SECTION 2.8

Capital Funding

CAPITAL IMPROVEMENT PROJECT HISTORY:

The Ruidoso Municipal School District has had an active and aggressive capital improvement plan since 1947. The community has actively supported the school district by passing all bond issues in recent years. The oldest surviving school building currently in use in the district is the Nob Hill Early Childhood Center which was established in 1955, White Mountain Elementary School opened in 1965, White Mountain Intermediate School in 1976, Ruidoso High School in 1985 and Sierra Vista Primary School in 1995. The newest school in the district is Ruidoso Middle School which opened in 2009. The School District has identified the need for and the community has supported the construction of a new school facility approximately every 10 years.

The following is a history of bond elections for RMSD since 1984:

Election Date	Authorization	Bond Sale	Amount
February 1, 1984	$1,000,000	Series 1984*	*$500,000
		Series 1985*	*$500,000
February, 1986*	$2,600,000	Series 1986	$1,500,000
		Series 1987	$1,100,000
October 1, 1989	$3,000,000	Series 1990	$1,000,000
		Series 1991	$2,000,000
November 1, 1991	$5,500,000	Series 1992	$2,500,000
		Series 1993	$3,000,000
February 1, 1997	$8,500,000	Series 1997	$5,000,000
		Series 1998	$3,500,000
February 6, 2006	$26,000,000	Series 2006	

Over the past 23 years the community has supported RMSD by passing General Obligation Bonds for a total of $46,600,000 in construction funds.

CAPITAL IMPROVEMENT PROJECT FUNDING SOURCES:

General Obligation Bonds (GOB):

The Ruidoso Municipal School District bonding capacity, at 6.00% of assessed valuation of $578,108,968 as of January 21, 2010, was approximately $34,686,538. District debt, as of January 21, 2010 was $27,995,000, which represents 80.7% bond debt. Current District debt capacity is approximately $6,691,538. Over the past 15 years the assessed

valuation of RMSD has experienced an annual average of 6.64% increase.

RMSD does not have a regularly scheduled GOB election cycle but proposes to establish a four year cycle to assist in planning, funding future projects and preventative maintenance.

Mill Levies:

RMSD has a 2 mill levy in place to take advantage of state matching funds under the NM Senate Bill 9 (SB9) program. The states portion of SB9 revenues provided approximately $51,111 for the 2008-09 school year for general maintenance and small projects. The levy is subject to renewal through election every six years. The next SB9 election will be February 2013.

The District does not have a mill levy in place allowed under NM House Bill 33 (HB33). HB33 funding is generally used for renovation and additions to existing facilities. Mill levies under HB33 must be approved through periodic election every five years.

NM House Bill 31 (HB31) is a relatively new capital funding program. This program was established to provide additional funding to New Mexico Public School District to primarily address health and safety needs. Ruidoso Municipal School District has received funding under HB31 to address health and safety needs at all school campuses within the district. All identified projects receiving funds from this source are currently under contract or have been completed. There is no additional funding available for the school district through this resource at this time. The fund is administered by the New Mexico Department of Education Deficiencies Correction Unit (DCU) which has evolved into the Public School Facilities Authority (PSFA).

Critical Capital Outlay Funds:

All New Mexico Public School Districts are eligible to received New Mexico Public School Capital Outlay Act Capital Outlay Council (PSCOC) funds. RMSD must compete with all other New Mexico school districts for this funding. The District's match for this funding source is approximately 70%. The State match for this funding source is 30%. RMSD has been awarded approximately $13,535,285 through PSCOC since 1999.

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Legislative Appropriations:

RMSD is eligible to receive special appropriations granted by the legislature. Amounts appropriated can vary or can be zero. The amount of legislative appropriations accepted by the District will be deducted from critical capital outlay funds. The amount of legislative appropriations identified to be offset for 2008-09 is $600,000.

Federal Impact Aid and Public School Capital Outlay Fund:

RMSD does receive PL874 Federal Impact Aid funds.

PSFA FAST FACTS

Bonding & Debt

Local Match Percentage:	70%
General Obligation Bonds	
Property Valuation	$578,108,968
GO Bonding Capacity	$34,686,538
Bonds Outstanding	$27,995,000
Available Capacity	$6,691,538
Percent Indebtedness	80.7%
SB-9	
SB-9 Election Date	2/6/2007
Year(s) Imposed	2007-2012
Prior Yr. Distribution	$51,111
Next Election	2013
HB-33	
HB-33 Election Date	
Year(s) Imposed	
Next Election	
Direct Appropriations	
2009 Legislature	$
2008 Legislature	$600,000
2007 Legislature	$
2006 Legislature	$
2005 Legislature	$90,000
Subtotal	**$725,000**
Offset Carryforward Balance	**$420000**

Updated: 01/21/10

PSCOC Awards History

Standards-Based/Critical Cap	
2009-2010	$
2008-2009	$ 1,315,000
2007-2008	$ 52,949
2006-2007	$476,100
2005-2006	$8,024,558
2004-2005	$
2003-2004	$
2002-2003	$300,000
2001-2002	$1,200,000
2000-2001	$
1999-2000	$
Subtotal	**$11,368,607**
High-Priority Projects	**$**
Deficiencies Correction	**$2,094,958**
Lease Assistance	
2009-2010	$ 14,494
2008-2009	$ 18,350
2007-2008	$ 12,600
2006-2007	$ 13,800
Subtotal	**$59,244**
GRAND TOTAL	**$13,535,285**
Dollars/MEM	**$5,963**

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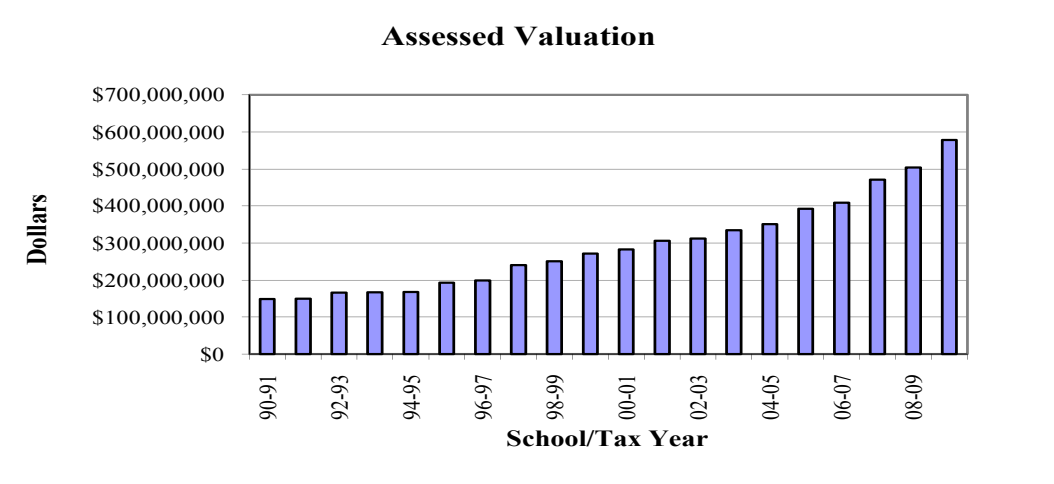
Capital Funding

The following charts and information have been provided by Casey Financial Consulting, P.O. Box 56635, Albuquerque, NM 87187-6635, (505) 898-3165.

History of Assessed Values:

School Year	Assessed Valuation			Growth or (Decline)	
	Residential	Non Residential	Total	$	%
90-91	99,030,513	50,197,077	149,227,590	N/A	N/A
91-92	98,885,436	50,777,269	149,662,705	435,115	0.29%
92-93	113,876,442	51,879,397	165,755,839	16,093,134	10.75%
93-94	114,425,865	52,220,019	166,645,884	890,045	0.54%
94-95	116,373,815	51,747,352	168,121,167	1,475,283	0.89%
95-96	138,023,671	54,555,297	192,578,968	24,457,801	14.55%
96-97	143,085,597	55,754,375	198,839,972	6,261,004	3.25%
97-98	177,772,867	62,600,691	240,373,558	41,533,586	20.89%
98-99	183,137,775	68,065,723	251,203,498	10,829,940	4.51%
99-00	199,005,618	72,409,354	271,414,972	20,211,474	8.05%
00-01	207,957,760	74,855,300	282,813,060	11,398,088	4.20%
01-02	227,352,531	78,969,014	306,321,545	23,508,485	8.31%
02-03	232,841,875	79,416,122	312,257,997	5,936,452	1.94%
03-04	247,408,840	87,461,395	334,870,235	22,612,238	7.24%
04-05	260,817,266	89,891,042	350,708,308	15,838,073	4.73%
05-06	286,980,198	105,996,289	392,976,487	42,268,179	12.05%
06-07	300,085,383	109,110,200	409,195,583	16,219,096	4.13%
07-08	350,919,603	120,623,036	471,542,639	62,347,056	15.24%
08-09	374,679,305	129,246,094	503,925,399	32,382,760	6.87%
09-10	416,670,560	161,438,408	578,108,968	74,183,569	14.72%
				Average Growth	7.53%



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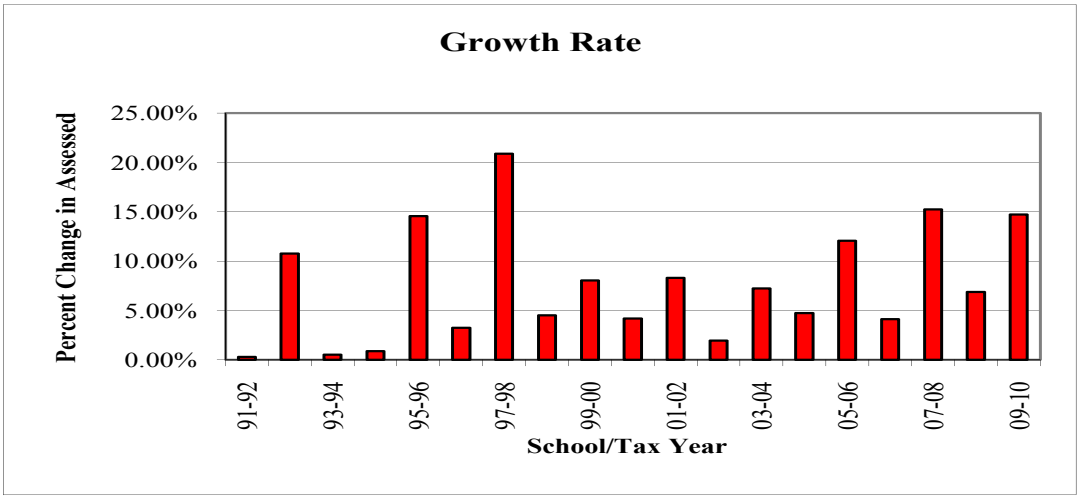
Capital Funding

The following charts and information have been provided by Casey Financial Consulting, P.O. Box 56635, Albuquerque, NM 87187-6635, (505) 898-3165.

History of Debt Service Tax Levies:

Tax Levies

School Year	Operational		Capital Improvement		Debt Service	Total School Levy	
	Res.	Nonres.	Res.	Nonres.		Res.	Nonres.
90-91	0.364	0.423	2.000	2.000	8.006	10.370	10.429
91-92	0.387	0.447	2.000	2.000	8.003	10.390	10.450
92-93	0.348	0.452	1.801	2.000	7.602	9.751	10.054
93-94	0.358	0.461	2.000	2.000	8.906	11.264	11.367
94-95	0.367	0.479	2.000	2.000	6.744	9.111	9.223
95-96	0.324	0.471	1.767	1.966	5.792	7.883	8.229
96-97	0.331	0.482	2.000	2.000	5.651	7.982	8.133
97-98	0.282	0.453	1.702	1.882	5.900	7.884	8.235
98-99	0.287	0.450	1.734	1.868	5.841	7.862	8.159
99-00	0.275	0.452	2.000	2.000	5.275	7.550	7.727
00-01	0.278	0.466	2.000	2.000	5.240	7.518	7.706
01-02	0.277	0.472	1.996	2.000	4.877	7.150	7.349
02-03	0.283	0.494	2.000	2.000	4.930	7.213	7.424
03-04	0.277	0.468	2.000	2.000	3.591	5.868	6.059
04-05	0.285	0.484	2.000	2.000	3.476	5.761	5.960
05-06	0.278	0.417	1.952	1.724	3.362	5.592	5.503
06-07	0.291	0.439	2.000	1.816	5.908	8.199	8.163
07-08	0.289	0.454	2.000	2.000	5.906	8.195	8.360
08-09	0.301	0.466	2.000	2.000	5.889	8.190	8.355
09-10	0.295	0.424	1.960	1.819	5.867	8.122	8.110



Capital Funding

The following charts and information have been provided by Casey Financial Consulting, P.O. Box 56635, Albuquerque, NM 87187-6635, (505) 898-3165.

Bonding Capacity

2009-2010 Final assessed valuation	$578,108,968
Capacity rate:	6.00%
Total bonding capacity	34,686,538
Less outstanding net debt (09/01/09):	(27,995,000)
Available bonding capacity	**6,691,538**
Percent bonded to capacity	80.71%

Estimated Future Bonding Capacity

Date	New Bonds	Recovered Capacity	Outstanding Debt	Available Bonding Capacity	Assumed Growth Rate	Applicable Assessed Valuation	Percent Bonded
6/9/2009		0	27,995,000	6,691,538		578,108,968	80.71%
8/1/2010		2,195,000	25,800,000	10,100,567	3.50%	598,342,782	71.87%
8/1/2011		1,700,000	24,100,000	13,954,601	6.00%	634,243,349	63.33%
8/1/2012		1,900,000	22,200,000	17,186,512	3.50%	656,441,866	56.36%
8/1/2013		1,900,000	20,300,000	21,449,703	6.00%	695,828,378	48.62%
8/1/2014		1,700,000	18,600,000	24,610,942	3.50%	720,182,371	43.04%
8/1/2015		1,800,000	16,800,000	29,219,654	6.50%	766,994,225	36.51%
8/1/2016		2,050,000	14,750,000	32,880,341	3.50%	793,839,023	30.97%
8/1/2017		2,200,000	12,550,000	38,176,314	6.50%	845,438,560	24.74%
8/1/2018		2,250,000	10,300,000	42,201,735	3.50%	875,028,909	19.62%
8/1/2019		2,400,000	7,900,000	48,014,347	6.50%	931,905,788	14.13%
8/1/2020		2,550,000	5,350,000	52,521,349	3.50%	964,522,491	9.24%
8/1/2021		2,750,000	2,600,000	59,032,987	6.50%	1,027,216,453	4.22%
8/1/2022		2,600,000	0	63,790,142	3.50%	1,063,169,029	0.00%
8/1/2023			0	67,936,501	6.50%	1,132,275,016	0.00%
8/1/2024		0	0	70,314,278	3.50%	1,171,904,641	0.00%
8/1/2025		0	0	74,884,707	6.50%	1,248,078,443	0.00%
	$0	$27,995,000					

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