evaluating how this pronouncement will affect of the financial statements.

AICPA (Amercian Istutute of Certified Public Accountants) Standards Impacting Agency Audits

SAS 149, Audits of Group Financial Statements, effective for periods ending on or after 12/15/2026. The objective is to provide a risk-based approach to planning and performing a group audit. Extant AU-C section 600 focused on the identification of significant components at which to perform audit work. In SAS No. 149, the group auditor uses professional judgment in determining the components at which to perform procedures that respond to assessed risks.

SAS No. 149 also better aligns the standard with other recently issued SASs and clarifies the interaction between the SAS and other AU-C sections. SAS No. 149 is effective for audits of group financial statements for periods ending on or after December 15, 2026. The District is still evaluating how this pronouncement will affect of the financial statements.

Other Compliane Requirements

The Uniform Guidance's single audit threshold is increasing from $750,000 to $1,000,000 for audits with periods beginning on or after October 1, 2024. This means that only entities that spend $1 million or more of federal funds in their fiscal year will be subject to a Single Audit.

3. CASH AND TEMPORARY INVESTMENTS

Cash and Temporary Investments

Reconciliation of Bank Balances to the Financial Statements:

Governmental Funds - Balance Sheet		
US Bank	$	39,182,196
Bank of Albuquerque		-
New Mexico State Treasurer		14,977
New Mexico Bank and Trust		44,833,873
Custodial Funds:		
Statement of Fiduciary Net Position - Cash		2,973
Total Cash and Cash Equivalents		84,034,019
Plus:		
Investments - Insured Cash Sweep -Bank of Albuquerque		6,184,155
Investments - Certificate of Deposit Account Registry Service - US Bank		5,000,000
Investments - High Yield Savings Account - NM Bank and Trust		30,000,000
Investments - Insured Cash Sweep - NM Bank and Trust		5,101,827
Net Reconciling Items		(395,756)
Total Cash and Cash Equivalents	$	129,924,245

At June 30, 2025, the carrying amount of the District's deposits was $84,034,019 and the bank balance was $129,924,245, with the difference consisting of outstanding checks.

3. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The District does not have a deposit policy for custodial credit risk, other than the following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits.

As of June 30, 2025, the District's bank deposits was exposed to custodial risk as follows:

Cash on deposit at June 30, 2025	$ 79,031,046
Certificate of Deposit	5,000,000
Insured Cash Sweep	30,000,000
High Yield Savings Account	11,285,982
Total of deposits	125,317,028
New Mexico State Treasurer	(14,977)
FDIC coverage	(750,000)
CDARS/ICS coverage	(11,184,155)
Total uninsured public funds	$ 113,367,896
Pledged collateral	$ 157,765,618
Collateral requirement (50% of uninsured public funds)	56,683,948
Over (Under) collateralization	$ 101,081,670

The collateral pledged is listed on Schedule of Pledged Collateral in the other Supplemental Information section of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district, or political subdivision of the State of New Mexico. According to the Federal Deposit Insurance Authority public unit deposits are funds owned by the District. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to $250,000 in aggregate and separate from the $250,000 coverage for public unit demand deposits at the same institution.

4. INVESTMENTS

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a written policy for limiting interest rate risk.

Credit Risk

Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. U.S. obligations, investments explicitly guaranteed by the U.S. Government, and nondebt investments are excluded from this requirement. The District's investments in time deposits or investments guaranteed by the U.S. government and therefore are excluded from this requirement. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the Local Government Investment Pool (LGIP) is exempt from this requirement.

Concentration Credit Risk

For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. External investment pools, such as the LGIP which is managed by New Mexico State Treasurer, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure.

Foreign Currency Risk

Foreign currency risk as the potential that changes in exchange rates may adversely affect the fair value of an investment or deposit. The District does not have any foreign currency risk as all investments are denominated in US dollars.
The District investments held at June 30, 2025 are as follows:

4. INVESTMENTS (CONTINUED)

		MATURITY			
Investment Type	Fair Value	30 Days or Less	12 Months or Less	1 to 2 Years	More than 2 Years
HYSA*	$ 30,000,000	$ -	$ 30,000,000	$ -	$ -
Insured Cash Sweeps*	11,285,982	-	11,285,982	-	-
Certificate of Deposit Account Registry*	5,000,000	-	5,000,000	-	-
Total Investments	$ 46,285,982	$ -	$ 46,285,982	$ -	$ -

*FDIC insured

Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

Level 1 inputs are observable, quoted prices for identical assets or liabilities in active markets;

Level 2 inputs are quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in markets that are not active; and inputs other than quoted prices e.g. interest rates and yield curves;

Level 3 inputs are unobservable inputs for the asset or liability. These should be based on the best information available. The District should utilize all reasonably available information, but need not incur excessive cost or effort to do so. However, it should not ignore information that can be obtained without undue cost and effort. As such, the District's own data should be adjusted if information is reasonably available without undue cost and effort.

5. ACCOUNTS RECEIVABLE

Accounts receivable as of June 30, 2025, are as follows:

	General	Major Governmental	Non-Major Governmental	Business-Type Funds	Total
Property taxes	$ 24,223	$ 139,892	$ 781,551	$ -	$ 945,666
Due from grantors	341,644	-	8,950,936	-	9,292,580
Other Receivables	-	-	-	14,990	14,990
Total	$ 365,867	$ 139,892	$ 9,732,487	$ 14,990	$10,253,236

The above receivables are deemed 100% collectible.

6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

The composition of interfund balances during the year ended June 30, 2025 is as follows:

6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

Governmental Activities	Due from other funds	Due to other funds
General Fund	$ 8,014,352	$ -
Food Services	-	982,148
Title I IASA	-	247,562
Entitlement IDEA - B	-	3,292,357
Preschool IDEA - B	-	8,588
Homeless Education	-	8,455
Private Schools Share IDEA-B	-	15,469
Fresh Fruit & Vegetable	-	66,639
Idea B Risk Pool	-	321,252
Leadership - Voc Ed	-	922
English Language Acquisition	-	17,960
Teacher Principal Training & Recruiting	-	142,588
Card D Perkins Culinary	-	16,217
Card D Perkins Secondary Redistribution	-	244
Title IV - Student Support	-	76,176
Title I Comprehensive Support	-	38,404
Homeless Children ESSER II	-	320
Indian Education Formula Grant	-	6,664
Pre - K Initiative	-	691,094
Indian Education Act	-	250
Capital Appropriations	-	897,220
NM Grow	-	33,014
Next Gen CTE	-	35,629
Teacher Compensation Related to Math	-	32,264
Innovation Zone Initiative	-	54,914
Attendance Success Initiative	-	39,954
Improving Ed/Cultural Outcomes for NAS	-	60,053
Indigenous Education Initiative	-	40,248
NMDVR - Pre-Employment Transition	-	11,118
Special Capital Outlay - State	-	876,629
Total	$ 8,014,352	$ 8,014,352

All interfund transfers were permanent transfers to allocate balances from funds being closed. All transfers were properly approved.

7. CAPITAL ASSETS AND OTHER LONG-TERM ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2025 is as follows:

	Balance June 30, 2024	Additions	Retirements	Transfer	Balance June 30, 2025
Governmental Activities:					
Capital assets not being depreciated:					
Land	$ 20,180,763	$ 11,031	$ (823,375)	$ -	$ 19,368,419
Construction in progress	6,146,413	30,168,836	(34,195)	(4,227,724)	32,053,330
Total capital assets not being depreciated	26,327,176	30,179,867	(857,570)	(4,227,724)	51,421,749
Capital assets being depreciated:					
Land improvements	31,861,395	324,987	(459,958)	213,085	31,939,509
Building & improvements	503,431,514	274,029	(4,444,476)	2,938,280	502,199,347
Vehicles	9,989,967	2,006,858	(1,611,634)	-	10,385,191
Furniture, fixtures, equipment	21,595,705	2,997,955	(149,450)	1,076,359	25,520,569
Total capital assets being depreciated	566,878,581	5,603,829	(6,665,518)	4,227,724	570,044,616
Less accumulated depreciation for:					
Land improvements	19,149,489	1,281,256	(421,919)	-	20,008,826
Building & Improvements	169,473,054	12,626,531	(2,806,451)	-	179,293,134
Vehicles	7,133,769	553,611	(1,076,048)	-	6,611,332
Furniture, fixtures, equipment	13,025,135	1,306,135	(130,390)	-	14,200,880
Total accumulated depreciation	208,781,447	15,767,533	(4,434,808)	-	220,114,172
Total capital assets being depreciated, net	358,097,134	(10,163,704)	(2,230,710)	4,227,724	349,930,444
Governmental activities capital assets, net	384,424,310	$ 20,016,163	$ (3,088,280)	$ -	$ 401,352,193

7. CAPITAL ASSETS AND OTHER LONG-TERM ASSETS (CONTINUED)

RIGHT OF USE ASSET - LEASED PROPERTY

A summary of right to use assets and changes occurring during the year ended June 30, 2025 are as follows:

	Balance June 30, 2024	Increases	Decreases	Balance June 30, 2025
Right of use asset:				
Demised Property	$ 175,356	$ -	$ -	$ 175,356
Copiers	783,650	-	-	783,650
AMREP Building	152,941	-	-	152,941
Security Cameras & Shot Detection System	-	705,658	-	705,658
Total right of use asset	1,111,947	705,658	-	1,817,605
Less accumulated amortization:				
Demised Property	(58,452)	(29,226)	-	(87,678)
Copiers	(404,886)	(156,730)	-	(561,616)
AMREP Building	(50,981)	(50,981)	-	(101,962)
Security Cameras & Shot Detection System	-	(176,415)	-	(176,415)
Total accumulated amortization	(514,319)	(413,352)	-	(927,671)
Net right of use asset	$ 597,628	$ 292,306	$ -	$ 889,934

7. CAPITAL ASSETS AND OTHER LONG-TERM ASSETS (CONTINUED)

RIGHT OF USE ASSET - SUBSCRIPTION BASED IT ARRANGEMENTS (SBITA)

A summary of right to use assets and changes occurring during the year ended June 30, 2025 are as follows:

	Balance June 30, 2024	Increases	Decreases	Balance June 30, 2025
Right of use asset - SBITA being amortized:				
Subscription based IT software	$ 14,329,563	$ 1,021,394	$ 4,121,268	$ 11,229,689
Less accumulated amortization:				
Subscription based IT software	(5,737,448)	(4,220,684)	(4,121,268)	(5,836,864)
Net right of use assets - SBITA, net	$ 8,592,115	$ (3,199,290)	$ -	$ 5,392,825

For the year ended June 30, 2025, depreciation and amortization was charged to the following functions:

Governmental Activities	Depreciation	ROU Amortization	SBITA Amortization
Instructional	$ 9,539,717	$ 250,089	$ 4,057,421
Support Services			
Students	1,786,961	46,846	46,846
Instruction	153,815	4,032	4,032
General Administration	527,711	13,834	13,834
School Administration	775,164	20,321	20,321
Central Services	790,272	20,717	20,717
Operation of Plant	1,161,261	30,443	30,443
Student Transportation	452,647	11,866	11,866
Food Services Operations	1,848	48	48
Other Support Services	578,137	15,156	15,156
Total	$ 15,767,533	$ 413,352	$ 4,220,684

8. LONG-TERM OBLIGATIONS

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued was $189,325,000. 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, 2025 are for governmental activities.

Bonds outstanding at June 30, 2025, are comprised of the following:

The following is a summary of the long-term debt and the activity for the year ended June 30, 2025:

	Balance June 30, 2024, as previously stated	Restatement GASB 101	Balance June 30, 2024, as restated	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Series 2012	$ 2,300,000	$ -	$ 2,300,000	$ -	$ 2,300,000	$ -	$ -
Series 2014	6,100,000	-	6,100,000	-	4,000,000	2,100,000	1,100,000
Series 2015	9,060,000	-	9,060,000	-	1,000,000	8,060,000	2,700,000
Series 2016A	6,965,000	-	6,965,000	-	900,000	6,065,000	1,520,000
Series 2017A	9,860,000	-	9,860,000	-	800,000	9,060,000	1,800,000
Series 2018	10,450,000	-	10,450,000	-	900,000	9,550,000	1,600,000
Series 2019	10,725,000	-	10,725,000	-	500,000	10,225,000	1,465,000
Series 2020	11,775,000	-	11,775,000	-	950,000	10,825,000	1,000,000
Series 2021A	10,000,000	-	10,000,000	-	1,000,000	9,000,000	1,000,000
Series 2021B	8,275,000	-	8,275,000	-	4,125,000	4,150,000	2,100,000
Series 2022	14,000,000	-	14,000,000	-	1,300,000	12,700,000	1,300,000
Series 2023	10,000,000	-	10,000,000	-	6,000,000	4,000,000	355,000

8. LONG-TERM OBLIGATIONS (CONTINUED)

	Balance June 30, 2024, as previously stated	Restatement GASB 101	Balance June 30, 2024, as restated	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Series 2024	-	-	-	20,000,000	-	20,000,000	15,000,000
	109,510,000	-	109,510,000	20,000,000	23,775,000	105,735,000	30,940,000
Bond Premiums							
Bond Premiums	5,140,314	-	5,140,314	383,750	932,814	4,591,250	935,114
Total	$ 114,650,314	$ -	$ 114,650,314	$20,383,750	$ 24,707,814	$110,326,250	$ 31,875,114
Other Long-Term Liabilities							
Compensated absences	$ 1,333,830	$ 11,052,883	$ 12,386,713	$ 32,449 *	$ -	$ 12,419,162	$ 12,129,454
Lease obligation	617,975	-	617,975	705,658	396,902	926,731	422,730
Subscription obligation	8,331,856	-	8,331,856	1,021,394	3,793,651	5,559,599	2,892,527
Pension liability	295,721,615	-	295,721,615	7,980,962	-	303,702,577	-
OPEB liability	40,054,794	-	40,054,794	642,368	-	40,697,162	-
Total	$ 460,710,384	$ 11,052,883	$ 471,763,267	$30,766,581	$ 28,898,367	$473,631,481	$ 47,319,825

*The change in compensated absences liability is presented as net change.

8. LONG-TERM OBLIGATIONS (CONTINUED)

The annual debt service requirements to maturity for general obligation bonds are as follows:

Years ending June 30,	Principal	Interest	Total
2026	$ 30,940,000	$ 3,249,638	$ 34,189,638
2027	21,035,000	2,192,875	23,227,875
2028	13,055,000	1,452,813	14,507,813
2029	10,510,000	1,065,269	11,575,269
2030	8,995,000	785,625	9,780,625
2031 - 2035	20,750,000	1,348,888	22,098,888
2036	450,000	9,000	459,000
	$105,735,000	$10,104,108	$ 115,839,108

Balances shown for bonds and notes do not include amortized premiums or deferred amounts on refinancing.

	Balance
Bonds payable	$ 105,735,000
Less: current maturities	(30,940,000)
Amortized:	
Bond premiums	3,656,136
Total non-current liabilities	$ 78,451,136

New Debt

The District issued Series 2024 General Obligation Bonds in the amount of $20,000,000 in August 2024. The District made the first interest payment on February 1, 2025 and will make the first principal payment on August 1, 2025. The bond series will mature on August 2026 with interest rate of 5.00%. The District was at 66.63% of its bonding capacity (limited by New Mexico statute) after the issuance of GO Series 2024.

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, 2025, compensated absences increased a net of $32,449 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities other than debt.

9. LEASE LIABILITY

A summary of changes in lease liability for the year ended June 30, 2025 was as follows:

	Lease Liability
The District has entered into a lease for building space. The agreement was entered into on September 13, 2022 with monthly payments of $3,695 for five years and matures on December 30, 2026. The liability is amortized at a rate of 10.00%. The agreement does not provide for the transfer of the assets at the end of the lease and does not provide for an extension of the agreement.	$ 87,942
The District has entered into a lease for photo copying equipment. The agreement was entered into on December 31, 2021 with monthly payments of $13,470 for five years and matures on December 30, 2026. The liability is amortized at a rate of 3.00%. The agreement does not provide for the transfer of the assets at the end of the lease and does not provide for an extension of the agreement.	235,378
The District has entered into a lease for building space. The agreement was entered into on November 1, 2023 with monthly payments of $4,984 for year one, $4,133.52 for year two and $5,286.16 for year three. Matures on October 31, 2026. The liability is amortized at a rate of 10.00%. The agreement does not provide for the transfer of the assets at the end of the lease and does not provide for an extension of the agreement.	57,668
The District has entered into a lease for security cameras and shot detection systems. The agreement was entered into on July 31, 2025 with monthly payments of $15,090 year one, $15,586 year two, $16,098 year three and $16,581 for year four. Matures on March 31, 2028. The liability is amortized at a rate of 3.00%. The agreement does not provide for the transfer of the assets at the end of the lease and does not provide for an extension of the agreement.	545,743
Total lease liability	$ 926,731

9. LEASE LIABILITY (CONTINUED)

The following is a summary of the leases obligations and the activity for the year ended June 30, 2025:

	Balance June 30, 2024	Increases	Decreases	Balance June 30, 2025	Due Within One Year
Demised Property	$ 119,927	$ -	$ 31,985	$ 87,942	$ 33,390
Copiers	389,621	-	154,243	235,378	161,018
AMREP Building	108,427	-	50,759	57,668	57,668
Security Cameras & Shot Detection System	-	705,658	159,915	545,743	170,654
Total lease liability	$ 617,975	$ 705,658	$ 396,902	$ 926,731	$ 422,730

The annual requirements to amortize the leases above as of June 30, 2025, including payments with an interest rate of 3.00% - 10.00% are as follows:

Years ending June 30,	Amortization	Principal	Interest	Total
2026	$ 413,351	$ 422,730	$ 34,031	$ 870,112
2027	300,171	303,531	14,960	618,662
2028	176,412	200,470	5,886	382,768
Total	$ 889,934	$ 926,731	$ 54,877	$ 1,871,542

10. SUBSCRIPTION-BASED IT ARRANGEMENT OBLIGATIONS

The District has sixty-three (63) IT subscriptions recorded as subscription-based IT arrangement (SBITA) obligations as of June 30, 2025. The subscriptions are primarily for the support of education (texts, testing, and learning assistance) and for the administration of education. The obligations are amortized over 3 to 7 years. Most of the subscriptions are annual renewals that the District expects to renew and continue utilizing. The subscriptions payments range from $3,192 to $160,030. The SBITA obligations have an interest rate of 3.80%.

10. SUBSCRIPTION-BASED IT ARRANGEMENT OBLIGATIONS (continued)

The SBITA obligation balances as of June 30, 2025 are as follows:

Original Amount	Interest Rate	Balance	Due Within One Year
$ 11,229,689	3.80 %	$ 5,559,599	$ 2,892,527

The annual requirements to amortize the leases above as of June 30, 2025, including payments with an interest rate of 3.00% - 10.00% are as follows:

Years ending June 30,	Amortization	Principal	Interest	Total
2026	$ 3,044,391	$ 2,892,527	$ 204,557	$ 6,141,475
2027	1,599,159	1,707,216	98,408	3,404,783
2028	500,747	504,001	37,833	1,042,581
2029	267,007	241,285	21,364	529,656
2030	267,007	88,294	14,390	369,691
2031 - 2035	158,555	126,276	15,160	299,991
Total	$ 5,836,866	$ 5,559,599	$ 391,712	$ 11,788,177

11. NET INVESTMENT IN CAPITAL ASSETS

The net investment in capital assets is detailed below and results in a net investment in capital assets as the carrying value of the capital assets are greater than outstanding debt used to acquire them.

	Balance
Total capital assets, net	$ 407,634,953
Outstanding capital related debt:	
Bonds and notes payable	(105,735,000)
Bond premiums	(4,591,250)
Add: Unspent bond proceeds	30,972,539
Outstanding capital related lease obligations:	
Lease with right of use assets	(926,731)
SBITA with right of use assets	(5,559,599)
Net investment in capital assets	$ 321,794,912

12. 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; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMPSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico.

The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The district pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for they year ended June 30, 2025.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD

Plan Description - Substantially all of the Rio Rancho Public School District No. 94's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost sharing multiple employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers and other employees of State public school districts, colleges and universities and beneficiaries). ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, PO Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at www.nmerb.org.

Pension Benefit

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 multiplier.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

For members hired on or before June 30, 2019 (Tiers 1-3 members) the multiplier is 2.35%. For members hired after June 30, 2019 the multiplier accrues as follows:

Years of Service	Benefit Percentage Earned
10 or less	1.35%
10.25 to 20	2.35%
20.25 to 30	3.35%
30.25 plus	2.40%

FAS is the average of the member's fiscal annual earnings for the last 20 calendar service quarters (60 months) prior to retirement or the highest average fiscal annual earning for any 20 consecutive calendar quarters.

Summary of Plan Provisions for Retirement Eligibility by Tier – Tier 1: Membership prior to July 1, 2010

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 of 80 or more,
- The member is at least 65 years of age and has five or more years of earned service credit, or
- The member has service credit totaling 30 years or more.

Tier 2: Membership on or after July 1, 2010, but prior to July 1, 2013

Chapter 288, Laws of 2009 changed the eligibility requirements for new members who were first employed on or after July 1, 2010, but before July 1, 2013 — or before July 1, 2010, terminated employment, subsequently withdrew all contributions, and then becomes re-employed after July 1, 2010. These members must meet one of the following requirements.

- 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.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Tier 3: Membership beginning on or after July 1, 2013, but prior to July 1, 2019

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 ERB 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. (Those who retire earlier than age 55, but with 30 years of earned service credit will have a reduction in benefits to the actuarial equivalent of retiring at age 55.)
- The member's minimum age and earned service credit add up to the sum of 80 or more. (Those who retire under the age of 65, and who have fewer than 30 years of earned service credit receive reduced retirement benefits.)
- Or, the member's age is 67, and the member has earned 5 or more years of service credit.

Tier 4: Membership beginning on or after July 1, 2019

Section 2-11-23.3, NMSA 1978, added eligibility requirements for new members who were first employed on or after July 1, 2019 — and had, before that date, been refunded all member contributions and had not restored all refunded contributions and interest before July 1, 2019. A member in this tier must meet one of the following requirements.

- The member's minimum age must be 58, and the member has earned 30 or more years of service credit. (A member who retires earlier than age 58, receives a reduction in benefits equal to the actuarial equivalent of retiring at age 58.)
- The member's minimum age and earned service credit add up to the sum of 80 or more. (Those who retire under the age of 65, and who have fewer than 30 years of earned service credit, received reduced retirement benefits.
- Or, the member's age is 67, and the member has earned 5 or more years of service credit.

Form of Payment – 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.
Benefit Options – The Plan has three benefit options available.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Tier 4: Membership beginning on or after July 1, 2019 (continued)

- **Option A – Straight Life Benefit** – The single life annuity option has no reductions to the monthly benefit, and there is no continuing benefit due to a beneficiary or estate, except the balance, if any, of member contributions plus interest less benefits paid prior to the member's death.
- **Option B** – Joint 100% Survivor Benefit – The single life annuity monthly benefit is reduced to provide for a 100% survivor's benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the same benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member's monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member's increased monthly benefit commences in the month following the beneficiary's death.
- **Option C** – Joint 50% Survivor Benefit – The single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the reduced 50% benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member's monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member's increased monthly benefit commences in the month following the beneficiary's death.

Disability Benefit – An NMERB member is eligible for disability benefits if they have acquired at least ten years of earned service credit and is found totally disabled. The disability benefit is equal to 2% of the member's Final Average Salary (FAS) multiplied by the number of years of total service credits. However, the disability benefit shall not be less than the smaller of (a) one-third of the member's FAS or (b) 2% of the member's FAS multiplied by total years of service credit projected to age 60.

Cost of Living Adjustment (COLA) – All retired members and beneficiaries receiving benefits may receive an adjustment in their benefit on July 1 following the year a member retires or July 1 following the year a member reaches the age below, whichever is later.

Membership	Age Eligible for Cola
Tier 1	65
Tier 2	65
Tier 3	67
Tier 4	67

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Tier 4: Membership beginning on or after July 1, 2019 (continued)

If a member is eligible for a COLA, the amount depends on the annual change in the Consumer Price Index (CPI) and whether the fund is fully funded (that is, the fund's funded ratio is 100%). Accordingly, if there is no increase in the CPI, or the CPI is negative, the amount of the COLA will be zero (if the CPI is negative, retirement benefits will not be decreased).

ERB Lliabilities, ERB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to ERB

At June 30, 2025, the District reported a liability for its proportionate share of the net pension liability related to the Educational Retirement Board (ERB). The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. For the year ended June 30, 2025, the District recognized pension expense related to ERB. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from changes in assumptions, differences between expected and actual experience, changes in proportion, differences between employer contributions and proportionate share of contributions, and contributions subsequent to the measurement date. These amounts are reported on the Statement of Net Position and will be recognized in pension expense in future periods in accordance with GASB Statement No. 68.

When CPI has increased and the fund is fully funded, the COLA will be the same amount as the increase in the CPI except as follows: If the increase in the CPI is 2% or greater, the COLA will be one-half of the CPI increase, not to exceed 4% or to be less than 2%.

However, while the fund is not fully funded, the COLA for retires will be reduced based on the median annual retirement benefit, calculated after the end of each fiscal year:

- When the funded ratio is 90% or less, the COLA for retires whose annuity is at or below the median and who have 25 or more years of service credit at retirement will be reduced by 10%. For retires whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 20%.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Tier 4: Membership beginning on or after July 1, 2019 (continued)

- When the funded ratio exceeds 90% but is less than 100%, the COLA for retirees whose annuity is at or below the median adjusted annuity and who had 25 or more years of service credit at retirement and will be reduced by 5%. For retires whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 10%. 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.

Refund of Contributions – Members may withdraw their contributions only when they terminate covered employment in the State and their former employer(s) certification determination has been received by NMERB. Interest is paid to members when they withdraw their contributions following termination of employment at a rate set by the Board. Interest is not earned on contributions credited to accounts prior to July 1, 1971, or for contributions held for less than one year.

Contributions – For the fiscal years ended June 30, 2025 and 2024, educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Period
2025	7-1-24 to 6-30-25	Over $24K	10.70%	18.15%	28.85%	1.00%
2025	7-1-24 to 6-30-25	$24K or less	7.90%	18.15%	26.05%	1.00%
2024	7/1/23 to 6-30-24	Over $24K	10.70%	18.15%	28.85%	1.00%
2024	7/1/23 to 6-30-24	$24K or less	7.90%	18.15%	26.05%	1.00%

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

The contribution requirements are established in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2024 and 2023, the District paid employer contributions of $27,754,467 and $26,613,283 which equal the amount of the required contributions for each fiscal year.

For the year ended June 30, 2025, the District recognized pension expense of $27,757,670. At year ended June 30, 2025, 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	$ 24,765,249	$ 673,304
Changes in assumptions	-	7,959,247
Net difference between projected and actual earnings on pension plan investments	-	9,199,720
District contributions subsequent to the measurement date	27,757,670	-
Change in proportion and differences between employer contributions and proportionate share of contributions	6,234,382	274,692
Total	$ 58,757,301	$ 18,106,963

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

$27,757,670 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of June 30, 2024, will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

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:	
2026	$ (1,349,239)
2027	16,599,313
2028	133,526
2029	(2,490,932)
Total	$ 12,892,668

Actuarial assumptions and methods are set by the Board of Trustees, based upon recommendations made by the plan's actuary. The assumption for year ending June 30, 2025 were based on Board adopted assumptions on April 17, 2020, in conjunction with the six-year actuarial experience study period ending June 30, 2019.

The total pension liability in the June 30, 2024, actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary Increases	Composition: 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%
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 of 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.

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Rate of Return: 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.). These items are developed for each major asset class.

Discount Rate: A single discount rate of 7.00% was used to measure the total pension liability as of June 30, 2024. This single discount rate was based on an 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.

The projection of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels. Additionally, contributions received through Alternative Retirement Plan and the Return-to-Work Program are included in the projection of cash flows. These contributions are assumed to remain a level percentage of NMERB payroll, where the percentage of payroll is based on the most recent five-year contribution history.

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 fiscal year end 2024. 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 net pension	$ 417,608,094	$ 303,702,577	$ 209,431,999

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

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 June 30, 2025 which are 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, 2025 the District did not owe ERB any funds.

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.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan's target asset allocation for 2024 and 2023 for 30-year return assumptions are summarized in the following table:

13. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	25.70 %	
Fixed Income	21.70 %	
Alternatives	50.90 %	
Cash	1.70 %	
Total	100.00 %	7.00 %

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN

Plan Description - Rio Rancho Public School District No. 94 contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the per10d of time between the employers effective date and the date of retirement; (2) retirees defined by the Act who retired prior to July 1, 1990; (3) former legislators who served at least two years; and (4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post-employment healthcare plan. The report and further information can be obtained by writing to Retiree Health Care Authority, 6300 Jefferson St. NE, Suite 150, Albuquerque, New Mexico 87109.

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

Funding Policy - The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorized the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses for the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The employer, employee and retiree contributions are required to be remitted to the RHCA 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 RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. 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, 2016, 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 retirement plan during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, 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 Retiree Health Care Act.

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

Rio Rancho Public School District No. 94 contributions to the RHCA for the years ended June 30, 2025, 2024 and 2023 were $3,052,297, $2,904,090, and $2,627,214, respectively, which equal the required contributions for each year.

Postemployment Benefits Other Than Pensions (OPEB). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the OPEB

Plan description. Employees of the District are provided with OPEB through the Retiree Health Care Fund (the Fund)—a cost-sharing multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

Benefits provided. The Fund is a multiple employer cost sharing defined benefit healthcare plan that provides 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 and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

Employees covered by benefit terms – At June 30, 2023, the Fund's measurement date, the following employees were covered by the benefit terms:

Plan membership	
Current retirees and surviving spouses	52,978
Inactive and eligible for deferred benefit	12,552
Current and active members	93,595
	159,125
Active Membership	
State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal FTRE	2,419
Educational Retirement Board	51,002
	93,595

Contributions – Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer's participation in the Fund. Contributions to the Fund from the District were $3,052,297 for the year ended June 30, 2025.

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

At June 30, 2025, the District reported a liability of $40,697,162 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, 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 actual contributions provided to the Fund for the year ending June 30, 2025. At June 30, 2024, the District's proportion was 2.28021 percent.

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

For the year ended June 30, 2025, the District recognized OPEB income of $6,458,312. At June 30, 2024 the School reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	$ 436,153	$ 4,250,997
Changes of assumptions	7,615,459	25,807,575
Net difference between actual and projected earnings on OPEB plan investments	363,793	-
Changes in proportion	6,753,621	3,272,833
Contributions made after the measurement date	3,052,297	-
Total	$ 18,221,323	$ 33,331,405

Deferred outflows of resources totaling $3,052,297 represent District contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30:

2026	$ (3,123,054)
2027	(8,848,472)
2028	(5,365,365)
2029	(1,090,623)
2030	265,135
Total	$ (18,162,379)

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions:

Valuation Date	June 30, 2023
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; 2.50% for PERA
Projected payroll increases	3.00% 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	8.00% graded down to 4.50% over 14 years for Non-Medicare medical plan costs and 8.5% graded down to 4.5% over 16 for Medicare medical plan costs

Discount Rate. The discount rate used to measure the total OPEB liability is 6.22% as of June 30, 2023. 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 Fund'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, 2070. 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 2070. Beyond 2070, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (3.65%) was applied. Thus, 6.22% is the blended discount rate.

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

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

Asset Class	Long - Term Rate of Return
U.S. core fixed income	1.61%
U.S. equity - large cap	6.91%
Non U.S. - emerging markets	8.71%
Non U.S. - developed equities	7.21%
Private equity	9.96%
Credit and structured finance	3.71%
Real estate	3.61%
Absolute return	3.21%
U.S. equity - small/mid cap	6.91%

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current discount rate:

	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
District's proportionate share of OPEB Liability	$ 51,321,800	$ 40,697,162	$ 31,987,698

14. POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN (CONTINUED)

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rates	1% Increase
District's proportionate share of OPEB Liability	$ 31,450,326	$ 40,697,162	$ 64,444,193

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in NMRHCA's audited financial statements for the year ended June 30, 2024.

Payable Changes in the Net OPEB Liability. At June 30, 2025, the District reported a payable of $0 for outstanding contributions due to NMRHCA.

15. CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the government.

16. TAX ABATEMENT

The District is not a taxing authority and does not create, or enter into, any tax abatement agreements. However, the tax revenue which the District relies upon to fund debt service, capital improvement, maintenance and operations, is directly impacted by tax abatement agreements entered into by taxing authorities, such as the Sandoval County and City of Rio Rancho governments. New Mexico statutes allow certain taxing authorities to enter into tax abatement agreements. The ten tax abatement agreements that effect the District's available tax revenue are the following:

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional $5,000,000 in Industrial Revenue Bonds in addition to $11,000,000 in bonds that were issued in 1998 (Series A) for a total of $16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 63,520.79
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	Paid by Safelite as part of lease agreement
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of $63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 189,250.95
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$ 193,068.11
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for $3,000,000 and executed lease agreement in 2014. $2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for $376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 16,433.15
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$ 0
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Nature's Toolbox
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of $20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$16,433.13
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to $140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax $0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT payments to begin in FY26
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Ranch Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to $110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax $0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT payments to begin in FY26
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to $420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax $0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$5,245.47
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to $430,000,000 million in Industrial Revenue Bonds to acquire solar energy storage power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax $0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$5,370.36 due
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Bank of America
Tax abatement program (name and brief description)	Industrial Revenue Bonds - Authorize issuance of $9,000,000 in industrial revenue bonds, Series 1998B, the proceeds of which will be used to finance the acquisition and construction of property. The property is leased to the Bank of America.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 41,198.24
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$ 0
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

16. TAX ABATEMENT (CONTINUED)

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of $2,500,000 and Series B in the amount of $1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$ 28,184.44
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	$ 0
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

17. CASH FLOWS

The District's federal and state grants operate on a reimbursement basis. The District must support the expenditures of these grants with monies from the unrestricted operating monies. Operating on a reimbursement basis for these grants in itself does not adversely affect the District's ability to operate effectively. However, the time it takes to receive reimbursements, if extensive, does significantly affect the District's cash flows and the ability to deliver educational services to the community in an effective manner. This could affect the District's financial operations in subsequent years.

18. COMMITMENTS

Commitments are agreements to perform in the future. Commitments consist of all obligations of the District for future fiscal years. The District had significant commitments outstanding as of the year ended June 30, 2025, as follows:

PROJECT	PROJECTED COST	ESTIMATED COMPLETION	PAID TO DATE	REMAINING COMMITMENT
RioTech High School	$ 26,521,168	August 2025	$ 26,451,547	$ 69,621
Colinas Del Norte Front Entry Renovation	159,963	August 2025	158,878	1,085
Colinas Del Norte Intercom	368,548	August 2025	211,550	156,998
I.H.S. Design Services	2,116,465	August 2026	392,215	1,724,250
District Office Warehouse Expansion	1,951,676	August 2025	1,951,676	-
Rio Rancho Middle School Reroof	880,767	July 2025	783,912	96,855
District Office HVAC Upgrade	238,390	July 2025	205,960	32,430
EHES Fire Suppression System	1,108,277	June 2026	335,239	773,038
Martin Luther King Site Improvements	695,807	July 2025	682,234	13,573
Rio Rancho Elementary Front Entry Reno	249,483	August 2025	249,483	-
Rio Rancho Elementary Fire Suppression	345,019	August 2025	345,019	-
Vista Grande Roof Replacement	107,598	November 2025	2,690	104,908
Rio Rancho Middle School Fencing	466,290	August 2025	282,928	183,362
Total	$ 35,209,451		$ 32,053,331	$ 3,156,120

19. RESTATEMENT

GASB Statement No. 101, Compensated Absences, was implemented for the fiscal year ending June 30, 2025. This statement requires governments to recognize a liability for compensated absences when the leave is earned, rather than when it is paid or becomes due. As a result of implementing this standard, the government recognized a change in accounting principle that increased the compensated absences liability. Accordingly, a prior period adjustment was made to restate the beginning balances as follows:

19 RESTATEMENT (CONTINUED)

Government-Wide:
The beginning net position was decreased by $11,052,883 to reflect the cumulative effect of applying the new guidance.

This restatement had no impact on the current year's change in fund balance or net position.

20. SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 08, 2025, the date the financial statements were available to be issued. No material subsequent events were identified.

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EDUCATIONAL RETIREMENT BOARD (ERB) PLAN
LAST 10 FISCAL YEARS*
FOR THE YEAR ENDED JUNE 30, 2025

For the year ended June 30,	Rio Rancho Public School District No. 94' proportion of the net pension liability	Rio Rancho Public School District No. 94' proportionate share of the net pension liability	Employer covered-employee payroll	Employer's proportionate share of the net pension liability as a percentage of its covered - employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2025	3.455900 %	$ 303,702,577	$ 153,633,367	197.68 %	65.57 %
2024	3.405300 %	295,721,615	147,344,066	200.70 %	65.19 %
2023	3.345440 %	281,743,304	113,122,109	249.06 %	64.87 %
2022	3.369460 %	238,809,356	107,780,418	221.57 %	69.77 %
2021	3.190820 %	646,648,066	101,766,886	635.42 %	39.11 %
2020	3.116560 %	236,151,179	90,271,730	261.60 %	64.13 %
2019	3.032080 %	360,554,668	84,466,280	426.86 %	52.19 %
2018	3.022700 %	335,930,138	85,961,504	390.79 %	52.95 %
2017	3.030900 %	218,115,985	86,353,800	252.58 %	61.58 %
2016	2.947000 %	190,885,038	80,461,541	237.24 %	63.97 %

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF CONTRIBUTIONS
EDUCATIONAL RETIREMENT BOARD (ERB) PLAN
LAST 10 FISCAL YEARS*
FOR THE YEAR ENDED JUNE 30, 2025

For the year ended June 30,	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	The Rio Rancho Public School District No. 94' covered-employee payroll	Contributions as a percentage of covered-employee payroll
2025	$ 27,757,670	$ 27,757,670	$ -	$ 153,633,367	18.07 %
2024	26,624,147	26,624,147	-	147,344,066	18.07 %
2023	22,535,849	22,526,242	9,607	131,404,369	17.14 %
2022	17,167,963	17,167,963	-	113,122,109	15.18 %
2021	15,283,004	15,283,004	-	107,780,418	14.18 %
2020	14,392,545	14,392,545	-	101,766,886	14.14 %
2019	12,568,362	12,568,362	-	90,271,730	13.92 %
2018	11,740,813	11,740,813	-	84,466,280	13.90 %
2017	11,948,649	11,948,649	-	85,961,504	13.90 %
2016	12,001,503	12,001,503	-	86,353,800	13.90 %

* This schedule is presented to illustrate the requirement to show information for 10 years.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
LAST 10 FISCAL YEARS
FOR THE YEAR ENDED JUNE 30, 2025

SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY

For the year ended June 30,	Rio Rancho Public School District No. 94' proportion of the net OPEB liability	Rio Rancho Public School District No. 94' proportionate share of the net OPEB liability	Employer covered-employee payroll	Employer's proportionate share of the net OPEB liability as a percentage of its covered - employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2025	2.280210 %	$ 40,697,162	$ 127,900,019	31.82 %	46.99 %
2024	2.352100 %	40,054,794	116,476,422	34.39 %	44.16 %
2023	2.217150 %	51,251,644	112,614,860	45.51 %	33.33 %
2022	2.238070 %	73,640,332	97,514,087	75.52 %	25.39 %
2021	2.293850 %	96,316,652	101,766,886	94.64 %	16.50 %
2020	1.893520 %	61,395,279	90,271,730	68.01 %	18.92 %
2019	2.133100 %	92,754,757	84,466,280	109.81 %	13.14 %
2018	2.013690 %	$ 91,253,846	$ 85,961,504	106.16 %	11.34 %

*This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School will present information for available years.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF CONTRIBUTIONS
NEW MEXICO RETIREE HEALTH CARE AUTHORITY (NMRHCA)
LAST 10 FISCAL YEARS*
FOR THE YEAR ENDED JUNE 30, 2025

SCHEDULE OF EMPLOYER'S CONTRIBUTIONS

For the year ended June 30,	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	The Rio Rancho Public School District No. 94' covered-employee payroll	Contributions as a percentage of covered-employee payroll
2025	$ 3,052,297	$ 3,052,297	$ -	$ 152,614,850	2.00 %
2024	2,904,090	2,904,090	-	147,344,066	1.97 %
2023	2,694,156	2,694,156	-	134,707,783	2.00 %
2022	2,266,326	2,266,326	-	112,614,860	2.01 %
2021	1,950,282	1,950,282	-	97,514,087	2.00 %
2020	2,033,371	2,033,371	-	101,766,886	2.00 %
2019	1,806,475	1,806,475	-	90,271,730	2.00 %
2018	$ 1,684,362	$ 1,684,362	$ -	$ 84,466,280	1.99 %

*This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School will present information for available years.

Changes of benefit terms: There were no modifications to the benefit provisions that were reflected in the actuarial valuation as of June 30, 2023 (measurement date).

Changes of assumptions: ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study as of June 30, 2019 and adopted by the Board of Trustees on April 17, 2020.

No valuation assumptions changed in 2023

Assumptions that were not changed:

a. Investment return 7.00%
b. Inflation rate 2.30% for ERB
c. Salary increase Composed of 2.30% inflation, 0.70% productivity increase rate, plus step-rate promotional increases for less than 15 years of service.

See also the Note VI (B) *Actuarial Assumptions* of the financial statement note disclosure on the Pension Plan.

Changes of assumptions: RHCA conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study as of June 30, 2019 and adopted by the Board of Trustees on April 17, 2020.

The total OPEB liability as of June 30, 2024 (measurement date) was determined by an actuarial valuation as of June 30, 2023. The mortality, retirement, disability, turnover and salary assumptions are based on the PERA annual valuation as of October 30, 2023 and the ERB actuarial experience study as of October 30, 2023.
Fiscal year 2023 valuation assumptions that changed based on this study:

<u>Reduced</u>

a. Discount rate from 6.22% to 5.42%

<u>Increased</u>

b. Healthcare cost trend rates
   - Non-Medicare Medical from 7.5% in 2021/2022 graded down to 4.5% over 14 years to 8.5% n 2021/2022 graded down to 4.5% over 14 years
   - Trends that refect actual premium increase in 2021/2022, then 7.00 graded down from 4.50% over 10 years to Trends reflect actual premium increase in 2023/2024, then 8.25% in 2024/2025 graded down to 4.50% over 15 years

Assumptions that were not changed:

d. Investment return 7.00%
e. Inflation rate 2.30% for ERB
f. Projected payroll increases 3.00% to 10.00%
g. Population growth per year at 0.00%

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUNDS
COMBINING BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2025

	Operations Fund 11000	Safe Program Fund 11900	Transportation Fund 13000
ASSETS			
Cash and cash equivalents	$ 25,284,630	$ 781,272	$ 626,235
Investment	5,000,000	-	-
Taxes receivable	-	-	-
Intergovernmental receivable	341,644	-	-
Due from other funds	8,014,352	-	-
Total assets	$ 38,640,626	$ 781,272	$ 626,235
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 868,343	$ 889	$ 12,453
Payroll Liabilities - held payments	25,150,280	62,766	626,235
Total liabilities	26,018,623	63,655	638,688
Deferred inflows of resources:			
Unavailable tax revenues	-	-	-
Fund balances:			
Committed to:			
Subsequent year's expenditures	3,156,120	-	-
Unassigned	9,465,883	717,617	(12,453)
Total fund balances	12,622,003	717,617	(12,453)
Total liabilities, deferred inflows and fund balances	$ 38,640,626	$ 781,272	$ 626,235

See independent auditors' report

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUNDS
COMBINING BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2025

	Local Revenue Operational Fund 15200	Total General Funds
ASSETS		
Cash and cash equivalents	$ 358,339	$ 27,050,476
Investment	-	5,000,000
Taxes receivable	24,223	24,223
Intergovernmental receivable	-	341,644
Due from other funds	-	8,014,352
Total assets	$ 382,562	$ 40,430,695
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES		
Liabilities:		
Accounts payable	$ -	$ 881,685
Payroll Liabilities - held payments	-	25,839,281
Total liabilities	-	26,720,966
Deferred inflows of resources:		
Unavailable tax revenues	15,916	15,916
Fund balances:		
Committed to:		
Subsequent year's expenditures	-	3,156,120
Unassigned	366,646	10,537,693
Total fund balances	366,646	13,693,813
Total liabilities, deferred inflows and fund balances	$ 382,562	$ 40,430,695

See independent auditors' report

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2025

	Operations Fund 11000	Safe Program Fund 11900	Transportation Fund 13000
REVENUES			
Property	$ -	$ -	$ -
Intergovernmental - federal grants	1,158,836	-	-
Intergovernmental - state grants	218,571,639	-	7,133,615
Contributions - private grants	487,389	180	-
Charges for services	1,614,154	1,429,895	-
Investment and interest income	1,226,689	-	-
Miscellaneous	381,187	-	-
Total revenues	223,439,894	1,430,075	7,133,615
EXPENDITURES			
Current:			
Instruction	142,502,675	-	-
Support services			
Students	26,056,594	-	-
Instruction	2,390,492	-	-
General administration	6,633,938	1,362,664	-
School administration	13,645,869	-	-
Central services	13,166,733	-	-
Operation & maintenance of plant	23,005,802	4,775	-
Operation of non-instructional services:			
Student transportation	1,380,727	-	6,983,333
Food services operations	93,033	-	-
Capital Outlay	7,052,134	-	145,557
Total expenditures	235,927,997	1,367,439	7,128,890
Excess (deficiency) of revenues over expenditures	(12,488,103)	62,636	4,725
Other financing sources & uses			
Transfer out	(83,764)	-	-
Transfer in	-	654,981	-
Total other financing sources & uses	(83,764)	654,981	-
Net change in fund balance	(12,571,867)	717,617	4,725
Fund balance at beginning of year	25,193,870	-	(17,178)
Fund balance at end of year	$ 12,622,003	$ 717,617	$ (12,453)

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2025

	Local Revenue Operational Fund 15200	Total General Funds
REVENUES		
Property	$ 1,040,691	$ 1,040,691
Intergovernmental - federal grants	24,287	1,183,123
Intergovernmental - state grants	-	225,705,254
Contributions - private grants	-	487,569
Charges for services	-	3,044,049
Investment and interest income	-	1,226,689
Miscellaneous	-	381,187
Total revenues	1,064,978	233,068,562
EXPENDITURES		
Current:		
Instruction	-	142,502,675
Support services		
Students	-	26,056,594
Instruction	-	2,390,492
General administration	10,283	8,006,885
School administration	-	13,645,869
Central services	-	13,166,733
Operation & maintenance of plant	958,650	23,969,227
Operation of non-instructional services:		
Student transportation	-	8,364,060
Food services operations	-	93,033
Capital Outlay	-	7,197,691
Total expenditures	968,933	245,393,259
Excess (deficiency) of revenues over expenditures	96,045	(12,324,697)
Other financing sources & uses		
Transfer out	-	(83,764)
Transfer in	-	654,981
Total other financing sources & uses	-	571,217
Net change in fund balance	96,045	(11,753,480)
Fund balance at beginning of year	270,601	25,447,293
Fund balance at end of year	$ 366,646	$ 13,693,813

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUND OPERATIONS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL ON BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
Intergovernmental - federal grants	$ 722,426	$ 722,426	$ 1,158,836	$ (436,410)
Intergovernmental - state grants	230,344,782	230,344,782	218,906,557	11,438,225
Contributions - private grants	781,000	781,000	487,389	293,611
Property taxes	-	-	-	-
Charges for services	1,998,968	1,998,968	1,614,154	384,814
Investment and interest income	877,576	877,576	1,226,689	(349,113)
Miscellaneous	58,060	58,060	381,187	(323,127)
Total revenue	234,782,812	234,782,812	223,774,812	11,008,000
Expenditures:				
Current:				
Instruction	144,105,663	145,668,634	129,389,636	16,278,998
Support services:				
Students	26,635,569	26,635,569	25,366,434	1,269,135
Instruction	2,493,434	2,493,434	2,390,492	102,942
General Administration	6,379,579	8,539,720	6,633,938	1,905,782
Student Administration	14,494,179	15,494,179	13,645,869	1,848,310
Central Services	13,286,589	13,286,589	13,166,733	119,856
Operation & Maintenance of Plant	29,311,404	29,311,404	23,005,802	6,305,602
Student transportation	1,514,843	1,514,843	1,380,727	134,116
Food Services	95,000	95,000	93,033	1,967
Capital Outlay	8,957,631	7,946,635	7,052,134	894,501
Total expenditures	247,273,891	250,986,007	222,124,798	28,861,209
Excess (deficiency) of revenues over expenditures	(12,491,079)	(16,203,195)	1,650,014	(17,853,209)
Other financing sources (uses)				
Transfers out	(83,764)	(83,764)	(83,764)	-
Net change in fund balance	(12,574,843)	(16,286,959)	1,566,250	(17,853,209)
Beginning cash balance budgeted	12,672,844	12,672,844		
Total budget excess (deficiency)	98,001	(3,614,115)		

Reconciliation of budgetary basis to GAAP basis:	
Net changes in fund balance (budget basis)	$ 1,566,250
Change in intergovernmental receivables	(334,918)
Change in payables	(13,803,199)
Net changes in fund balance (GAAP basis)	$ (12,571,867)

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SAFE PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL ON BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
Contributions - private grants	$ 200	$ 200	$ 180	$ (20)
Charges for services	2,999,800	2,999,800	1,429,895	(1,569,905)
Total revenue	3,000,000	3,000,000	1,430,075	(1,569,925)
Expenditures:				
Current:				
General Administration	1,361,775	1,361,775	1,361,775	-
Operation & Maintenance of Plant	4,775	4,775	4,775	-
Total expenditures	1,366,550	1,366,550	1,366,550	-
Excess (deficiency) of revenues over expenditures	1,633,450	1,633,450	63,525	(1,569,925)
Other financing sources (uses)				
Transfers out	-	-	-	-
Transfers in	-	654,981	654,981	-
Net change in fund balance	1,633,450	2,288,431	718,506	(1,569,925)
Beginning cash balance budgeted	-	-		
Total budget excess (deficiency)	1,633,450	2,288,431		

Reconciliation of budgetary basis to GAAP basis:	
Net changes in fund balance (budget basis)	$ 718,506
Change in payables	(889)
Net changes in fund balance (GAAP basis)	$ 717,617

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUND TRANSPORTATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL ON BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
Intergovernmental - federal grants	$ 7,087,950	$ 7,087,950	$ 7,133,615	$ 45,665
Expenditures:				
Current:				
Student transportation	6,988,058	6,988,058	6,988,058	-
Capital Outlay	145,557	145,557	145,557	-
Total expenditures	7,133,615	7,133,615	7,133,615	-
Excess (deficiency) of revenues over expenditures	(45,665)	(45,665)	-	45,665
Other financing sources (uses)				
Transfers out	-	-	-	-
Net change in fund balance	(45,665)	(45,665)	-	45,665
Beginning cash balance budgeted	236,933	236,933		
Total budget excess (deficiency)	191,268	191,268		

Reconciliation of budgetary basis to GAAP basis:	
Net changes in fund balance (budget basis)	$ -
Change in payables	4,725
Net changes in fund balance (GAAP basis)	$ 4,725

See independent auditors' report and accompanying notes to financial statements.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
GENERAL FUND LOCAL REVENUE OPERATIONAL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL ON BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
Property tax	$ 1,327,281	$ 1,327,281	$ 1,042,772	$ 284,509
Intergovernmental - federal grants	24,287	24,287	24,287	-
Total revenue	1,351,568	1,351,568	1,067,059	284,509
Expenditures:				
Current:				
General Administration	10,283	10,283	10,283	-
Operation & Maintenance of Plant	957,322	1,231,980	958,650	273,330
Total expenditures	967,605	1,242,263	968,933	273,330
Excess (deficiency) of revenues over expenditures	383,963	109,305	98,126	11,179
Other financing sources (uses)				
Transfers out	-	-	-	-
Net change in fund balance	383,963	109,305	98,126	$ 11,179
Beginning cash balance budgeted	264,375	264,375		
Total budget excess (deficiency)	$ 648,338	$ 373,680		

Reconciliation of budgetary basis to GAAP basis:	
Net changes in fund balance (budget basis)	$ 98,126
Change in other receivables	36,292
Change in unearned revenue	(38,373)
Net changes in fund balance (GAAP basis)	$ 96,045

See independent auditors' report and accompanying notes to financial statements.

NONMAJOR REVENUE FUNDS

Special revenue funds are operating funds used to account for the proceeds of specific revenue sources that are intended for specific purposes other than special assessments or major capital projects.

Food Service (Fund No. 21000). This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-4, 60 Stat. 230, 42 U.S.C. 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 sat. 886, 889, 42 U.S.C. 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71, 101 stat. 430.

Universal Free Meals (Fund No. 21100). During the 2023 legislative session, the state appropriated funding for Universal Free Meals. This funding is to be used specifically for school meals – including breakfast, lunch, snack, and supper. This will serve as a critical tool to mitigate hunger and improve educational outcomes. Expanding meal access for NM students is an integral part of Governor Lujan Grisham's work to end childhood hunger. This award is based upon reimbursable meal counts. Claims will be automatically generated once the School Food Authority (SFA) has submitted their monthly federal claim into the Student Nutrition Portal (SNP). SFAs not listed to receive funding are 100% free for meals under the community eligibility provision. The Universal Free Meals allocation is inclusive of Breakfast After the Bell and the Reduced Priced Meal Copay amounts that have been awarded to SFA's in past years.

Athletics (Fund No. 22000). To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

Non-Instructional Support (Fund No. 23000). To account for revenue and expenditures associated with the District's non-instructional support activities (primarily after-school activities).

Title I (Fund No. 24101). To help local education agencies (LEAs) and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards. Funding authorization: Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

Entitlement IDEA - B (Fund No. 24106). Program provides grants to states that flow-through to schools, to assist them 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 Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

Preschool IDEA - B (Fund No. 24109). The Preschool program is for the purpose of enhancing Special Education for handicapped children from ages 3 to 5. 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.

Education of Homeless (Fund No. 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.

Private Schools Share IDEA-B (Fund No. 24115). Under 34 CFR §§ 300.132-300.133, local educational agencies (LEA) must spend a proportionate amount of their IDEA-B Basic Entitlement and, if applicable, Preschool sub-grant funds for special education and related services ('equitable participation services" to students with disabilities who are parentally placed in private elementary and secondary schools ('equitable participation services") located in the school district served by the LEA. The private schools must be nonprofit institutions. Children aged three through five are considered to be parentally-placed private school children with disabilities only if they are enrolled in a private school that meets the definition of elementary school in 34 CFR §300.13. New Mexico State law defines an elementary school as "a public school providing instruction for grades kindergarten through eight, unless there is a junior high school program approved by the state board [department], in which case it means a public school providing instruction for grades kindergarten through six" 22-1-3(A) NMSA 1978.

Fresh Fruit & Vegetables (Fund No. 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.

IDEA B Risk Pool (Fund No. 24120). The New Mexico Public Education Department (PED) has granted its final FY 24-25 subawards for funding through the IDEA-B Special Education Program-Puente Para Los Ninos High-Cost fund (24120).

Leadership - Voc. Ed. (Fund No. 24139). To support areas with high percentages of Career Technical Education students, or areas with high numbers of career Technical Education students and provide career technical education services that address identified needs within the State of New Mexico. The authority for creation of this fund is the New Mexico Public Education Department.

Title III English Language (Fund No. 24153). To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander, and Alaskan native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The fund is authorized through the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101,3129.

Teacher Principal Training and Recruiting (Fund No. 24154). To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principal and assistant principals in schools and hold local educational agencies and schools accountable for improvements in the academic achievement. Authorization is granted through the Elementary and Secondary Education Act of 1965, as amended, Title II, Part a, Public Law 107-110.

Carl D Perkins (Fund No. 24171/24174/24176). The redistribution component of the Carl D. Perkins program represents an allocation of remaining balances from the Carl D. Perkins Career and Technical Education Act (Perkins IV-Year 4). The program is funded by the United States government, under the Carl D. Perkins Vocational-Technical Education Act Amendments, Title I; 20 U.S.C. 2321 et seq., Public Law 105-332.

USDA Equipment (Fund No. 24183). Equipment Assistance grant for food services.

Academic Achievement Title IV (Fund No. 24189). To improve student's academic achievement by increasing the capacity of States, local educational agencies, schools and local communities to: (1) provide all students with access to a well-rounded education; (2) improve school conditions for student learning; and (3) improve the use of technology in order to improve the academic achievement and digital literacy for all students. Newly authorized under subpart 1 of Title IV, Part A of the ESEA is the Student Support and Academic Enrichment (SSAE) program.

Title I Comprehensive Support & Improvement (Fund No. 24190). To assist with school improvements.

Stronger Connections Grant (Fund No. 24196). The New Mexico Public Education Department (PED) has granted its final FY24-25 subawards for funding through the U.S. Department of Education's Stronger Connections Grant (SCG) Program, Fund (24196) to establish safe and healthier learning environments.

ARP ESSER III (Fund No. 24330). This is a sub-award for funding through the Elementary and Secondary School Emergency Relief Fund for air quality improvements relate to COVID-19. Authorization: Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act Elementary and Secondary School Education Relief Fund (ESSER II SEA Reserve)

Homeless Children ESSER II (Fund No. 24355). This is a subawards for funding through the American Rescue Plan Act, Elementary and Secondary School Emergency Relief Fund to help schools to return safely to in-person instruction, maximize in-person instructional time, sustain the safe operation of schools. and address the academic, social, emotional, and mental health impacts of the COVID-19 pandemic on NM students.

Title XIX Medicaid (Fund No. 25153). To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-14, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

Indian Education Formula Grant (Fund No. 25184). To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, U.S.C. 2601-2606.

School Nurse Workforce DOH (Fund No. 25275). The intent of this program is to fund state, local, and territorial public health departments for HHS Secretarial declared and non-declared public health emergencies having an overwhelming impact on jurisdictional resources. These emergencies require federal support to effectively respond to, manage, and address a significant public health threat. CDC seeks to enhance the Nation's ability to rapidly mobilize and respond to specific public health crises or emergencies. In addition to immediate response activities, this program provides a mechanism to accelerate readiness for an impending infectious disease threat or other public health crises identified on the event horizon. Authorizations: This cooperative agreement is authorized under the following statutory authorities: Sections 317(k)(2) and 307 of the Public Health Service Act; [42 U.S.C Sections 247b and 247b-2and 247b-3] as amended; Title IV Section 4002 of the Affordable Care Act, Prevention and Public Health Fund; Sections 307 and 317(k)(2) of the Public Health Service Act [42 USC 242(l) and 247(b)(k)(2), as amended]. In addition, this program is authorized under sections 311 and 1703 of Public Health Service Act [42 USC 243 and 300 u-2, as amended] and Section 4002 of the Patient Protection and Affordable Care Act, Public Law 111-148; 317(a) and 317(d) of the PHS Act, subject to available funding and other requirements and limitations; 317(a) of the Public Health Service Act, subject to available funding and other requirements and limitations. This program is authorized under section 311(c)(1) of the Public Health Service Act (42 USC § 243(c)(1)), subject to available funding and other requirements and limitations.

NM Army National Guard Award (Fund No. 25281). The objective of this Performance Work Statement (PWS) is for Cleveland High School to provide an advertising and marketing partnership to the NMARNG Recruiting and Retention Battalion.

REC/District Fiscal Agent (Fund No. 26107). The funding provided shall be used as specified by the 2015 PreK Act.

LANL Foundation (Fund No. 26113). This grant was awarded by the LANL Foundation to support students participation in the Governor's STEM Challenge.

Intel Foundation (Fund No. 26116). To account for a grant received from Intel Corporation – New Mexico for an educational project. The authority for creation of this fund is the New Mexico Public Education Department.

Rio Rancho Education Foundation (Fund No. 26171). The objective of this program is to provide monies for various types of educational projects (sensory cameras to study local wildlife, calculators for students to conduct fine arts mathematics, etc.) that will improve an existing community need, problem, or issue. This fund is awarded directly to the school district by the Rio Rancho Education Foundation. Authority for the creation of this fund is the New Mexico Public Education Department.

CNMI Foundation (Fund No. 26207). To be used for courses approved by Higher Education Department (HED) and through a college/university for which the district has an approved agreement.

Emergency Connectivity (Fund No. 26222). The purpose of this Emergency Connectivity Fund award is to provide financial assistance for remote learning during the COVID- 19 emergency period to fund the reasonable costs of eligible devices and broadband connections for use at locations including locations other than a school or library. Intended beneficiaries are eligible schools and libraries, including Tribal entities, as well as consortia of eligible schools and libraries, to support their students, school staff, and library patrons who otherwise lack access to connected devices and/or broadband connections sufficient to engage in remote learning. Authorization: amounts made available from the Emergency Connectivity Fund, of support under paragraphs (1)(B) and (2) of section 254(h) of the Communications Act of 1934 (47 U.S.C. 254(h)) to an eligible school or library, for the purchase during a COVID-19 emergency period of eligible equipment or advanced telecommunications and information services (or both), for use by: (1) in the case of a school, students and staff of the school at locations that include locations other than the school. American Rescue Plan Act, 2021, H.R. 1319, Public Law 117-2, 117th Cong., tit. VII, § 7402 (2021).

Dual Credit Instructional Materials (Fund No. 27103). To be used for courses approved by Higher Education Department (HED) and through a college/university for which the district has an approved agreement.

GO Student Library 2012 (Fund No. 27107). Funds to be used for library books and library resources for public school libraries statewide. Library resources include computers, software, projectors, televisions, other related hardware and software, shelving, desks, chairs, and book trucks/carts. Senate Bill 66, Laws of 2012, 2nd Session, Chapter 54, Section 10.B.(3).

Instruction Material Appropriation (Fund No. 27109). Accounts for the special 2019-2020 appropriation of Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

Structured Literacy and Early Literacy Distribution (Fund No. 27114). During the 2024 legislative session, the state appropriated funding for Early Literacy & Reading Support. The New Mexico Public Education Department (PED) has determined its final FY 24-25 award for the Early Literacy & Reading Support which is illustrated on Exhibit C. This funding is to be used specifically for Early Literacy & Reading Support, as identified in this award letter.

Pre-K Initiative (Fund No. 27149). The pre-k program shall address the total development needs of preschool children, including physical, cognitive, social and emotional needs, and shall include health care, nutrition, safety and multicultural sensitivity.

Indian Education Act (Fund No. 27150). To develop and evaluate the relationship between improved academic performance of American Indian students who experience a culturally relevant education curriculum. Authority for creation of this funds is the New Mexico Public Education Department.

School Buses (Fund No. 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.

New Mexico Grown (Fund No. 27183). Funds under this award are to be used to purchase locally grown New Mexico fresh fruits and vegetables, to be made available at no charge to students. Funds have been received as appropriation through the General Appropriation Act to distribute to school districts and charter schools.

NextGen CTE (Fund No. 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

Near Peer Tutoring (Fund No. 27533). To assist with the school tutoring program.

Supercomputing Challenge (Fund No. 27536). The New Mexico Public Education Department (PED) has calculated the final FY24 awards for the Summer Literacy Transportation Program which is illustrated on Exhibit C. Please note that the attached allocations will not be sent out on a reimbursement basis. Payment will be advanced directly to your school district and charter school.

Teacher Compensation Related to Math (Fund No. 27551). To assist with the Math Lab Program for RRPS.

Innovative Zone Initiative (Fund No. 27552) - Funding is awarded to support schools in their efforts to transform and align education throughout the high school. Funding for this initiative is titled "CTE Initiatives and Equipment."

Attendance Success Initiative (Fund No. 27584) - Provides financial assistance to local educational agencies (LEAs) to support efforts in reducing chronic absenteeism and improving student attendance. This fund aims to establish a cohort of Attendance Success Coaches in elementary, middle, and high schools across the state. These coaches work with students, families, communities, schools, and districts to address the root causes of absenteeism and promote student engagement.

Improving ED/Cultural Outcomes for NAS (Fund No. 27901) - Provides financial assistance to local educational agencies (LEAs) to support the unique educational and culturally related academic needs of American Indian and Alaska Native students. This fund helps ensure that

these students can meet challenging state academic standards and gain knowledge of Native communities, languages, Tribal histories, traditions, and cultures. The funding is authorized by Title VI of the Elementary and Secondary Education Act of 1965 (ESEA)12.

Indigenous Education Initiative (Fund No. 27906) - Provides financial assistance to local educational agencies (LEAs) to support the unique educational and culturally related academic needs of Indigenous students. This fund aims to enhance the quality of education for Indigenous students by promoting the maintenance and continued development of Indigenous languages, cultures, and traditions.

NM Highway Dept. (Fund No. 28120). To account fund that provide state funding for local transportation projects, and the School Bus Route (SBR) program, a part of the Local Government Road Fund (LGRF).

GRADS Instruction (Fund No. 28190) - To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

GRADS Plus (Fund No. 28203) - The purpose of this fund is to support a shared case management model between Central High School GRADS program and school and community partners. Authority for the creation of this fund is the New Mexico GRADS System.

DOH COVID-19 Testing Program (Fund No. 28211). To strengthen school health services infrastructure and may be used to prevent, mitigate, and reduce the consequences of COVID infections.

NMDVR - Pre-Employment Transition (Fund No. 28215). To support NMDVR in the implementation of the Rehabilitation Act 1973 as amended by Workforce Innovation and Opportunity Act (WIOA), by providing Pre-employment Transition Services (Pre-ETS) to New Mexico students with disabilities (SWD) ages 14 through 21 in need of such services

Kitchen Infrastructure (Fund No. 28221). The purpose of this grant is for projects statewide for kitchen infrastructure, equipment, renovation, and construction. The purpose of these funds is to provide statewide funding for kitchen equipment, kitchen infrastructure upgrades, and kitchen renovations to encourage the preparation of school meals that are scratch cooked and freshly prepared.

Private Direct Grants (Fund No. 29102). To account for private donations. Authority for creation of this fund is the New Mexico Public Education Department.

City/County Grants (Fund No. 29107). To provide support for a health education program within the school and to provide workbooks, materials for educational demonstrations and funds to support a nutrition focused event for the school. Funding is provided by Sandoval County and the City of Rio Rancho (NM Public Education Department, PSAB, Supp 3).

Public School Capital Outlay (Fund No. 31200). Appropriation from the Public School Capital Outlay Fund for the maintenance and repair of public school buildings.

Special Capital Outlay - Local (Fund No. 31300). To account for resources received by revenue generated local sources for the purpose of remodeling and improvements on existing structures. Funding authority is the New Mexico Public Education Department.

Special Capital Outlay - State (Fund No. 31400). This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

Capital Improvements SB-9 (Local) (Fund No. 31701). This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

Capital Improvements SB-9 (State) (Fund No. 31703). To account for funds distributed under the Public School Capital Outlay Improvements Act (22-25-1 to 22-25-10 NMSA 1978) to any school district that has imposed a tax for capital outlays and maintenance. 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. Provided, 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.

Public School Capital Outlay 20% (Fund No. 32100). To account for funds distributed under the Public School Capital Outlay Improvements Act (22-25-1 to 22-25-10 NMSA 1978) to any school district that has imposed a tax for capital outlays and maintenance.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Food Service 21000	Universal Free Meals 21100	Athletics 22000
ASSETS			
Cash on deposit	$ 2,905,690	$ -	$ 315,080
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	863,023	982,149	-
Prepaid items	-	-	-
Inventory, at cost	118,243	-	-
Total assets	$ 3,886,956	$ 982,149	$ 315,080
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 298,853	$ -	$ 20,000
Due to other funds	-	982,148	-
Accrued payroll	23,188	-	1,932
Total liabilities	322,041	982,148	21,932
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	322,041	982,148	21,932
Fund balances:			
Nonspendable - inventory	118,243	-	-
Restricted reported in:			
Food services	3,446,672	1	-
Extracurricular activities	-	-	293,148
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	3,564,915	1	293,148
Total liabilities and fund balances	$ 3,886,956	$ 982,149	$ 315,080

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Non-Instructional Support Fund 23000	Title I - IASA 24101	Entitlement IDEA - B 24106
ASSETS			
Cash on deposit	$ 2,052,821	$ 89,382	$ 364,278
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	181,499	3,194,741
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 2,052,821	$ 270,881	$ 3,559,019
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 189,868	$ -	$ 4,839
Due to other funds	-	247,562	3,292,357
Accrued payroll	23,598	89,382	364,278
Total liabilities	213,466	336,944	3,661,474
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	213,466	336,944	3,661,474
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	1,839,355	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	(66,063)	(102,455)
Total fund balance	1,839,355	(66,063)	(102,455)
Total liabilities and fund balances	$ 2,052,821	$ 270,881	$ 3,559,019

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Preschool IDEA - B 24109	Education of Homeless 24113	Private Schools Share IDEA-B 24115
ASSETS			
Cash on deposit	$ 1,448	$ -	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	5,276	4,117	15,469
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 6,724	$ 4,117	$ 15,469
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	8,588	8,455	15,469
Accrued payroll	1,448	-	-
Total liabilities	10,036	8,455	15,469
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	10,036	8,455	15,469
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	(3,312)	(4,338)	-
Total fund balance	(3,312)	(4,338)	-
Total liabilities and fund balances	$ 6,724	$ 4,117	$ 15,469

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Fresh Fruit & Vegetables 24118	IDEA B Risk Pool 24120	Leadership - Voc Ed 24139
ASSETS			
Cash on deposit	$ -	$ -	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	26,677	321,252	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 26,677	$ 321,252	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	66,639	321,252	922
Accrued payroll	-	-	-
Total liabilities	66,639	321,252	922
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	66,639	321,252	922
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	(39,962)	-	(922)
Total fund balance	(39,962)	-	(922)
Total liabilities and fund balances	$ 26,677	$ 321,252	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Title III - English Language 24153	Teacher Principal Training & Recruiting 24154	Carl D Perkins Culinary 24174
ASSETS			
Cash on deposit	$ 7,700	$ 12,800	$ 193
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	15,390	133,434	17,258
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 23,090	$ 146,234	$ 17,451
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ 253	$ -
Due to other funds	17,960	142,588	16,217
Accrued payroll	7,700	12,800	193
Total liabilities	25,660	155,641	16,410
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	25,660	155,641	16,410
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	1,041
Capital project funds	-	-	-
Unassigned funds	(2,570)	(9,407)	-
Total fund balance	(2,570)	(9,407)	1,041
Total liabilities and fund balances	$ 23,090	$ 146,234	$ 17,451

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Carl D Perkins Secondary 24176	USDA Equipment 24183	Title IV Student Supp. Academic Achievement 24189
ASSETS			
Cash on deposit	$ -	$ -	$ 48,691
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	72,354
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ -	$ 121,045
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	244	-	76,176
Accrued payroll	-	-	48,691
Total liabilities	244	-	124,867
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	244	-	124,867
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	(244)	-	(3,822)
Total fund balance	(244)	-	(3,822)
Total liabilities and fund balances	$ -	$ -	$ 121,045

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Title I Comprehensive Support & Improvement 24190	Stronger Connections Grant 24196	ARP ESSER III 24330
ASSETS			
Cash on deposit	$ -	$ -	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	38,404	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 38,404	$ -	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	38,404	-	-
Accrued payroll	-	-	-
Total liabilities	38,404	-	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	38,404	-	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	-	-	-
Total liabilities and fund balances	$ 38,404	$ -	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Homeless Children ESSER II 24355	Title XIX Medicaid 3/21 Years 25153	Indian Education 25184
ASSETS			
Cash on deposit	$ -	$ 2,232,385	$ 4,724
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	321	407,763	7,270
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 321	$ 2,640,148	$ 11,994
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ 31,784	$ -
Due to other funds	320	-	6,664
Accrued payroll	-	409,022	4,724
Total liabilities	320	440,806	11,388
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	320	440,806	11,388
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	1	2,199,342	-
Capital project funds	-	-	-
Unassigned funds	-	-	606
Total fund balance	1	2,199,342	606
Total liabilities and fund balances	$ 321	$ 2,640,148	$ 11,994

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	School Nurse 25275	NM Army National Guard Award 25281	REC/District Fiscal Agent 26107
ASSETS			
Cash on deposit	$ -	$ 10,000	$ 5,474
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ 10,000	$ 5,474
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	-	-
Accrued payroll	-	-	-
Total liabilities	-	-	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	-	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	5,474
Capital project funds	-	-	-
Unassigned funds	-	10,000	-
Total fund balance	-	10,000	5,474
Total liabilities and fund balances	$ -	$ 10,000	$ 5,474

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	LANL Foundation 26113	Intel Foundation 26116	Rio Rancho Education Foundation 26171
ASSETS			
Cash on deposit	$ -	$ 38,054	$ 24,439
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ 38,054	$ 24,439
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	-	-
Accrued payroll	-	-	-
Total liabilities	-	-	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	-	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	38,054	24,439
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	-	38,054	24,439
Total liabilities and fund balances	$ -	$ 38,054	$ 24,439

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	CNM Foundation 26207	Emergency Connectivity 26222	Dual Credit Instructional Materials 27103
ASSETS			
Cash on deposit	$ 1,203	$ 2	$ 221
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 1,203	$ 2	$ 221
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	-	-
Accrued payroll	1,084	-	-
Total liabilities	1,084	-	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	1,084	-	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	119	2	221
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	119	2	221
Total liabilities and fund balances	$ 1,203	$ 2	$ 221

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	GoBond Student Library SB-66 27107	2019/2020 Instructional Material Initial Distribution 27109	Structured Literacy and Early Literacy Distribution 27114
ASSETS			
Cash on deposit	$ -	$ 2,613	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ 2,613	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	-	-
Accrued payroll	-	-	-
Total liabilities	-	-	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	-	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	2,613	-
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	-	2,613	-
Total liabilities and fund balances	$ -	$ 2,613	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Pre-K Initiative 27149	Indian Education Act 27150	Capital Appropriation Project 27178
ASSETS			
Cash on deposit	$ 240,351	$ -	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	610,192	-	897,220
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 850,543	$ -	$ 897,220
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	691,094	250	897,220
Accrued payroll	240,351	-	-
Total liabilities	931,445	250	897,220
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	931,445	250	897,220
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	(80,902)	(250)	-
Total fund balance	(80,902)	(250)	-
Total liabilities and fund balances	$ 850,543	$ -	$ 897,220

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	New Mexico Grown 27183	Next Gen CTE 27502	Near Peer Tutoring 27533
ASSETS			
Cash on deposit	$ -	$ 9,613	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	33,014	30,947	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 33,014	$ 40,560	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	33,014	35,629	-
Accrued payroll	-	9,613	-
Total liabilities	33,014	45,242	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	33,014	45,242	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	(4,682)	-
Total fund balance	-	(4,682)	-
Total liabilities and fund balances	$ 33,014	$ 40,560	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Supercomputing Challenge 27536	Teacher Compensation Related to Math 27551	Innovation Zone Initiative 27552
ASSETS			
Cash on deposit	$ -	$ 23,756	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	32,264	54,914
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ 56,020	$ 54,914
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	32,264	54,914
Accrued payroll	-	23,756	-
Total liabilities	-	56,020	54,914
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	56,020	54,914
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	-	-
Total fund balance	-	-	-
Total liabilities and fund balances	$ -	$ 56,020	$ 54,914

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Attendance Success Initiative 27584	Improving ED/Cultural Outcomes for NAS 27901	Indigenous Education Initiative 27906
ASSETS			
Cash on deposit	$ 21,547	$ 26,572	$ 22,715
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	39,954	56,991	32,374
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ 61,501	$ 83,563	$ 55,089
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ 66	$ -
Due to other funds	39,954	60,053	40,248
Accrued payroll	21,547	26,572	22,715
Total liabilities	61,501	86,691	62,963
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	61,501	86,691	62,963
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	(3,128)	(7,874)
Total fund balance	-	(3,128)	(7,874)
Total liabilities and fund balances	$ 61,501	$ 83,563	$ 55,089

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	NM Highway Dept. 28120	GRADS Instruction 28190	GRADS Plus 28203
ASSETS			
Cash on deposit	$ -	$ 1,201	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ 1,201	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	-	-
Accrued payroll	-	432	-
Total liabilities	-	432	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	432	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	769	-
Total fund balance	-	769	-
Total liabilities and fund balances	$ -	$ 1,201	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	NM Schools COVID-19 28211	NMDVR 28215	Kitchen Infrastructure 28221
ASSETS			
Cash on deposit	$ -	$ -	$ -
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	-
Prepaid items	-	-	-
Inventory, at cost	-	-	-
Total assets	$ -	$ -	$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ -
Due to other funds	-	11,118	-
Accrued payroll	-	-	-
Total liabilities	-	11,118	-
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	-	11,118	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	-
Unassigned funds	-	(11,118)	-
Total fund balance	-	(11,118)	-
Total liabilities and fund balances	$ -	$ -	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Private Direct Grant (APEX Education) 29102	City/County Grants 29107	Total Nonmajor Special Revenue Funds
ASSETS			
Cash on deposit	$ 107,438	$ 26,385	$ 8,596,776
Investments	-	-	-
Property taxes receivable	-	-	-
Intergovernmental receivable	-	-	8,074,267
Prepaid items	-	-	-
Inventory, at cost	-	-	118,243
Total assets	$ 107,438	$ 26,385	$ 16,789,286
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 175	$ -	$ 545,838
Due to other funds	-	-	7,137,723
Accrued payroll	-	-	1,333,026
Total liabilities	175	-	9,016,587
Deferred inflows:			
Deferred inflows - property tax	-	-	-
Total deferred inflows	-	-	-
Total liabilities and deferred inflows	175	-	9,016,587
Fund balances:			
Nonspendable - inventory	-	-	118,243
Restricted reported in:			
Food services	-	-	3,446,673
Extracurricular activities	-	-	2,132,503
Grantor restrictions	107,263	26,385	2,404,954
Capital project funds	-	-	-
Unassigned funds	-	-	(329,674)
Total fund balance	107,263	26,385	7,772,699
Total liabilities and fund balances	$ 107,438	$ 26,385	$ 16,789,286

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300
ASSETS		
Cash on deposit	$ 593,729	$ 160,056
Investments	329,758	88,896
Property taxes receivable	-	-
Intergovernmental receivable	-	-
Prepaid items	-	-
Inventory, at cost	-	-
Total assets	$ 923,487	$ 248,952
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	$ -	$ -
Due to other funds	-	-
Accrued payroll	-	-
Total liabilities	-	-
Deferred inflows:		
Deferred inflows - property tax	-	-
Total deferred inflows	-	-
Total liabilities and deferred inflows	-	-
Fund balances:		
Nonspendable - inventory	-	-
Restricted reported in:		
Food services	-	-
Extracurricular activities	-	-
Grantor restrictions	-	-
Capital project funds	923,487	248,952
Unassigned funds	-	-
Total fund balance	923,487	248,952
Total liabilities and fund balances	$ 923,487	$ 248,952

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Special Capital Outlay - State 31400	Capital Improvements 31701	SB - 9 Match 31703
ASSETS			
Cash on deposit	$ -	$ 3,628,774	$ 1,673,314
Investments	-	2,015,426	929,361
Property taxes receivable	-	781,551	-
Intergovernmental receivable	876,669	-	-
Prepaid items	-	-	-
Inventory, at cost	-	530,476	-
Total assets	$ 876,669	$ 6,956,227	$ 2,602,675
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 173,807	$ 383,656	$ -
Due to other funds	876,629	-	-
Accrued payroll	-	-	-
Total liabilities	1,050,436	383,656	-
Deferred inflows:			
Deferred inflows - property tax	-	542,159	-
Total deferred inflows	-	542,159	-
Total liabilities and deferred inflows	1,050,436	925,815	-
Fund balances:			
Nonspendable - inventory	-	-	-
Restricted reported in:			
Food services	-	-	-
Extracurricular activities	-	-	-
Grantor restrictions	-	-	-
Capital project funds	-	-	2,602,675
Unassigned funds	(173,767)	6,030,412	-
Total fund balance	(173,767)	6,030,412	2,602,675
Total liabilities and fund balances	$ 876,669	$ 6,956,227	$ 2,602,675

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025

	Public School Capital Outlay 20% 32100	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash on deposit	$ -	$ 6,055,873	$ 14,652,649
Investments	-	3,363,441	3,363,441
Property taxes receivable	-	781,551	781,551
Intergovernmental receivable	-	876,669	8,950,936
Prepaid items	-	-	-
Inventory, at cost	-	530,476	648,719
Total assets	$ -	$ 11,608,010	$ 28,397,296
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ 557,463	$ 1,103,301
Due to other funds	-	876,629	8,014,352
Accrued payroll	-	-	1,333,026
Total liabilities	-	1,434,092	10,450,679
Deferred inflows:			
Deferred inflows - property tax	-	542,159	542,159
Total deferred inflows	-	542,159	542,159
Total liabilities and deferred inflows	-	1,976,251	10,992,838
Fund balances:			
Nonspendable - inventory	-	-	118,243
Restricted reported in:			
Food services	-	-	3,446,673
Extracurricular activities	-	-	2,132,503
Grantor restrictions	-	-	2,404,954
Capital project funds	-	3,775,114	3,775,114
Unassigned funds	-	5,856,645	5,526,971
Total fund balance	-	9,631,759	17,404,458
Total liabilities and fund balances	$ -	$ 11,608,010	$ 28,397,296

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Food Service 21000	Universal Free Meals 21100	Athletics 22000
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	5,387,394	-	250,668
State sources	748,505	4,398,124	-
Contributions - private grants	-	-	7,500
Payments in lieu of taxes	-	-	-
Charge for services	265,389	-	-
Investment and interest income	-		
Miscellaneous	646,534	-	-
Total revenues	7,047,822	4,398,124	258,168
EXPENDITURES:			
Current:			
Instruction	-	-	285,754
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	4,386,387	6,202,950	-
Capital outlay	237,398	-	89,470
Total expenditures	4,623,785	6,202,950	375,224
Excess (deficiency) of revenues over expenditures	2,424,037	(1,804,826)	(117,056)
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	2,424,037	(1,804,826)	(117,056)
Fund balance - beginning	1,140,878	1,804,827	410,204
Fund balance - end of year	$ 3,564,915	$ 1	$ 293,148

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Non-Instructional Support Fund 23000	Title I - IASA 24101	Entitlement IDEA - B 24106
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	1,981,011	5,123,201
State sources	-	-	-
Contributions - private grants	122,904	-	-
Payments in lieu of taxes	-	-	-
Charge for services	2,768,774	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	2,891,678	1,981,011	5,123,201
EXPENDITURES:			
Current:			
Instruction	2,825,027	1,957,564	4,425,930
Support Services			
Students	-	-	173,665
Instruction	-	-	-
General administration	-	22,928	470,473
School administration	-	-	49,957
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	81,247	-	-
Total expenditures	2,906,274	1,980,492	5,120,025
Excess (deficiency) of revenues over expenditures	(14,596)	519	3,176
Other financing sources & uses:			
Transfer out	(654,981)	-	-
Total other financing sources & uses	(654,981)	-	-
Net changes in fund balances	(669,577)	519	3,176
Fund balance - beginning	2,508,932	(66,582)	(105,631)
Fund balance - end of year	$ 1,839,355	$ (66,063)	$ (102,455)

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Preschool IDEA-B 24109	Education of Homeless 24113	Private Schools Share IDEA-B 24115
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	71,262	34,985	15,469
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	71,262	34,985	15,469
EXPENDITURES:			
Current:			
Instruction	66,878	-	14,633
Support Services			
Students	-	30,943	-
Instruction	-	500	-
General administration	4,384	3,542	836
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	71,262	34,985	15,469
Excess (deficiency) of revenues over expenditures	-	-	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	-	-
Fund balance - beginning	(3,312)	(4,338)	-
Fund balance - end of year	$ (3,312)	$ (4,338)	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Fresh Fruit & vegetables 24118	IDEA B Risk Pool 24120	Leadership - Voc Ed 24139
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	131,362	321,252	-
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	131,362	321,252	-
EXPENDITURES:			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	10,437	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	321,252	-
Student transportation	-	-	-
Food services operations	152,626	-	-
Capital outlay	-	-	-
Total expenditures	163,063	321,252	-
Excess (deficiency) of revenues over expenditures	(31,701)	-	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	(31,701)	-	-
Fund balance - beginning	(8,261)	-	(922)
Fund balance - end of year	$ (39,962)	$ -	$ (922)

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Title III - English Language 24153	Teacher Principal Training & Recruiting 24154	Carl D Perkins Culinary 24174
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	89,564	-	123,016
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	482,768	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	89,564	482,768	123,016
EXPENDITURES:			
Current:			
Instruction	-	324,124	102,741
Support Services			
Students	-	110,820	8,400
Instruction	83,832	-	-
General administration	5,732	43,921	11,876
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	89,564	478,865	123,017
Excess (deficiency) of revenues over expenditures	-	3,903	(1)
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	3,903	(1)
Fund balance - beginning	(2,570)	(13,310)	1,042
Fund balance - end of year	$ (2,570)	$ (9,407)	$ 1,041

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Carl D Perkins Secondary 24176	USDA Equipment 24183	Title IV Student Supp. Academic Achievement 24189
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	22,625	34,691	-
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	198,491
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	22,625	34,691	198,491
EXPENDITURES:			
Current:			
Instruction	-	-	186,924
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	22,625	-	11,568
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	4,889	-
Capital outlay	-	29,802	-
Total expenditures	22,625	34,691	198,492
Excess (deficiency) of revenues over expenditures	-	-	(1)
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	-	(1)
Fund balance - beginning	(244)	-	(3,821)
Fund balance - end of year	$ (244)	$ -	$ (3,822)

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Title I Comprehensive Support & Improvement 24190	Stronger Connections Grant 24196	ARP ESSER III 24330
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	2,954,800
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	150,080	664,319	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	150,080	664,319	2,954,800
EXPENDITURES:			
Current:			
Instruction	140,474	-	251,026
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	9,606	549,618	166,646
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	114,701	1,843,343
Total expenditures	150,080	664,319	2,261,015
Excess (deficiency) of revenues over expenditures	-	-	693,785
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	-	693,785
Fund balance - beginning	-	-	(693,785)
Fund balance - end of year	$ -	$ -	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Homeless Children ESSER II 24355	Title XIX Medicaid 3/21 Years 25153	Indian Education 25184
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	10,425	5,670,837	146,802
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	10,425	5,670,837	146,802
EXPENDITURES:			
Current:			
Instruction	9,834	711,292	65,960
Support Services			
Students	-	3,617,074	24,931
Instruction	-	-	-
General administration	590	571,980	51,189
School administration	-	75,903	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	144,746	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	10,424	5,120,995	142,080
Excess (deficiency) of revenues over expenditures	1	549,842	4,722
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	1	549,842	4,722
Fund balance - beginning	-	1,649,500	(4,116)
Fund balance - end of year	$ 1	$ 2,199,342	$ 606

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	School Nurse 25275	NM Army National Guard Award 25281	REC/District Fiscal Agent 26107
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	10,000	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	1,999
Total revenues	-	10,000	1,999
EXPENDITURES:			
Current:			
Instruction	-	-	1,635
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	-	-	1,635
Excess (deficiency) of revenues over expenditures	-	10,000	364
Other financing sources & uses:			
Transfer out	76,535	-	-
Total other financing sources & uses	76,535	-	-
Net changes in fund balances	76,535	10,000	364
Fund balance - beginning	(76,535)	-	5,110
Fund balance - end of year	$ -	$ 10,000	$ 5,474

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	LANL Foundation 26113	Intel Foundation 26116	Rio Rancho Education Foundation 26171
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	34,236	10,000
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	-	34,236	10,000
EXPENDITURES:			
Current:			
Instruction	-	34,535	-
Support Services			
Students	-	-	-
Instruction	-	-	4,916
General administration	50	-	-
School administration	-	-	-
Central services	-	1,408	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	50	35,943	4,916
Excess (deficiency) of revenues over expenditures	(50)	(1,707)	5,084
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	(50)	(1,707)	5,084
Fund balance - beginning	50	39,761	19,355
Fund balance - end of year	$ -	$ 38,054	$ 24,439

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	CNM Foundation 26207	Emergency Connectivity 26222	Dual Credit Instructional Materials 27103
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	-	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	16,500	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	16,500	-	-
EXPENDITURES:			
Current:			
Instruction	16,452	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	16,452	-	-
Excess (deficiency) of revenues over expenditures	48	-	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	48	-	-
Fund balance - beginning	71	2	221
Fund balance - end of year	$ 119	$ 2	$ 221

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	GoBond Student Library SB-66 27107	2019/2020 Instructional Material Initial Distributions 27109	Structured Literacy and Early Literacy Distribution 27114
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	-	76,507
Contributions - private grants	-	-	-
Payments in lieu of taxes	132,681	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	132,681	-	76,507
EXPENDITURES:			
Current:			
Instruction	-	257,498	39,131
Support Services			
Students	-	-	37,376
Instruction	132,681	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	132,681	257,498	76,507
Excess (deficiency) of revenues over expenditures	-	(257,498)	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	(257,498)	-
Fund balance - beginning	-	260,111	-
Fund balance - end of year	$ -	$ 2,613	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Pre-K Initiative 27149	Indian Education Act 27150	Capital Appropriation Project 27178
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	2,367,756	-	1,557,860
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	2,367,756	-	1,557,860
EXPENDITURES:			
Current:			
Instruction	2,184,410	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	182,002	-	122,760
Food services operations	-	-	-
Capital outlay	-	-	1,435,100
Total expenditures	2,366,412	-	1,557,860
Excess (deficiency) of revenues over expenditures	1,344	-	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	1,344	-	-
Fund balance - beginning	(82,246)	(250)	-
Fund balance - end of year	$ (80,902)	$ (250)	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	New Mexico Grown 27183	Next Gen CTE 27502	Near Peer Tutoring 27533
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	230,531	57,941
Contributions - private grants	-	-	-
Payments in lieu of taxes	93,639	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	93,639	230,531	57,941
EXPENDITURES:			
Current:			
Instruction	-	230,533	57,941
Support Services			
Students	-	-	-
Instruction	93,639	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	93,639	230,533	57,941
Excess (deficiency) of revenues over expenditures	-	(2)	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	(2)	-
Fund balance - beginning	-	(4,680)	-
Fund balance - end of year	$ -	$ (4,682)	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Supercomputing Challenge 27536	Teacher Compensation Related to Math 27551	Innovation Zone Initiative 27552
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	18,002	206,324	262,506
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	18,002	206,324	262,506
EXPENDITURES:			
Current:			
Instruction	18,002	206,324	262,506
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	18,002	206,324	262,506
Excess (deficiency) of revenues over expenditures	-	-	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	-	-	-
Fund balance - beginning	-	-	-
Fund balance - end of year	$ -	$ -	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Attendance Success Initiative 27584	Improving ED/Cultural Outcomes for NAS 27901	Indigenous Education Initiative 27906
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	150,185	180,975	194,624
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	74,031	-	-
Total revenues	224,216	180,975	194,624
EXPENDITURES:			
Current:			
Instruction	-	181,041	194,623
Support Services			
Students	195,757	-	-
Instruction	28,459	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	224,216	181,041	194,623
Excess (deficiency) of revenues over expenditures	-	(66)	1
Other financing sources & uses:			
Transfer out	7,230	-	-
Total other financing sources & uses	7,230	-	-
Net changes in fund balances	7,230	(66)	1
Fund balance - beginning	(7,230)	(3,062)	(7,875)
Fund balance - end of year	$ -	$ (3,128)	$ (7,874)

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	NM Highway Dept. 28120	GRADS Instruction 28190	GRADS Plus 28203
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	17,533	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	12,760	1,230	-
Total revenues	12,760	18,763	-
EXPENDITURES:			
Current:			
Instruction	-	17,215	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	12,760	-	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	-	-	-
Total expenditures	12,760	17,215	-
Excess (deficiency) of revenues over expenditures	-	1,548	-
Other financing sources & uses:			
Transfer out	-	2,135	(2,135)
Total other financing sources & uses	-	2,135	(2,135)
Net changes in fund balances	-	3,683	(2,135)
Fund balance - beginning	-	(2,914)	2,135
Fund balance - end of year	$ -	$ 769	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	NM Schools COVID-19 28211	NMDVR 28215	Kitchen Infrastructure 28221
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	11,484	-	458,921
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income			
Miscellaneous	-	-	-
Total revenues	11,484	-	458,921
EXPENDITURES:			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	-	-	-
Student transportation	-	-	-
Food services operations	-	-	276,676
Capital outlay	-	-	155,418
Total expenditures	-	-	432,094
Excess (deficiency) of revenues over expenditures	11,484	-	26,827
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	11,484	-	26,827
Fund balance - beginning	(11,484)	(11,118)	(26,827)
Fund balance - end of year	$ -	$ (11,118)	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Private Direct Grant (APEX Education) 29102	City/County Grants 29107	Total Nonmajor Special Revenue Funds
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	22,369,364
State sources	-	-	10,947,778
Contributions - private grants	92,350	-	222,754
Payments in lieu of taxes	-	-	226,320
Charge for services	11,518	71,447	4,673,522
Investment and interest income			
Miscellaneous	-	-	736,554
Total revenues	103,868	71,447	39,176,292
EXPENDITURES:			
Current:			
Instruction	64,087	59,322	15,193,416
Support Services			
Students	2,398	-	4,201,364
Instruction	6,070	-	350,097
General administration	15,408	-	1,973,409
School administration	-	-	125,860
Central services	-	-	1,408
Operation and maintenance	20,000	-	354,012
Student transportation	-	-	449,508
Food services operations	-	-	11,023,528
Capital outlay	-	-	3,986,479
Total expenditures	107,963	59,322	37,659,081
Excess (deficiency) of revenues over expenditures	(4,095)	12,125	1,517,211
Other financing sources & uses:			
Transfer out	-	-	(571,216)
Total other financing sources & uses	-	-	(571,216)
Net changes in fund balances	(4,095)	12,125	945,995
Fund balance - beginning	111,358	14,260	6,826,704
Fund balance - end of year	$ 107,263	$ 26,385	$ 7,772,699

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400
REVENUES:			
Property taxes	$ -	$ -	$ -
Federal sources	-	-	-
State sources	-	-	1,916,721
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	148,822	-
Charge for services	-	-	-
Investment and interest income	81,284	4,081	
Miscellaneous	-	-	-
Total revenues	81,284	152,903	1,916,721
EXPENDITURES:			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	563,121	-	200,097
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	1,900,535	-	1,881,682
Total expenditures	2,463,656	-	2,081,779
Excess (deficiency) of revenues over expenditures	(2,382,372)	152,903	(165,058)
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	(2,382,372)	152,903	(165,058)
Fund balance - beginning	3,305,859	96,049	(8,709)
Fund balance - end of year	$ 923,487	$ 248,952	$ (173,767)

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Capital Improvements 31701	SB - 9 Match 31703	Public School Capital Outlay 20% 32100
REVENUES:			
Property taxes	$ 6,525,911	$ -	$ -
Federal sources	-	-	-
State sources	-	1,496,151	-
Contributions - private grants	-	-	-
Payments in lieu of taxes	-	-	-
Charge for services	-	-	-
Investment and interest income	185,125	62,354	
Miscellaneous	-	-	-
Total revenues	6,711,036	1,558,505	-
EXPENDITURES:			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General administration	63,757	-	-
School administration	-	-	-
Central services	-	-	-
Operation and maintenance	4,072,188	485,946	-
Student transportation	-	-	-
Food services operations	-	-	-
Capital outlay	1,043,440	144,034	-
Total expenditures	5,179,385	629,980	-
Excess (deficiency) of revenues over expenditures	1,531,651	928,525	-
Other financing sources & uses:			
Transfer out	-	-	-
Total other financing sources & uses	-	-	-
Net changes in fund balances	1,531,651	928,525	-
Fund balance - beginning	4,498,761	1,674,150	-
Fund balance - end of year	$ 6,030,412	$ 2,602,675	$ -

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS (CONTINUED)
JUNE 30, 2025

	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES:		
Property taxes	$ 6,525,911	$ 6,525,911
Federal sources	-	22,369,364
State sources	3,412,872	14,360,650
Contributions - private grants	-	222,754
Payments in lieu of taxes	148,822	375,142
Charge for services	-	4,673,522
Investment and interest income	332,844	332,844
Miscellaneous	-	736,554
Total revenues	10,420,449	49,596,741
EXPENDITURES:		
Current:		
Instruction	-	15,193,416
Support Services		
Students	-	4,201,364
Instruction	-	350,097
General administration	63,757	2,037,166
School administration	-	125,860
Central services	-	1,408
Operation and maintenance	5,321,352	5,675,364
Student transportation	-	449,508
Food services operations	-	11,023,528
Capital outlay	4,969,691	8,956,170
Total expenditures	10,354,800	48,013,881
Excess (deficiency) of revenues over expenditures	65,649	1,582,860
Other financing sources & uses:		
Transfer out	-	(571,216)
Total other financing sources & uses	-	(571,216)
Net changes in fund balances	65,649	1,011,644
Fund balance - beginning	9,566,110	16,392,814
Fund balance - end of year	$ 9,631,759	$ 17,404,458

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF BOND MATURITIES
JUNE 30, 2025

Bond/Note Issue	Year (s) Ending June 30,	Principal	Interest	Total	Avg Interest Rates	Due During Fiscal Year 2026 Principal	Due During Fiscal Year 2026 Interest
GO Series 2014	2026	$ 1,100,000	$ 154,000	$ 1,254,000	3.000 %	$ 1,100,000	$ 154,000
September 22, 2014	2027	1,000,000	125,000	1,125,000	2.500 %	-	-
Original Amount	2028	-	-	-	- %	-	-
$21,255,000	2029	-	-	-	- %	-	-
Refunding Component	2030	-	-	-	- %	-	-
of Bond Callable	2031-2035	-	-	-	- %	-	-
Aug 1, 2023	2036-2036	-	-	-	- %	-	-
	Total	$ 2,100,000	$ 279,000	$ 2,379,000		$ 1,100,000	$ 154,000
GO Series 2015	2026	$ 2,700,000	$ 180,300	$ 2,880,300	3.000 %	$ 2,700,000	$ 180,300
November 30, 2015	2027	2,800,000	108,300	2,908,300	2.250 %	-	-
Original Amount	2028	2,560,000	38,400	2,598,400	3.000 %	-	-
$19,960,000	2029	-	-	-	- %	-	-
Refunding Component	2030	-	-	-	- %	-	-
of Bond Callable	2031-2035	-	-	-	- %	-	-
Aug 1, 2024	2036-2036	-	-	-	- %	-	-
	Total	$ 8,060,000	$ 327,000	$ 8,387,000		$ 2,700,000	$ 180,300
GO Series 2016A	2026	$ 1,520,000	$ 161,044	$1,681,044	3.000 %	$ 1,520,000	$ 161,044
December 20, 2016	2027	1,515,000	115,519	1,630,519	3.000 %	-	-
Original Amount	2028	1,515,000	70,069	1,585,069	3.000 %	-	-
$14,160,000	2029	1,515,000	23,672	1,538,672	3.125 %	-	-
Non- Refunding Bond	2030	-	-	-	3.125 %	-	-
Callable Aug 1, 2025	2031-2035	-	-	-	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 6,065,000	$ 370,304	$6,435,304		$ 1,520,000	$ 161,044
GO Series 2017A	2026	$ 1,800,000	$ 278,344	$ 2,078,344	5.000 %	$ 1,800,000	$ 278,344
October 17, 2017	2027	1,800,000	188,344	1,988,344	5.000 %	-	-
Original Amount	2028	1,810,000	120,719	1,930,719	2.500 %	-	-
$14,010,000	2029	3,650,000	103,797	3,753,797	2.688 %	-	-
Non-Refunding Bond	2030	-	-	-	- %	-	-
Callable Aug 1, 2025	2031-2035	-	-	-	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 9,060,000	$ 691,204	$ 9,751,204		$ 1,800,000	$ 278,344

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF BOND MATURITIES
JUNE 30, 2025

Bond/Note Issue	Year (s) Ending June 30,	Principal	Interest	Total	Avg Interest Rates	Due During Fiscal Year 2026 Principal	Due During Fiscal Year 2026 Interest
GO Series 2018	2026	$ 1,600,000	$ 310,500	$ 1,910,500	3.000 %	$ 1,600,000	$ 310,500
October 3, 2018	2027	1,600,000	238,500	1,838,500	2.500 %	-	-
Original Amount	2028	1,600,000	174,500	1,774,500	2.500 %	-	-
$15,000,000	2029	1,600,000	118,500	1,718,500	- %	-	-
Non-Refunding Bond	2030	1,600,000	70,500	1,670,500	- %	-	-
Callable Aug. 1, 2025	2031-2035	1,550,000	23,250	1,573,250	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 9,550,000	$ 935,750	$10,485,750		$ 1,600,000	$ 310,500
GO Series 2019	2026	$ 1,465,000	$ 277,675	$ 1,742,675	5.000 %	$ 1,465,000	$ 277,675
September 26, 2019	2027	1,465,000	211,750	1,676,750	4.000 %	-	-
Original Amount	2028	1,465,000	153,150	1,618,150	4.000 %	-	-
$15,000,000	2029	1,465,000	109,200	1,574,200	2.125 %	-	-
Non-Refunding Bond	2030	1,465,000	79,900	1,544,900	2.125 %	-	-
Callable Aug 1, 2026	2031-2035	2,900,000	64,913	2,964,913	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 10,225,000	$ 896,588	$11,121,588		$ 1,465,000	$ 277,675
GO Series 2020	2026	$ 1,000,000	$ 283,000	$ 1,283,000	3.000 %	$ 1,000,000	$ 283,000
October 8, 2020	2027	1,150,000	240,000	1,390,000	3.000 %	-	-
Original Amount	2028	1,450,000	188,000	1,638,000	3.000 %	-	-
$15,000,000	2029	1,450,000	137,250	1,587,250	3.125 %	-	-
Non- Refunding Bond	2030	1,450,000	101,000	1,551,000	3.125 %	-	-
Callable Aug 1, 2026	2031-2035	4,325,000	129,250	4,454,250	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 10,825,000	$ 1,078,500	$11,903,500		$ 1,000,000	$ 283,000

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF BOND MATURITIES
JUNE 30, 2025

Bond/Note Issue	Year (s) Ending June 30,	Principal	Interest	Total	Avg Interest Rates	Due During Fiscal Year 2026 Principal	Due During Fiscal Year 2026 Interest
GO Series 2021A	2025	$ 1,000,000	$ 175,000	$ 1,175,000	4.000 %	$ 1,000,000	$ 175,000
October 13, 2021	2026	1,000,000	135,000	1,135,000	4.000 %	-	-
Original Amount	2027	1,000,000	95,000	1,095,000	4.000 %	-	-
$15,000,000	2028	1,000,000	70,000	1,070,000	1.200 %	-	-
Non-Refunding Bond	2029	1,000,000	59,375	1,059,375	1.500 %	-	-
Callable Aug 1, 2027	2030-2034	4,000,000	111,875	4,111,875	1.500 %	-	-
	2035-2036	-	-	-	- %	-	-
	Total	$ 9,000,000	$ 646,250	$ 9,646,250		$ 1,000,000	$ 175,000
GO Series 2021B	2026	$ 2,100,000	$ 26,300	$ 2,126,300	0.650 %	$ 2,100,000	$ 26,300
October 13, 2021	2027	2,050,000	9,738	2,059,738	0.950 %	-	-
Original Amount	2028	-	-	-	- %	-	-
$9,940,000	2029	-	-	-	- %	-	-
Refunding Bond	2030	-	-	-	- %	-	-
	2031-2035	-	-	-	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 4,150,000	$ 36,038	$ 4,186,038		$ 2,100,000	$ 26,300
GO Series 2022	2026	$ 1,300,000	$ 602,500	$ 1,902,500	5.000 %	$ 1,300,000	$ 602,500
October 12, 2022	2027	1,300,000	537,500	1,837,500	5.000 %	-	-
Original Amount	2028	1,300,000	472,500	1,772,500	5.000 %	-	-
$20,000,000	2029	1,300,000	407,500	1,707,500	5.000 %	-	-
Callable Aug 1, 2030	2030	1,300,000	342,500	1,642,500	5.000 %	-	-
	2031-2035	6,200,000	745,000	6,945,000	5.000 %	-	-
	2036-2036	-	-	-	-	-	-
	Total	$ 12,700,000	$3,107,500	$15,807,500		$ 1,300,000	$ 602,500
GO Series 2023	2026	$ 355,000	$ 175,975	$ 530,975	3.000 %	$ 355,000	$ 175,975
October 5, 2023	2027	355,000	158,225	513,225	3.000 %	-	-
Original Amount	2028	355,000	140,475	495,475	3.000 %	-	-
$10,000,000	2029	355,000	122,725	477,725	3.125 %	-	-
Non- Refunding Bond	2030	355,000	104,975	459,975	3.125 %	-	-
Callable Aug 1, 2026	2031-2035	2,225,000	283,600	2,508,600	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 4,000,000	$ 985,975	$ 4,985,975		$ 355,000	$ 175,975
GO Series 2024	2026	$ 15,000,000	$ 625,000	$15,625,000	5.000 %	$ 15,000,000	$ 625,000
October 10, 2024	2027	5,000,000	125,000	5,125,000	5.000 %	-	-
Original Amount	2028	-	-	-	- %	-	-
$20,000,000	2029	-	-	-	- %	-	-
Non- Refunding Bond	2030	-	-	-	- %	-	-
Callable Aug 1, 2026	2031-2035	-	-	-	- %	-	-
	2036-2036	-	-	-	- %	-	-
	Total	$ 20,000,000	$ 750,000	$20,750,000		$ 15,000,000	$ 625,000

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2025

Description of Pledged Collateral		Market Value	Maturity Date	CUSIP Number
Tiered Maturities				
US BANK				
FHLB Letter of Credit		$ 71,500,000	2/3/2026	LOC # 578800
NEW MEXICO BANK AND TRUST				
FEPC CLRA1259	3.000%	180,061	8/1/2049	3133KGMG0
FERM 5160CG	3.500%	404,687	3/25/2048	3137H3VD8
FNMS CLAS8067	3.000%	715,271	10/1/2046	3138WH6D9
FNMS 14BF0141	5.500%	7,451,883	9/1/2046	3140FXEP3
FNMS 14BF0272	5.500%	33,636,506	5/1/2058	3140FXJS2
FNMS 14BF0273	5.500%	20,704,831	5/1/2058	3140FXJT0
MNAR HYBL5137	4.000%	10,637,804	3/1/2032	3140HXZB9
GNRA 2021-010 FA	2.000%	12,534,575	11/20/2070	38380QUN0
TOTAL NEW MEXICO BANK AND TRUST		86,265,618		
Total		$157,765,618		

Rio Rancho Public School District No. 94 secures their public monies in United States Securities as listed above.

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF DEPOSITS AND INVESTMENT ACCOUNTS
JUNE 30, 2025

Bank Account Type	
U.S. Bank	
Checking - Non-Interest Bearing	$ 21,149,647
Money Market	3,869
Checking - Clearing Account - Non-Interest Bearing	7,466,832
General Account - Non-Interest Bearing	386,552
Activity Account - Non-Interest Bearing	4,862
Capital Account - Non-Interest Bearing	5,144,426
General Operational - Non-Interest Bearing	796
Investment - CDARS - Interest Bearing	5,000,000
Federal Projects	25,212
New Mexico State Treasurer's Office	
General Operational	14,977
Bank of Albuquerque/BOK Financial	
Investment - ICS - Interest Bearing	5,061,772
Investment - ICS - Interest Bearing Restricted Cash	1,122,383
New Mexico Bank & Trust	
Capital Account	44,833,873
Investment - HYSA	30,000,000
Investment - ISC	5,101,827
Total on Deposit	125,317,028
Reconciling Items	(395,756)
Reconciled Balance 6/30/2025	124,921,272
Less: Agency fund	2,973
Cash per Government-Wide Financial Statements	$ 124,918,299

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
CASH RECONCILIATION
JUNE 30, 2025

		Beginning Cash June 30, 2024	Receipts	Disbursements	Ending Cash June 30, 2025
11000	Operational	27,376,004	224,535,053	238,031,102	13,879,955
13000	Transportation	-	7,133,615	7,133,615	-
15200	Local Revenue - AD Valorem	264,375	1,062,898	968,934	358,339
21000	Food Service	595,979	6,831,306	4,544,783	2,882,502
21100	Universal Free Lunch (state)	1,402,702	3,818,099	6,202,949	(982,148)
22000	Athletics	410,204	258,168	355,224	313,148
23000	Activities	2,669,810	2,891,672	3,532,259	2,029,223
24000	Federal Flowthrough	(2,193,000)	10,278,370	12,338,523	(4,253,153)
25000	Federal Direct	970,525	6,055,337	5,199,163	1,826,699
26000	Local Grants	64,348	62,736	58,997	68,087
27000	State Flowthrough	(1,508,090)	5,480,118	5,853,833	(1,881,805)
28000	State Direct	(159,829)	611,550	462,070	(10,349)
29000	Local/State	114,099	194,499	174,775	133,823
31100	Bond Building	29,721,580	21,612,342	20,361,383	30,972,539
31200	Public School Capital Outlay	3,388,585	81,284	2,546,382	923,487
31300	Special Capital Outlay-Local	96,049	152,903	-	248,952
31400	Special Capital Outlay-State	(149,312)	1,189,404	1,916,721	(876,629)
31700	Capital Improvement SB9	-	-	-	-
31701	Senate Bill Nine-Local	4,465,566	6,561,427	5,382,793	5,644,200
31703	Senate Bill State Match	1,720,967	1,558,505	676,797	2,602,675
32100	PSCOC 20%	-	-	-	-
41000	Go Bond	35,414,382	35,785,560	27,576,798	43,623,144
60000	Go Bond	-	401,331	152,828	248,503
		$ 104,664,944	$ 336,556,177	$ 343,469,929	$ 97,751,192

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
CASH RECONCILIATION
JUNE 30, 2025

		Payroll Liabilities (Current Year)	Payroll Liabilities (Prior Year)	Adjustments	Change in Outstanding Loans	Total Cash on Report
11000	Operational	25,200,299	-	5,002,973	(13,014,352)	31,068,875
13000	Transportation	626,235	-	-	-	626,235
15200	Local Revenue - AD Valorem	-	-	-	-	358,339
21000	Food Service	23,188	-	-	-	2,905,690
21100	Universal Free Lunch (state)	-	-	-	982,148	-
22000	Athletics	1,932	-	-	-	315,080
23000	Activities	23,598	-	-	-	2,052,821
24000	Federal Flowthrough	524,493	-	-	4,253,153	524,493
25000	Federal Direct	413,746	-	6,664	-	2,247,109
26000	Local Grants	1,084	-	1	-	69,172
27000	State Flowthrough	344,554	-	-	1,884,639	347,388
28000	State Direct	432	-	-	11,118	1,201
29000	Local/State	-	-	-	-	133,823
31100	Bond Building	-	-	-	-	30,972,539
31200	Public School Capital Outlay	-	329,758	-	(329,758)	923,487
31300	Special Capital Outlay-Local	-	-	-	-	248,952
31400	Special Capital Outlay-State	-	-	-	876,629	-
31700	Capital Improvement SB9	-	-	-	-	-
31701	Senate Bill Nine-Local	-	-	-	-	5,644,200
31703	Senate Bill State Match	-	-	-	-	2,602,675
32100	PSCOC 20%	-	-	-	-	-
41000	Go Bond	-	-	-	-	43,623,144
60000	Go Bond	7,547	-	-	-	256,050
		$ 27,167,108	$ 329,758	$ 5,009,638	$ (5,336,423)	$ 124,921,273

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor Program Title	Assistance Listing Number	State ID Number	Federal Program Expenses
U.S. Department of Agriculture			
Child Nutrition Cluster			
National School Lunch Program	10.555	21000	$ 4,324,932
Fresh Fruit & Vegetable Program	10.582	24118	163,063
Total Child Nutrition Cluster			4,487,995
Department of Education			
PASS-THROUGH PROGRAM NEW MEXICO PUBLIC EDUCATION DEPARTMENT			
Special Education Cluster (IDEA)-Cluster			
Department of Education			
Special Education Grants to States			
Entitlement IDEA-B*	84.027	24106	5,115,186
Preschool IDEA-B*	84.173	24109	71,262
Private School Share IDEA-B*	84.027	24106	15,469
Total Special Education Cluster (IDEA)			5,201,917
Federal Programs			
Title I Grants to Local Educational Agencies	84.010	24101	2,130,572
Title II Teacher Quality	84.367	24154	478,612
Title III English Language	84.3565	24153	89,564
Student Support and Academic Enrichment	84.424	24308	862,811
Total Federal Programs			3,561,559
Education Stabilization Funds			
CRRSA ESSER III	84.425	24330	1,853,768
Total Education Stabilization Programs			1,853,768
Education of Homeless Students			
Education of Homeless	84.196	24113	34,985
Total Education of Homeless Students			34,985

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor Program Title	Assistance Listing Number	State ID Number	Federal Program Expenses
Special Education Cluster (IDEA)-Cluster (Continued)			
Carl Perkins Awards			
Carl Perkins - Culinary	84.048	24174	123,017
Carl Perkins Redistribution	84.048	24176	22,625
Total Carl Perkins Awards			145,642
Subtotal PED Pass-Through Programs			10,797,871
Indian Education Formula Grant	84.066	25184	142,080
Total Department of Education			10,939,951
Title XIX Medicaid*	93.778	25153	5,089,211
Total Federal Financial Assistance			$ 20,517,157

* Indicates a major program

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

1. SCOPE OF AUDIT PURSUANT TO OMB UNIFORM GRANT GUIDANCE

All federal grant operations of Rio Rancho Public School District No. 94 (the District) are included in the scope of the Office of Management and Budget (OMB) Uniform Grant Guidance audit (the "Single Audit"). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement. Compliance testing of all requirements as described in the Compliance Supplement, were performed for the grants programs noted to ensure coverage of at least 20% (LOW risk auditee) of federally granted funds. Actual coverage is approximately 47.43% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of $20,517,157 and all non-cash expenditures amounted to $0.

BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget, Title 2 U.S. Code of Federal regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The schedule is prepared using the accrual basis of accounting. Grant revenues are recorded for Donation Program are based upon commodities received, at amounts per standard price listing, published quarterly by the United States Department of Agriculture (the "USDA"). In addition, there is no federal insurance in effect during the year and loan or loan guarantee outstanding at year end. Since the schedule only presents a selected portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the Rio Rancho Public School District No. 94.

ACCRUED AND DEFERRED REIMBURSEMENTS

Various reimbursement procedures are used for Federal awards received by the District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable expenditures to date. Generally, accrued or deferred balances covered by differences in the timing of cash receipts and expenditures will be reversed in the remaining grant period.

2. INDIRECT COSTS

The District has not elected to use the 15% de minimus indirect cost. The District uses 7.34% indirect cost rate as determined by New Mexico Public Education Department.

3. RECONCILIATION OF FEDERAL AWARDS TO EXPENDITURE OF FEDERAL AWARDS

The differences between the federal awards received (Intergovernmental source - federal) during the year ended June 30, 2025 and the federal awards expended during the year as follows:

		BALANCE
Federal expenditure as reported on Schedule of Expenditures of Federal Awards	$	20,517,157
Indirect costs recovery (Fund 11000)		1,183,123
Food program reimbursement in excess of meal costs (Fund 21000)		(763,609)
Reporting differences		2,615,816
Federal revenue as reported in the financial statements	$	23,552,487

COMPLIANCE SECTION

Beasley, Mitchell & Co.
Certified Public Accountants

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*

To the Board of Education and Audit Committee of
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Dr. V. Sue Cleveland, Superintendent
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Joseph M. Maestas, P.E., CFE
State Auditor of the State of New Mexico
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of Rio Rancho Public School District No. 94 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and the combined and individual funds and related budgetary comparisons presented as supplementary information, and have issued our report thereon dated December 08, 2025.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2025-001.

Response to Finding

Management agrees with this finding. The District will increase the use of stronger adhesive asset tags. Additionally, preventive controls will be strengthened by enhancing training for all personnel responsible for asset transportation. This training will emphasize verifying the presence and condition of asset tags before and after any physical transfer of assets to identify missing tags in a timely manner and reduce tag loss during movement. A detective control is in place through the annual fixed asset inventory process, during which missing or damaged tags are identified and assets are promptly retagged. Management believes these combined measures will help ensure accurate fixed asset records and safeguard District resources.

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.

Beasley, Mitchell & Co. LLP

Beasley, Mitchell & Co., LLP
Las Cruces, New Mexico
December 08, 2025

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education and Audit Committee of
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Dr. V. Sue Cleveland, Superintendent
Rio Rancho Public School District No. 94
Rio Rancho, New Mexico and
Joseph M. Maestas, P.E., CFE
State Auditor of the State of New Mexico
Santa Fe, New Mexico

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Rio Rancho Public School District No. 94's compliance with the types of compliance requirements identified as subject to audit in the *OMG Compliance Supplement* that could have a direct and material effect on each of Rio Rancho Public School District No. 94's major federal programs for the year ended June 30, 2025. Rio Rancho Public School District No. 94'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, Rio Rancho Public School District No. 94 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, 2025.

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 Rio Rancho Public School District No. 94 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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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 Rio Rancho Public School District No. 94'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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance.

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 Auditor's 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.

Beasley, Mitchell & Co. LLP

Beasley, Mitchell & Co., LLP
Las Cruces, New Mexico
December 08, 2025

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SUMMARY OF AUDIT RESULTS
FOR THE YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness (es) identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
• Other Matters?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Type of auditors' report issued:	Unmodified
Internal control over major programs	
• Material weakness (es) identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No
Type of auditors' report issued on compliance with major programs:	Unmodified
• Any audit findings disclosed that are required to be reported in accordance with the Uniform Grant Guidance?	No

Identification of Major Programs:

Assistance Listing Number	Name of Federal Program or Cluster
84.027 and 84.173	Special Education Cluster
93.778	Medicaid Cluster

Dollar threshold used to distinguish between Type A and Type B programs	$ 750,000
Auditee qualified as low-risk auditee	Yes

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Section II -Findings

(1) Federal Award findings and questioned costs required by Uniform Guidance:

PRIOR AUDIT FINDINGS		**Current status**
None		

CURRENT AUDIT FINDINGS		**Current status**
2025-001	Internal control over fixed assets	New

(2) Financial Statement findings required by GAGAS:

PRIOR AUDIT FINDINGS	**Current status**
None	

CURRENT AUDIT FINDINGS	**Current status**
None	

2025-001 - Internal Control over Capital Assets (Other Matters)

CONDITION During testing of the new Rio Tech Highschool it was noted that the District used inadequate tags for controlling capital asset items. Various tags were missing though they were able to be identified by management and were properly listed in the certified inventory list.

CRITERIA Per NMAC 6.20.2.11, Local public body 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, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the general purpose financial statements in accordance with GAAP.

CAUSE The district purchased new items as well as transferred many items in order to have the new school, Rio Tech Highschool, during the processes may tags fell of the items.

EFFECT Items that are not tags can be easily misplaced, stolen and/or replaced with a different items.

RECOMMENDATION It is recommended that a stronger tag is purchased. It is also recommended that transferred items be reviewed for proper tags prior to it being received by the new location

RESPONSE Management acknowledges that while the increased use of stronger tags will be implemented, this measure alone may not entirely mitigate the issue, as the tags remain susceptible to damage. To address this risk, preventive and detective controls will be implemented and reinforced. The preventive control involves enhancing the current training protocol for all personnel responsible for asset transportation. This training will emphasize verifying the presence and intactness of the asset tag before and after any physical transfer of the item. Management confirms a robust detective control is already implemented through the annual fixed asset inventory in which the Fixed Asset Specialist actively identifies missing or damaged tags, performing any necessary re-tagging, and thereby ensuring the fixed asset listing remains accurate.

EXPECTED COMPLETION: 06/30/2025 **Responsible Employee:** Facilities Director

STATE OF NEW MEXICO
RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94
ENTRANCE AND EXIT CONFERENCE
FINANCIAL STATEMENT PREPARATION
FOR THE YEAR ENDED JUNE 30, 2025

An entrance conference was conducted June 23, 2025 in a closed meeting of the Rio Rancho Public School District No. 94 pursuant to Section 12-6-5 NMSA, 1978 with the following individuals in attendance:

Rio Rancho Public School District No. 94	
Beth Miller	Audit Committee Chair
Gary Tripp	Audit Committee Vice Chair
Dr. Sue Cleveland	Superintendent
Seth Muller	Parent Representative
David Vigil	Executive Director of Finance
Heather Gabaldon	Director of Finance
Michael Baker	Chief Operations Officer
Michael Madrid	Director of Purchasing/ CPO

Beasley, Mitchell & Co., LLP	
Juan Garcia, CPA	Audit & Assurance Manager
Isaac Mendoza	Audit & Assurance Senior

An exit conference was conducted October 27, 2025 in a closed meeting of the Rio Rancho Public School District No. 94 pursuant to Section 12-6-5 NMSA, 1978 with the following individuals in attendance:

Rio Rancho Public School District No. 94	
Beth Miller	Audit Committee Chair
Gary Tripp	Audit Committee Vice Chair
Dr. Sue Cleveland	Superintendent
Seth Muller	Parent Representative
David Vigil	Executive Director of Finance
Heather Gabaldon	Director of Finance
Kelley Wainwright	Business Representative
Michael Baker	Chief Operations Officer
Michael Madrid	Director of Purchasing/ CPO

Beasley, Mitchell & Co., LLP	
Juan Garcia, CPA	Audit & Assurance Manager

The financial statements of Rio Rancho Public School District No. 94 as of, and for the year ended June 30, 2025 were prepared by Beasley, Mitchell & Co., LLP, with the aid of responsible District personnel. Official responsible personnel agree that the presentations are made with their knowledge and agreement.

RIO RANCHO
PUBLIC SCHOOLS

December 19, 2025

Rio Rancho Public Schools respectfully submits the following corrective action plan for the year ended June 30, 2025.

Name and address of independent public accounting firm:
Beasley, Mitchell & Co.
PO Box 550 Las Cruces, NM 88001

FINDINGS—FINANCIAL STATEMENT AUDIT

1. **2025-001 Internal Control over Capital Assets (Other Matters) – New**

   Condition: During testing of the new Rio Tech Highschool it was noted that the District used inadequate tags for controlling capital asset items. Various tags were missing though they were able to be identified by management and were properly listed in the certified inventory list.

   Auditors' Recommendation: It is recommended that a stronger tag is purchased. It is also recommended that transferred items be reviewed for proper tags prior to it being received by the new location

   Corrective Action:

   Director of Finance: Management agrees with this finding and acknowledges that while the increased use of stronger adhesive tags will be implemented as a corrective action, this measure alone may not entirely mitigate the issue, as the tags remain susceptible to damage from student tampering and normal wear.

   To address this risk, the following controls will be implemented and reinforced:

   - Preventive Controls: The current training protocol will be enhanced for all personnel responsible for asset transportation. This training will emphasize verifying the presence and intactness of the asset tag before and after any physical transfer of the item. This action aims to identify lost tags prior to transport and significantly reduce tag loss during item movement.
   - Detective Controls: Management confirms that a robust detective control is already in place through the annual fixed asset inventory. During this process, the Fixed Asset Specialist actively identifies any missing or damaged tags and promptly performs necessary re-tagging, thereby ensuring the fixed asset listing remains accurate.

   These combined efforts represent Management's commitment to maintaining accurate fixed asset records and protecting district resources.

Sincerely,

Heather Sabaldon

Director of Finance

APPENDIX C

BOOK-ENTRY-ONLY SYSTEM

BOOK-ENTRY-ONLY SYSTEM

This section describes how ownership of the Bonds is to be transferred and how the principal of, premium, if any, and interest on the Bonds are to be paid to and credited by The Depository Trust Company, New York, New York ("DTC") while the Bonds are registered in its nominee name. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The District and the municipal advisor believe the source of such information to be reliable, but take no responsibility for the accuracy or completeness thereof.

The District and the municipal advisor cannot and do not give any assurance that (1) DTC will distribute payments of debt service on the Bonds, or redemption notices or other notices to DTC Participants, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Bonds), or redemption notices or other notices to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the United States Securities and Exchange Commission, and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of each respective series of the Bonds, each in the aggregate principal amount of such maturity and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a S&P Global Ratings rating of AA+. The DTC Rules applicable to its Participants are on file with the United States Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

All payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or the Paying Agent/Registrar, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent/Registrar, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. All payments, with respect to the Bonds, to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the District or the Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the District or the Paying Agent/Registrar. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor Securities depository). In that event, Bond certificates will be printed and delivered to bond holders.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the District and the municipal advisor believe to be reliable, but neither the District nor the municipal advisor take any responsibility for the accuracy thereof.

Use of Certain Terms in Other Sections of this Official Statement

In reading this Official Statement it should be understood that while the Bonds are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for whom the Direct or Indirect Participant acquires an interest in the Bonds, but (i) all rights of ownership must be

exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Bond Order will be given only to DTC.

Effect of Termination of Book-Entry-Only System

In the event that the Book-Entry-Only System is discontinued by DTC or the use of the Book-Entry-Only System is discontinued by the District, printed Bonds will be issued to the holders and the Bonds will be subject to transfer, exchange and registration provisions as set forth in the Bond Resolution and summarized under “The Bonds” in this Official Statement.

APPENDIX D

FORM OF CONTINUING DISCLOSURE UNDERTAKING

CONTINUING DISCLOSURE UNDERTAKING

Section 1. Recitals. This Continuing Disclosure Undertaking (the "Undertaking") is executed and delivered by the Rio Rancho Public School District No. 94, Sandoval County, New Mexico (the "District"), in connection with the issuance of the $35,000,000 Rio Rancho Public School District No. 94, Sandoval County, New Mexico, General Obligation School Bonds, Series 2026 (the "Bonds"). The Bonds are being issued pursuant to the Resolution of the District adopted on July 27, 2026 and the Pricing Certificate executed on September 23, 2026, (collectively, the "Resolution"). Pursuant to the Resolution, to allow the underwriters of the Bonds to comply with the Rule (defined below), the District is required to make certain continuing disclosure undertakings for the benefit of owners (including beneficial owners) of the Bonds (the "Owners"). This Undertaking is intended to satisfy the requirements of the Rule.

Section 2. Definitions.

(a) "Annual Financial Information" means the financial information (which will be based on financial statements prepared in accordance with generally accepted accounting principles, as in effect from time to time ("GAAP"), for governmental units as prescribed by the Governmental Accounting Standards Board ("GASB")) or operating data with respect to the District, delivered at least annually pursuant to Sections 3(a) and 3(b) of this Undertaking, consisting of information of the type included in the sections of the Official Statement entitled "DEBT AND OTHER FINANCIAL OBLIGATIONS," "TAX BASE," "TAX RATES," "TAX COLLECTIONS," "THE DISTRICT-Enrollment," and "FINANCES OF THE EDUCATIONAL PROGRAM - State Equalization Guarantee Program; Statement of Revenues, Expenditures and Changes in Fund Balances; and Balance Sheet." Annual Financial Information may, but is not required to, include Audited Financial Statements.

(b) "Audited Financial Statements" means the District's annual financial statements, prepared in accordance with GAAP for governmental units as prescribed from time to time by GASB, which financial statements have been audited by such auditor as may then be required or permitted by the laws of the State.

(c) "EMMA" means the MSRB's Electronic Municipal Market Access system located on the MSRB website at emma.msrb.org.

(d) "Event Information" means the information delivered pursuant to section 3(d).

(e) "Financial Obligation" means a (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of a debt obligation or any such derivative instrument; provided however that a "financial obligation" shall not include municipal securities as to which a final official statement (as defined in Rule 15c2-12) has been provided to the MSRB consistent with Rule 15c2-12.

(f) "Official Statement" means the Official Statement delivered in connection with the original issue and sale of the Bonds.

(g) "Report Date" means March 31 of each year, beginning in 2027.

(h) "Rule" means Rule 15c2-12 promulgated by the SEC under the Securities Exchange Act of 1934, as amended (17 C.F.R. Part 240, 5 240.15~2-12), as the same may be amended from time to time.

(i) "SEC" means the United States Securities and Exchange Commission.

(j) "State" means the State of New Mexico.

Section 3. Provision of Annual Financial Information and Reporting of Event Information.

(a) The District, or its designated agent, will provide the Annual Financial Information for the preceding fiscal year to EMMA on or before each Report Date while the Bonds are outstanding.

(b) If Audited Financial Statements are not provided as a part of the Annual Financial Information, the District, or its designated agent, will provide unaudited financial statements as part of the Annual Financial Information. In such cases, Audited Financial Statements will be provided to EMMA when and if available.

(c) The District, or its designated agent, may provide Annual Financial Information by specific reference to other documents, including information reports and official statements relating to other debt issues of the District, which have been submitted to EMMA or filed with the SEC; provided, however, that if the document so referenced is a "final official statement" within the meaning of the Rule, such final official statement must also be available from the MSRB.

(d) The District, or its designated agent, will provide to EMMA notice of any of the following events with respect to the Bonds in a timely manner not in excess of ten (10) business days after the occurrence of the event:

(i) principal and interest payment delinquencies;

(ii) non-payment related defaults, if material;

(iii) unscheduled draws on debt service reserves reflecting financial difficulties;

(iv) unscheduled draws on credit enhancements reflecting financial difficulties;

(v) substitution of credit or liquidity providers, or their failure to perform;

(vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability. Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax-exempt status of the security;

(vii) modifications to rights of security holders, if material;

(viii) bond calls, if material, or tender offers;

(ix) defeasances;

(x) release, substitution or sale of property securing repayment of the securities, if material;

(xi) rating changes;

(xii) bankruptcy, insolvency, receivership or a similar event with respect to the District or an obligated person;

(xiii) the consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(xiv) appointment of a successor or additional trustee, or a change of name of a trustee, if material;

(xv) the incurrence of a Financial Obligation of the District, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the District, any of which affect security holders, if material; and

(xvi) a default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the District, any of which reflect financial difficulties.

(e) The District or its designated agent, will provide, in a timely manner after the occurrence of the event, to EMMA, notice of failure of the District to timely provide the Annual Financial Information as specified in Sections 3(a) and 3(b).

Section 4. Method of Transmission. Unless otherwise required by law and subject to technical or economic feasibility, the District, or its designated agent, will employ such methods of electronic or physical information transmission as are requested or recommended from time to time by EMMA, the MSRB or the SEC.

Section 5. Enforcement. The obligations of the District under this Undertaking are for the benefit of the Owners. Each Owner is authorized to take action to seek specific performance by court order to compel the District to comply with its obligations under this Undertaking, which action will be the exclusive remedy available to it or any other Owner. The District's breach of its obligations under this Undertaking will not constitute an event of default under the Resolution, and none of the rights and remedies provided by such Resolution will be available to the Owners with respect to such a breach.

Section 6. Term. The District's obligations under this Undertaking will be in effect from and after the issuance and delivery of the Bonds and will extend to the earliest of (i) the date all principal and interest on the Bonds has been paid or legally defeased pursuant to the terms of the Resolution; (ii) the date on which the District is no longer an "obligated person" with respect to the Bonds within the meaning of the Rule; or (iii) the date on which those portions of the Rule which require this Undertaking are determined to be invalid or unenforceable by a court of competent jurisdiction in a non-appealable action, have been repealed retroactively or otherwise do not apply to the Bonds.

Section 7. Amendments. The District may amend this Undertaking from time to time, without the consent of any Owner, upon the District's receipt of an opinion of independent counsel experienced in federal securities laws to the effect that such amendment:

(a) is made in connection with a change in circumstances that arises from a change in legal requirements, a change in law or a change in the identity, nature or status of the District;

(b) would have complied with the Rule at the time of the initial issue and sale of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any changes in circumstances; and

(c) does not materially impair the interests of the Owners.

Any Annual Financial Information containing amended operating data or financial information will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating data or financial information being provided. If an amendment changes the accounting principles to be followed in preparing financial statements, the Annual Financial Information and Audited Financial Statements for the year in which the change is made will present a comparison between the financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 8. Beneficiaries. This Undertaking binds and inures to the sole benefit of the District and the Owners and creates no rights in any other person or entity.

Section 9. Undertaking Does Not Create General Obligation Debt. The District's performance of its obligations under this Undertaking shall be subject to the availability of necessary funds from annual operating revenues of the District and this Undertaking shall not be deemed to create a long-term general obligation indebtedness of the District.

Section 10. Governing Law. This Undertaking is governed by and is to be construed in accordance with the law of the State.

Date: October 15, 2026

RIO RANCHO PUBLIC SCHOOL DISTRICT NO. 94

By:_____
Amanda Galbraith, President, Board of Education

APPENDIX E

FORM OF BOND COUNSEL OPINION

October 15, 2026

Rio Rancho Public School District No. 94
Rio Rancho, New Mexico

Re: $35,000,000 Rio Rancho Public School District No. 94, Sandoval County, New Mexico General Obligation School Bonds, Series 2026

Ladies and Gentlemen:

We have acted as bond counsel to the Rio Rancho Public School District No. 94 (the "District") in connection with the issuance of its $35,000,000 General Obligation School Bonds, Series 2026 (the "Bonds"), dated their date of issuance, with interest payable on February 1, 2027, and semi-annually thereafter on August 1 and February 1, in each year in which the Bonds are outstanding, being issued in registered form and maturing serially on August 1 in the years 2027 through 2038, inclusive. The Bonds are being issued pursuant to a Resolution adopted by the Board of Education of the District on July 27, 2026, as supplemented by the Pricing Certificate executed on September 23, 2026 (collectively, the "Bond Resolution").

We have examined the transcript of proceedings (the "Transcript") relating to the issuance of the Bonds and the law under authority of which the Bonds are issued. Based on our examination, we are of the opinion that, under the law existing on the date of this opinion, subject to the provisions of federal bankruptcy law and other laws affecting creditors' rights and further subject to exercise of judicial discretion in accordance with general principles of equity:

1. The Bonds constitute valid and binding general obligations of the District and are to be paid from the proceeds of the levy of ad valorem taxes on all taxable property within the District without limitation as to rate or amount.

2. Under existing laws, regulations, rulings and judicial decisions, interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code"), as amended, and is not a specific item of tax preference for purposes of the federal alternative minimum tax under the Code; however, interest on the Bonds is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. Although we are of the opinion that interest on the Bonds is excludable from gross income for federal income tax purposes, the accrual or receipt of interest on the Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. We express no opinion regarding any such consequences.

3. The Bonds and the income from the Bonds are exempt from all taxation by the State or any political subdivision of the State.

The opinions set forth above in paragraph 2 are subject to continuing compliance by the District with covenants regarding federal tax law contained in the proceedings and other documents relevant to the issuance by the District of the Bonds. Failure to comply with these covenants may result in interest on the Bonds being included in gross income retroactive to their date of issuance.

The opinions expressed herein are based upon existing laws as of the date of issuance and delivery of the Bonds. We express no opinion as of any date subsequent hereto, and our engagement with respect to the Bonds has concluded with their issuance. We disclaim any obligation to update this opinion.

The obligations of the District related to the Bonds are subject to the reasonable exercise in the future by the State and its governmental bodies of the police power inherent in the sovereignty of the State and to the exercise by the United States of the powers (including bankruptcy powers) delegated to it by the United States Constitution. The obligations of the District and the security provided therefor, as contained in the Bond Resolution, may be subject to general principles of equity which permit the exercise of judicial discretion and are subject to the provisions of applicable bankruptcy, insolvency, reorganization, moratorium or similar laws relating to or affecting the enforcement of creditors' rights generally, now or hereafter in effect.

The opinions expressed herein represent our legal judgment based upon a review of existing legal authorities as of the date of issuance and delivery of the Bonds that we deem relevant to render such opinions and are not a guarantee of a result. We express no opinion with respect to any pending legislation.

We are passing upon only those matters set forth in this opinion and are not passing upon the accuracy or completeness of any statement made in connection with any sale of the Bonds or upon any tax consequences arising from the receipt or accrual or interest on, or the ownership of, the Bonds except those specifically addressed in paragraphs 2 and 3 above.

Respectfully Submitted,