

PUBLIC SCHOOL CAPITAL OUTLAY COUNCIL

March 11, 2026 – 9:00 AM

State Capitol Building, Room 311

Santa Fe, NM

I. Call to Order - Joe Guillen, Chair

A. Roll Call

B. Approval of Agenda*

C. Correspondence

* Denotes potential action by the PSCOC

PUBLIC SCHOOL CAPITAL OUTLAY COUNCIL (PSCOC)

Agenda

March 11, 2026 – 9:00 AM

State Capitol Building Room 311

490 Old Santa Fe Trail, Santa Fe, NM 87501

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- I. Call to Order – Joe Guillen, Chair**
 - A. Roll Call
 - B. Approval of Agenda*
 - C. Correspondence
- II. Public Comment**
- III. Finance**
 - A. PSCOC Financial Plan
- IV. Consent Agenda***
 - A. January 14, 2026, PSCOC Meeting Minutes*
 - B. P25-007 Las Vegas ES/MS Combined (Las Vegas City) – Design Funding Request*
 - C. P16-002 Abiquiu ES (Espanola) – Rescind Award*
 - D. P12-006 Velarde ES (Espanola) – Rescind Award*
 - E. P24-005 Teacher Housing (Springer) - Construction Funding Request*
 - F. Community Benefit Fund*
 - G. Recertification of SSTBs*
- V. Informational**
 - A. FY25 PSFA Audit Report
 - B. Legislative Session Update
 - C. Budget and Contract Support Update
 - D. P22-002 Combined School (Mosquero) – Project Update
 - E. Maintenance Status Program Report
- VI. Next PSCOC Meeting – April 22, 2026 – (tentatively)**
- VII. Adjourn**

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Agenda

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490 Old Santa Fe Trail, Santa Fe, NM 87501

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**PUBLIC SCHOOL CAPITAL OUTLAY COUNCIL
SUBCOMMITTEE ASSIGNMENTS**

PSCOC

Joe Guillen, Chair

Awards Subcommittee

Charles Sallee, LFC - Chair

John Sena, LESC

Mariana Padilla, PED

Martin Romero, CID

Administration, Maintenance & Standards Subcommittee

Ashley Leach, DFA - Chair

Randall Cherry, LCS

Stewart Ingham, PEC

Elizabeth Groginsky, Governor's Office

Joe Guillen will serve on subcommittees in the absence of any member or designee.

I. Correspondence

II. Presenter(s): Marcos Trujillo Executive Director

III. Executive Summary (Informational):

No correspondence at this time.

II. Public Comment

III. Finance

A. PSCOC Financial Plan

I. PSCOC Financial Plan**II. Presenter(s):** Matthew Schimmel, Chief Financial Officer**III. Executive Summary (Informational):****Key Points:****Awards Year-to-Date Updates (Lines 35-37 - Financial Plan Sources & Uses Detail)**

| Version | FY26 | FY27 | FY28 | Total |
|--------------|-------|-------|------|---------|
| January 2026 | 493.4 | 652.3 | 0.0 | 1,145.7 |
| March 2026 | 486.0 | 652.3 | 0.0 | 1,138.3 |
| Net Change | -7.4 | 0.0 | 0.0 | -7.4 |

*in millions of dollars***Out-of-Cycle Awards Requests:**

- P24-005 Teacher Housing (Springer) - Construction Funding Request*
 - State Match Request: \$1,452,609
 - Local Match Reduction Request: \$683,580
 - Total Request: \$2,136,189
- P25-007 Las Vegas ES/MS Combined (Las Vegas City) – Design Funding Request*
 - State Match Request: \$2,614,819
- P16-002 Abiquiu ES (Espanola) – Rescind Award*
 - State Match Rescinded: \$372,645
 - Out-year Rescinded: \$5,934,164
- P12-006 Velarde ES (Espanola) – Rescind Award*
 - State Match Rescinded: \$379,456
 - Out-year Rescinded: \$5,036,864

Additional Updates:

- Line 33: (2026) FY26-FY27 Supplemental Budget added \$2.5 million for FY26

Exhibit(s):

A – PSCOC Financial Plan

PSCOC Financial Plan
Sources & Uses Detail (millions of dollars)
March 11, 2026

| I. SOURCES & USES | | | | |
|--|------------------|------------------|------------------|------------------|
| SOURCES: | | | | |
| | FY25 Act. | FY26 Est. | FY27 Est. | FY28 Est. |
| 1 Uncommitted Balance (Period Beginning) | 536.1 | 437.8 | 227.1 | 380.3 |
| 2 SSTB Notes (Revenue Budgeted July) | 340.4 | 396.5 | 537.4 | 407.4 |
| 3 SSTB Notes (Revenue Budgeted January) | 144.2 | 213.6 | 407.4 | 438.7 |
| 4 (2025) HB-002 Community Benefit Fund Transfer (SB-048) - Electric Vehicle Charging Infrastructure | | 60.0 | | |
| 5 Project Reversions - ESTIMATE | 22.5 | 0.6 | 0.6 | |
| 6 Operating Reversions | 0.0 | 0.0 | 0.0 | |
| 7 Advance Repayments | 0.1 | 1.2 | 0.5 | |
| 8 Subtotal Sources: | 1,043.3 | 1,109.7 | 1,172.9 | 1,226.3 |
| USES: | | | | |
| 9 Capital Improvements Act (SB-9) & HB 119 (L22,C22) | 45.4 | 50.0 | 45.5 | |
| 10 Lease Payment Assistance Awards | 23.0 | 25.0 | 26.6 | |
| 11 Facilities Master Plan Assistance Awards | 0.7 | 2.2 | 0.7 | |
| 12 BDCP (Includes Cat. 1 & Cat. 2) | 10.0 | 10.0 | 10.0 | |
| 13 (2025, 2024) HB-002, Broadband Access and Expansion Program Transfer | 0.7 | 0.7 | | |
| 14 PSFA Operating Budget | 7.4 | 7.8 | 9.1 | |
| 15 CID/SFMO Inspections | 0.3 | 0.3 | 0.3 | |
| 16 Emergency Reserve for Contingencies | | 10.0 | 10.0 | |
| 17 SB275 School Buses (PED) | 29.2 | | | |
| 18 SB275 School Bus Cameras (PED) | 0.6 | | | |
| 19 Tribal Libraries (PED) | | | | |
| 20 HB2 School Safety Summits (PED) (Ch210, S199) | 0.2 | | | |
| 21 SB275 Fueling/Charge Stations for Buses (PED) | 1.5 | | | |
| 22 HB2 Las Vegas City Memorial MS | 1.5 | | | |
| 23 SB275 Higher Education Appropriation | 30.0 | | | |
| 24 PSFA Vehicles HB2 (L23, 1S,C210,S5,I209) | | | | |
| 25 HB505 Security and CTE FY24 | | | | |
| 26 (2025) HB-450, Sec. 49, HED STEM Institute Construction (Albuquerque, Bern. County) | | 20.0 | | |
| 27 (2025) HB-450, Sec. 50, PED Statewide Alternatively Fueled Vehicle Stations Construct | | 1.5 | | |
| 28 (2025) HB-450, Sec. 51-1, SFIS Paolo Soleri Amp Construct (Santa Fe, Santa Fe County) | | 3.0 | | |
| 29 (2025) HB-450, Sec. 51-2, Navajo Prep Schl Infra & Drainage Improve (Farmington, San Juan County) | | 3.0 | | |
| 30 (2025) HB-450, Sec. 52, Statewide School Dist Distributions (Security, CTE, Maintenance/Repair) | | 50.0 | | |
| 31 (2025) HB-002 Community Benefit Fund Transfer (SB-048) - Electric Vehicle Charging Infrastructure | | 60.0 | | |
| 32 (2025) Measurement & Verification (M&V) - Phase II | | 1.3 | | |
| 33 (2026) FY26-FY27 Supplemental Budget | | 2.5 | | |
| 34 Out-of-Cycle Potential Waivers | 78.7 | 149.4 | 38.1 | |
| 35 Awards YTD - Pilot Teacher Housing (per Project Awards Schedule) | 1.0 | 3.0 | 3.3 | 0.0 |
| 36 Awards YTD - Pre-K (per Project Awards Schedule) | 56.9 | 1.8 | 0.9 | 0.0 |
| 37 Awards YTD - Standards & Systems-based (per Project Awards Schedule) | 318.6 | 481.2 | 648.1 | 0.0 |
| 38 Subtotal Uses: | 605.5 | 882.6 | 792.6 | 0.0 |
| 39 Estimated Uncommitted Balance Period Ending | 437.8 | 227.1 | 380.3 | 1226.3 |

| II. PROJECT AWARD SCHEDULE SUMMARY | | | | | | |
|---|----------------|------------------|------------------|------------------|------------------|---------------|
| | Total | FY25 Act. | FY26 Est. | FY27 Est. | FY28 Est. | Total |
| 40 FY12 Awards Cycle | -0.4 | 0.0 | -0.4 | 0.0 | 0.0 | -0.4 |
| 41 FY15 Awards Cycle | 0.4 | 0.0 | 0.4 | 0.0 | 0.0 | 0.4 |
| 42 FY16 Awards Cycle | -0.4 | 0.0 | -0.4 | 0.0 | 0.0 | -0.4 |
| 43 FY19 Awards Cycle | 75.7 | 16.5 | 56.0 | 3.3 | 0.0 | 75.7 |
| 44 FY20 Awards Cycle | 115.9 | 1.4 | 60.8 | 53.7 | 0.0 | 115.9 |
| 45 FY21 Awards Cycle | 336.5 | 161.0 | 0.4 | 175.1 | 0.0 | 336.5 |
| 46 FY22 Awards Cycle | 135.5 | 48.1 | 22.9 | 64.5 | 0.0 | 135.5 |
| 47 FY22 Awards 2nd Cycle | 7.8 | 5.5 | 1.0 | 1.3 | 0.0 | 7.8 |
| 48 FY 22 Awards Cycle Subtotal | 143.3 | 53.6 | 24.0 | 65.8 | 0.0 | 143.3 |
| 49 FY23 Awards Cycle | 206.4 | 46.7 | 104.9 | 54.8 | 0.0 | 206.4 |
| 50 FY24 Awards Cycle | 465.1 | 76.6 | 203.4 | 185.1 | 0.0 | 465.1 |
| 51 FY25 Awards Cycle | 172.3 | 20.7 | 37.0 | 114.6 | 0.0 | 172.3 |
| 52 FY26 Awards Cycle | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 53 Subtotal Uses : | 1,514.8 | 376.5 | 486.0 | 652.3 | 0.0 | 1514.8 |

PSCOC Financial Plan

Summary of Changes Since 01/14/2026

| PSCOC ACTION - OUT-OF-CYCLE, EMERGENCY, ADDITIONAL FUNDING | |
|--|-------------------------------------|
| P19-017 Tularosa Middle School (Tularosa) - Construction Funding Request | Award Amount \$37,918,021 |
| P22-002 Combined School (Mosquero) – Additional Construction Funding Request | \$1,500,000 |
| Total Awards: | \$ 39,418,021 |
| Total Reversion/Reallocation/Rescind: | \$0 |

| PSCOC FUND PROJECT AWARD SCHEDULE DETAIL - MODIFICATIONS | | | | |
|---|------------------------------------|-------------------------|------------------------|-------------------------|
| | Original Award Fiscal Year (FY) | Previous FP Estimate | Current FP Award | Change Fav (Unfav) |
| Potential Council Action Projects - Agenda: | | | | |
| A. P24-005 Teacher Housing (Springer) - Construction Funding | FY24 | \$ - | \$ 2,168,573.00 | \$ (2,168,573.00) |
| B. P25-007 Las Vegas ES/MS Combined (Las Vegas City) – Design | FY25 | \$ - | \$ 2,188,911.75 | \$ (2,188,911.75) |
| E. P16-002 Abiquiu ES (Espanola) – Rescind Award* | FY16 | \$ 5,934,164.00 | \$ (372,645.30) | \$ 6,306,809.30 |
| F. P12-006 Velarde ES (Espanola) – Rescind Award* | FY12 | \$ 5,036,864.00 | \$ (379,456.00) | \$ 5,416,320.00 |
| Subtotal | | \$ 10,971,028.00 | \$ (752,101.30) | \$ 11,723,129.30 |

| FINANCIAL PLAN ASSUMPTIONS and SUMMARY: | | | | |
|--|--|-----------|-----------|-----------|
| | Financial Plan Variance Between Months | | | |
| | FY24 Act. | FY25 Act. | FY26 Est. | FY27 Est. |
| Uncommitted Balance [FY26 - Jan. 2026 (Q1)] | 536.1 | 437.8 | 222.2 | 375.5 |
| Uncommitted Balance [FY26 - Mar. 2026 (Q1)] | 536.1 | 437.8 | 227.1 | 380.3 |
| Variance Favorable (Unfavorable) | - | - | 4.9 | 4.9 |

PSCOC FUND PROJECT AWARD SCHEDULE DETAIL - (Representation of Uncommitted Balance in FY26)

March 11, 2026

| Legend | |
|------------------|---|
| Purple Text | Awarded Design |
| Purple Highlight | Pending Design Award |
| Green Text | Awarded Construction |
| Green Highlight | Pending Construction Award |
| \$000,000 | Numbers in italics indicate bonds have not been certified |

| | | | | FY 2026 | | | | FY 2027 | | | | FY 2028 | | | | | | |
|--------------|-----------------|-------------------------------|---|-------------------|---------------|---------------|-------------|---------------|-------------------|--------------|-------------|---------------|--------------|---------|---------|---------|---------|---------|
| | | | | \$486,017,275 | | | | \$652,260,354 | | | | \$0 | | | | | | |
| FY12 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P12-006 | Espanola | Velarde ES | A01 - SSTB20BE0003 - \$379,456 | \$0 | \$0 | \$0 | | | <i>-\$379,456</i> | | | | | | | | | |
| Total | | | | \$0 | \$0 | \$0 | \$0 | \$0 | <i>-\$379,456</i> | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | <i>-\$379,456</i> | | | | \$0 | | | | \$0 | | | | | | |
| FY15 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P15-006 | Gallup-McKinley | Thoreau Teacher Housing | A32 - SSTB18SD 0001 - \$1,516,391.00 A81 - SSTB18SB 0004 - \$13,647,522 A92 - SSTB19SD 0004 - \$350,924 | \$364,500 | \$0 | \$364,500 | | | | \$364,500 | | | | | | | | |
| Total | | | | \$2,314,298 | \$19,195,765 | \$21,676,838 | \$0 | \$0 | \$0 | \$364,500 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | \$364,500 | | | | \$0 | | | | \$0 | | | | | | |
| FY16 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P16-002 | Espanola | Abiquiu Elementary School | A51 - SSTB15SB0001 - \$198,059 A92 - SSTB19SD0004 - \$255,977 | \$81,391 | \$0 | \$81,391 | | | <i>-\$372,645</i> | | | | | | | | | |
| Total | | | | \$81,391 | \$0 | \$81,391 | \$0 | \$0 | <i>-\$372,645</i> | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | <i>-\$372,645</i> | | | | \$0 | | | | \$0 | | | | | | |
| FY19 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P19-004 | Gallup-McKinley | Tohatchi Teacher Housing | A03 - SSTB20SD 0002 - \$22,625,748 A07 - SSTB23SD 0001 - \$50,647,912 A81 - SSTB18SB 0004 - \$60,000 A82 - SSTB18SD 0001 - \$2,854,563 | \$346,585 | \$3,253,415 | \$3,600,000 | | | | | \$3,253,415 | | | | | | | |
| P19-006 | Las Vegas | Sierra Vista ES | A81 - SSTB18SB0004 - \$447,398 | \$447,398 | \$18,284,012 | \$18,731,410 | | | \$18,054,732 | | | | | | | | | |
| P19-017 | Tularosa | Tularosa MS | A92 - SSTB19SD 0004 - \$2,792,788 | \$2,792,788 | \$37,918,021 | \$40,710,809 | | | \$37,918,021 | | | | | | | | | |
| Total | | | | \$18,170,516 | \$272,022,019 | \$290,192,535 | \$0 | \$0 | \$55,972,753 | \$0 | \$3,253,415 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | \$55,972,753 | | | | \$3,253,415 | | | | \$0 | | | | | | |
| FY20 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P20-001 | Alamogordo | Chaparral MS | A81 - SSTB18SB 0004 - \$774,754 A82 - SSTB18SD 0001 - \$1,388,001 A92 - SSTB19SD 0004 - \$19,464,797 | \$2,162,755 | \$31,332,600 | \$33,495,355 | | | | | | \$31,332,600 | | | | | | |
| P20-002 | Central | Newcomb ES | A82 - SSTB18SD 0001 - \$25,000 A92 - SSTB19SD 0004 - \$1,417,811 | \$1,087,543 | \$22,386,078 | \$23,473,621 | | | | \$22,386,078 | | | | | | | | |
| P20-003 | Roswell | Mountain View MS | A82 - SSTB18SD 0001 - \$1,807,637 A92 - SSTB19SD 0004 - \$5,477,761 | \$1,807,637 | \$35,883,600 | \$37,691,237 | | | | \$35,883,600 | | | | | | | | |
| P20-006 | Roswell | Washington Avenue ES | A82 - SSTB18SD 0001 - \$51,000 A92 - SSTB19SD 0004 - \$601,585 | \$2,488,106 | \$22,392,958 | \$24,881,064 | | | | \$2,488,106 | | | \$22,392,958 | | | | | |
| Total | | | | \$17,318,852 | \$240,846,526 | \$258,013,372 | \$0 | \$0 | \$0 | \$60,757,784 | \$0 | \$31,332,600 | \$22,392,958 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | \$60,757,784 | | | | \$53,725,558 | | | | \$0 | | | | | | |
| FY21 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P21-003 | Gallup-McKinley | Gallup HS | A04 - SSTB21SD 0001 - \$11,922,644 A92 - SSTB19SD 0004 - \$101,250 | \$12,023,894 | \$80,254,339 | \$92,278,233 | | | | | | \$68,331,695 | | | | | | |
| P21-005 | Gallup-McKinley | Crownpoint HS | A04 - SSTB21SD 0001 - \$4,720,541 A92 - SSTB19SD 0004 - \$411,674 | \$5,071,465 | \$66,937,466 | \$72,008,931 | | | | | | \$62,216,925 | | | | | | |
| P21-005 | Gallup-McKinley | Crownpoint HS Teacher Housing | | \$350,924 | \$- | \$350,924 | | | | \$350,924 | | | | | | | | |
| P21-006 | Gallup-McKinley | Navajo Pine HS | A07 - SSTB23SD 0001 - \$5,030,993 A92 - SSTB19SD 0004 - \$60,750 | \$5,091,683 | \$48,101,770 | \$53,193,453 | | | | | | \$43,070,837 | | | | | | |
| S21-001 | Las Cruces | Tombaugh ES | A01 - SSTB20SB E0003 - \$165,548 | \$165,548 | \$1,489,934 | \$1,655,482 | | | | \$1,489,934 | | \$173,619,458 | | | | | | |
| Total | | | | \$40,178,975 | \$441,722,278 | \$481,901,253 | \$0 | \$0 | \$0 | \$350,924 | \$1,489,934 | \$173,619,458 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | \$350,924 | | | | \$175,109,392 | | | | \$0 | | | | | | |
| FY22 AWARDS | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P22-006 | Gadsden | Chaparral MS | A02 - SSTB21SB 0001 - \$3,197,269 | \$3,144,769 | \$0 | \$3,144,769 | | | | | | \$64,505,112 | | | | | | |
| P22-004 | Los Lunas | Ann Parrish ES | A02 - SSTB21SB 0001 - \$17,273,200 A06 - SSTB23SB 0001 - \$2,524,085 | \$2,566,085 | \$23,685,979 | \$26,252,064 | | | | \$21,161,894 | | | | | | | | |
| P22-002 | Mosquero | Mosquero Combined School | A01 - SSTB20SB E0003 - \$2,800,000 A02 - SSTB21SB 0001 - \$2,645,908 A05 - SSTB22SD 0001 - \$51,386,457 | \$2,307,631 | \$54,579,657 | \$56,887,288 | | | \$1,500,000 | | | | | | | | | |
| S22-008 | Portales | James ES | A02 - SSTB21SB 0001 - \$1,195,305 A03 - SSTB20SD 0002 - \$1,415,200 | \$96,862 | \$1,667,959 | \$1,764,821 | | \$252,759 | | | | | | | | | | |
| Total | | | | \$27,703,981 | \$240,746,826 | \$268,450,807 | \$1,037,137 | \$252,759 | \$1,500,000 | \$21,161,894 | \$0 | \$65,765,112 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | \$23,951,790 | | | | \$65,765,112 | | | | \$0 | | | | | | |

PSCOC FUND PROJECT AWARD SCHEDULE DETAIL - (Representation of Uncommitted Balance in FY26)

March 11, 2026

| Legend | |
|------------------|---|
| Purple Text | Awarded Design |
| Purple Highlight | Pending Design Award |
| Green Text | Awarded Construction |
| Green Highlight | Pending Construction Award |
| \$000,000 | Numbers in italics indicate bonds have not been certified |

| | | | | FY 2026 | | | | FY 2027 | | | | FY 2028 | | | | | | |
|----------------------|-----------------|----------------|--|---------------------|----------------------|----------------------|---------------|---------------|---------------|--------------|--------------|--------------|---------|---------|---------|---------|---------|---------|
| | | | | \$486,017,275 | | | | \$652,260,354 | | | | \$0 | | | | | | |
| | | | | \$1,839,503 | \$51,637,324 | \$130,498,141 | \$302,042,307 | \$209,731,939 | \$395,932,663 | \$46,595,753 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | | |
| FY23 AWARDS SCENARIO | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
| P23-001 | Gallup-McKinley | Central HS | A04 - SSTB21SD 0001 - \$900,480 A82 - SSTB18SD 0001 - \$3,204,031 | \$900,480 | \$37,841,074 | \$38,741,554 | | | | \$37,841,074 | | | | | | | | |
| P23-002 | Gallup-McKinley | Thoreau HS | A04 - SSTB21SD 0001 - \$3,821,477 | \$3,821,477 | \$55,638,057 | \$59,459,534 | | | \$55,638,057 | | | | | | | | | |
| P23-003 | Gallup-McKinley | David Skeet ES | A04 - SSTB21SD 0001 - \$1,771,462 | \$1,771,462 | \$23,411,989 | \$25,183,451 | | | | | \$23,411,989 | | | | | | | |
| P23-004 | Farmington | Heights MS | A04 - SSTB21SD 0001 - \$4,628,052 | \$4,628,052 | \$0 | \$4,628,052 | | | | | | | | | | | | |
| P23-005 | Farmington | Mesa Verde ES | A04 - SSTB21SD 0001 - \$2,835,251 | \$2,835,251 | \$0 | \$2,835,251 | | | | | | | | | | | | |
| P23-007 | Estancia | Estancia ES | A82 - SSTB18SD 0001 - \$662,256 | \$662,256 | \$11,463,237 | \$12,125,493 | | | \$11,463,237 | | | | | | | | | |
| P23-008 | Pojoaque | Pojoaque MS | A92 - SSTB19SD 0004 - \$2,090,939 | \$2,090,939 | \$31,364,541 | \$33,455,480 | | | | \$31,364,541 | | \$23,411,989 | | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total | | | | \$19,002,719 | \$235,673,584 | \$254,676,303 | \$0 | \$0 | \$11,463,237 | \$93,479,131 | \$31,364,541 | \$23,411,989 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | \$104,942,368 | | | | \$54,776,530 | | | | \$0 | | | |

| FY24 AWARDS SCENARIO | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
|----------------------|-----------------|----------------------------|------------------------------------|---------------------|----------------------|----------------------|---------------|--------------|--------------|--------------|---------------|--------------|--------------|---------|---------|---------|---------|---------|
| P24-001 | Maxwell | District | A05 - SSTB22SD 0001 - \$2,542,239 | \$2,542,239 | \$50,882,869 | \$53,425,108 | | | | | | | | | | | | |
| P24-001 | Maxwell | Teacher Housing | | \$802,366 | | \$802,366 | \$802,366 | | | | | | | | | | | |
| P24-002 | Central | Tse Bit Ai MS | A05 - SSTB22SD 0001 - \$2,965,145 | \$2,965,145 | \$31,431,696 | \$34,396,841 | | | | \$31,431,696 | | | | | | | | |
| P24-005 | Springer | Combined | A06 - SSTB23SB 0001 - \$4,405,823 | \$2,620,550 | \$32,096,163 | \$34,716,713 | | | \$32,096,163 | | | | | | | | | |
| P24-005 | Springer | Combined (Teacher Housing) | | \$2,168,573 | | \$2,168,573 | | | \$2,168,573 | | | | | | | | | |
| P24-004 | Dexter | ES/MS | A05 - SSTB22SD 0001 - \$2,620,550 | \$4,405,823 | \$61,271,815 | \$65,677,638 | | | | \$61,271,815 | | | | | | | | |
| P24-006 | Gallup-McKinley | Crownpoint MS | A04 - SSTB21SD 0001 - \$2,532,111 | \$2,532,111 | \$25,651,687 | \$28,183,798 | | | | \$25,651,687 | | | | | | | | |
| P24-007 | San Jon | San Jon Combo | | \$4,141,429 | \$0 | \$4,141,429 | | | | \$31,617,635 | | | | | | | | |
| P24-009 | Penasco | Penasco Combined | A05 - SSTB22SD 0001 - \$3,757,110 | \$3,757,110 | \$31,995,432 | \$35,752,542 | | | | | \$31,995,432 | | | | | | | |
| P24-008 | Bernalillo | Algodones ES | A05 - SSTB22SD 0001 - \$845,526 | \$845,526 | \$7,609,733 | \$8,455,259 | | | | | \$7,609,733 | | | | | | | |
| P24-010 | Artesia | Roselawn ES | A05 - SSTB22SD 0001 - \$1,182,001 | \$1,182,001 | \$13,330,933 | \$14,512,933 | | | | \$13,330,933 | | | | | | | | |
| P24-011 | Hagerman | Hagerman Combined | A05 - SSTB22SD 0001 - \$2,796,762 | \$4,371,742 | \$46,127,989 | \$50,499,731 | | | | \$46,127,989 | | | | | | | | |
| P24-012 | Hondo | Hondo Combined | A06 - SSTB23SB 0001 - \$6,513,731 | \$6,513,731 | \$24,202,795 | \$30,716,525 | | | | | | | \$24,202,795 | | | | | |
| P24-014 | Albuquerque | Van Buren MS | A06 - SSTB23SB 0001 - \$10,087,640 | \$1,195,984 | \$22,723,688 | \$23,919,672 | | | \$22,723,688 | | | | | | | | | |
| K24-001 | Cuba | Cuba ES | A04 - SSTB21SD 0001 - \$124,294 | \$103,260 | \$929,336 | \$1,032,596 | | | | \$929,336 | | | | | | | | |
| S24-016 | Clovis | Marshall JHS | A05 - SSTB22SD 0001 - \$348,546 | \$348,546 | \$3,136,916 | \$3,485,462 | | | \$3,136,916 | | | | | | | | | |
| S24-017 | Clovis | Sandia ES | A05 - SSTB22SD 0001 - \$105,102 | \$0 | \$0 | \$0 | | | | | | | | | | | | |
| S24-019 | Los Alamos | Los Alamos HS | A05 - SSTB22SD 0001 - \$219,705 | \$219,705 | \$0 | \$219,705 | | | \$606,818 | | | | | | | | | |
| S24-021 | West Las Vegas | Luis Armijo ES | A05 - SSTB22SD 0001 - \$220,122 | \$220,122 | \$1,981,099 | \$2,201,221 | | | | \$1,981,099 | | | | | | | | |
| S24-023 | Melrose | Melrose Combined | A05 - SSTB22SD 0001 - \$2,400,000 | \$2,400,000 | \$0 | \$2,400,000 | | | \$0 | | | | | | | | | |
| Total | | | | \$68,289,781 | \$429,976,966 | \$498,266,747 | \$802,366 | \$51,384,565 | \$60,125,340 | \$91,076,556 | \$121,265,633 | \$39,605,165 | \$24,202,795 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | \$203,388,828 | | | | \$185,073,593 | | | | \$0 | | | |

| FY25 AWARDS SCENARIO | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
|----------------------|------------|---|-----------------------------------|---------------------|----------------------|----------------------|--------------|---------|-------------|--------------|---------------|--------------|--------------|---------|---------|---------|---------|---------|
| P25-001 | Raton | Longfellow ES | A08 - SSTB24SB 0001 - \$8,455,099 | \$2,725,138 | \$43,221,924 | \$45,947,062 | | | | | \$43,221,924 | | | | | | | |
| P25-002 | Silver | Cliff Combined School | A06 - SSTB23SB 0001 - \$2,002,003 | \$2,002,003 | \$22,396,248 | \$24,398,251 | | | | | | \$22,396,248 | | | | | | |
| P25-003 | Bloomfield | Central Primary School Naaba Ani Elementary School Mesa Alta Junior High School | A06 - SSTB23SB 0001 - \$4,422,455 | \$4,422,455 | \$39,802,091 | \$44,224,546 | | | | | | | \$39,802,091 | | | | | |
| P25-004 | Rio Rancho | Lincoln Middle School | A06 - SSTB23SB 0001 - \$2,001,668 | \$1,151,483 | \$2,566,733 | \$3,718,216 | | | | | \$2,566,733 | | | | | | | |
| P25-005 | Rio Rancho | Rio Rancho High School | A06 - SSTB23SB 0001 - \$4,071,514 | \$1,121,891 | \$15,425,020 | \$16,546,911 | | | | \$15,425,020 | | | | | | | | |
| P25-006 | Santa Rosa | Anton Chico | A01 - SSTB20SB E0003 - \$44,250 | \$44,250 | \$0 | \$44,250 | | | | | | | | | | | | |
| P25-007 | Las Vegas | ES/MS Combined | | \$2,188,912 | | \$2,188,912 | | | \$2,188,912 | | | | | | | | | |
| S25-001 | Grants | Grants High School | A03 - SSTB20SD 0002 - \$1,152,646 | \$1,152,646 | \$10,373,818 | \$11,526,464 | | | | \$10,373,818 | | | | | | | | |
| S25-002 | Alamogordo | Alamogordo High School | A06 - SSTB23SB 0001 - \$729,973 | \$729,973 | \$6,569,759 | \$7,299,732 | | | | \$6,569,759 | | | | | | | | |
| S25-006 | Silver | Harrison H. Schmitt Elementary School | A06 - SSTB23SB 0001 - \$1,127,871 | \$1,127,871 | \$1,681,612 | \$2,809,483 | | | | \$1,681,612 | | | | | | | | |
| S25-009 | Ruidoso | Ruidoso High School | A06 - SSTB23SB 0001 - \$617,130 | \$617,130 | \$5,554,174 | \$6,171,304 | | | | \$5,554,174 | | | | | | | | |
| K25-001 | Rio Rancho | Shining Stars Preschool | A01 - SSTB20SB E0003 - \$254,877 | \$254,877 | \$1,816,893 | \$2,071,770 | | | | \$1,816,893 | | | | | | | | |
| Total | | | | \$22,865,239 | \$149,408,272 | \$172,273,511 | \$0 | \$0 | \$2,188,912 | \$34,851,516 | \$52,358,416 | \$62,198,339 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | \$37,040,428 | | | | \$114,556,755 | | | | \$0 | | | |

| FY26 AWARDS SCENARIO | | | | Phase 1 | Phase 2 | Total | 2025_Q3 | 2025_Q4 | 2026_Q1 | 2026_Q2 | 2026_Q3 | 2026_Q4 | 2027_Q1 | 2027_Q2 | 2027_Q3 | 2027_Q4 | 2028_Q1 | 2028_Q2 |
|----------------------|--|--|--|------------|------------|------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Total | | | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | \$0 | | | | \$0 | | | | \$0 | | | |

Cost per Square Foot Variance Analysis for Out-Year Funding

Standards-based Projects

| A | B | C | D | E | F | G | H | I | J | K | L | M | N | O | P | Q |
|-------------|----------------|----------|-----------------|---|--------------------------------|---|---|-------------------------------|-------------------------------------|--------------------------------------|---------------------------------------|--------------------|------------|---|---|---|
| Fiscal Year | Project Number | District | School | Project Type | Original Estimated State Match | Original Estimated Cost per Square Foot (SqFt) MACC | Original Estimated TPC per Square Foot (SqFt) | Updated Estimated State Match | Updated Estimated Cos per SqFt MACC | Updated TPC/ SqFt (MACC + Soft Cost) | TPC Cost per SqFt Percentage Increase | Difference (I - G) | Waiver (X) | Potential FY26 Additional Cost (Waiver) | Potential FY27 Additional Cost (Waiver) | Potential FY28 Additional Cost (Waiver) |
| 1 | FY12 | P12-006 | Espanola | Velarde ES | | | | | | | | | | | | |
| 2 | FY15 | P15-006 | Gallup-McKinley | Thoreau | | | | | | | | | | | | |
| 3 | FY16 | P16-002 | Espanola | Abiquiu ES | | | | | | | | | | | | |
| 4 | FY19 | P19-004 | Gallup-McKinley | Tohatchi | | | | | | | | | | | | |
| 5 | FY19 | P19-006 | Las Vegas City | Sierra Vista ES | | | | | | | | | | | | |
| 6 | FY19 | P19-017 | Tularosa | Tularosa MS | | | | | | | | | | | | |
| 7 | FY19 | P19-018 | Belen | Dennis Chavez ES | | | | | | | | | | | | |
| 8 | FY20 | P20-001 | Alamogordo | Chaparral MS | | | | | | | | | | | | |
| 9 | FY20 | P20-002 | Central | Newcomb ES | | | | | | | | | | | | |
| 10 | FY20 | P20-003 | Roswell | Mountain View MS | | | | | | | | | | | | |
| 11 | FY20 | P20-006 | Roswell | Washington Ave. ES | | | | | | | | | | | | |
| 12 | FY20 | P20-010 | Clovis | Barry ES | | | | | | | | | | | | |
| 13 | FY21 | P21-001 | Zuni | Zuni HS/Twin Buttes HS | | | | | | | | | | | | |
| 14 | FY21 | P21-003 | Gallup-McKinley | Gallup HS | | | | | | | | | | | | |
| 15 | FY21 | P21-004 | Hobbs | Heizer MS | | | | | | | | | | | | |
| 16 | FY21 | P21-005 | Gallup-McKinley | Crownpoint HS | | | | | | | | | | | | |
| 17 | FY21 | P21-006 | Gallup-McKinley | Navajo Pine HS | | | | | | | | | | | | |
| 18 | FY22 | P22-001 | Gadsden | Gadsden MS | | | | | | | | | | | | |
| 19 | FY22 | P22-004 | Los Lunas | Ann Parish ES | | | | | | | | | | | | |
| 20 | FY22 | P22-006 | Gadsden | Chaparral MS | | | | | | | | | | | | |
| 21 | FY23 | P23-001 | Gallup-McKinley | Gallup Central HS | | | | | | | | | | | | |
| 22 | FY23 | P23-002 | Gallup-McKinley | Thoreau HS | | | | | | | | | | | | |
| 23 | FY23 | P23-003 | Gallup-McKinley | David Skeet ES | | | | | | | | | | | | |
| 24 | FY23 | P23-004 | Farmington | Heights MS | | | | | | | | | | | | |
| 25 | FY23 | P23-005 | Farmington | Mesa Verde ES | | | | | | | | | | | | |
| 26 | FY23 | P23-007 | Estancia | Estancia ES | | | | | | | | | | | | |
| 27 | FY23 | P23-008 | Pojoaque Valley | Pojoaque MS | | | | | | | | | | | | |
| 28 | FY24 | P24-001 | Maxwell | Combined School | | | | | | | | | | | | |
| 29 | FY24 | P24-002 | Central | Tse Bit Ai MS | | | | | | | | | | | | |
| 30 | FY24 | P24-003 | Hobbs | New MS | | | | | | | | | | | | |
| 31 | FY24 | P24-004 | Springer | Combined School | | | | | | | | | | | | |
| 32 | FY24 | P24-005 | Dexter | ES/MS | | | | | | | | | | | | |
| 33 | FY24 | P24-006 | Gallup-McKinley | Crownpoint MS | | | | | | | | | | | | |
| 34 | FY20>FY24 | P24-007 | San Jon | Combined School | | | | | | | | | | | | |
| 35 | FY24 | P24-008 | Bernalillo | Algodones ES | | | | | | | | | | | | |
| 36 | FY24 | P24-009 | Penasco | Penasco Combined | | | | | | | | | | | | |
| 37 | FY24 | P24-010 | Artesia | Roselawn ES | | | | | | | | | | | | |
| 38 | FY24 | P24-011 | Hagerman | Hagerman Combined | | | | | | | | | | | | |
| 39 | FY24 | P24-012 | Hondo | Hondo Combined | | | | | | | | | | | | |
| 40 | FY24 | P24-013 | Albuquerque | Harrison MS | | | | | | | | | | | | |
| 41 | FY24 | P24-014 | Albuquerque | Van Buren MS | | | | | | | | | | | | |
| 42 | FY22>FY25 | P25-001 | Raton | Longefellow ES | | | | | | | | | | | | |
| 43 | FY25 | P25-002 | Silver | Cliff Combined School | | | | | | | | | | | | |
| 44 | FY25 | P25-003 | Bloomfield | Central Primary School Naaba Ani Elementary School Mesa Alta Junior High School | | | | | | | | | | | | |
| 45 | FY25 | P25-004 | Rio Rancho | Lincoln Middle School | | | | | | | | | | | | |
| 46 | FY25 | P25-005 | Rio Rancho | Rio Rancho High School | | | | | | | | | | | | |
| 47 | | | | Total | | | | | | | | | | | | |
| 48 | | | | | | | | | | | | | | | | |
| 49 | | | | | | | | | | | | | | | | |
| 50 | | | | | | | | | | | | | | | | |
| 51 | | | | | | | | | | | | | | | | |
| 52 | | | | | | | | | | | | | | | | |
| 53 | | | | | | | | | | | | | | | | |

49 **Design, Full Replacement:** replacement of 100% of the facility to the maximum allowable GSF per the Adequacy planning guide

50 **Design, Partial Replacement and Renovation:** design funding replace up to 50% and renovate up to 50% of the facility to the maximum allowable GSF for the per the Adequacy planning guide

51 **Full Renovation:** renovation of 100% of maximum allowable GSF per the Adequacy planning guide

52 **Full Replacement and Teacher Housing:** replacement of 100% of the facility to the maximum allowable GSF for the per the Adequacy planning guide including new construction of a varying number of teacher housing units

53 **Partial Replacement and Renovation:** design funding replace up to 50% and renovate up to 50% of the facility to the maximum allowable GSF for the per the Adequacy planning guide.

IV. Consent Agenda*

- A. January 14, 2026, PSCOC Meeting Minutes*
- B. P25-007 Las Vegas ES/MS Combined (Las Vegas City) – Design Funding Request*
- C. P16-002 Abiquiu ES (Española) – Rescind Award*
- D. P12-006 Velarde ES (Española) – Rescind Award*
- E. P24-005 Teacher Housing (Springer) - Construction Funding Request*
- F. Community Benefit Fund*
- G. Recertification of SSTBs*

* Denotes potential action by the PSCOC

I. January 14, 2026, PSCOC Meeting Minutes

II. Presenter(s): Marcos Trujillo, Executive Director

III. Potential Motion:

Council approval of the January 14, 2026, PSCOC Full Council meeting minutes.

IV. Executive Summary:

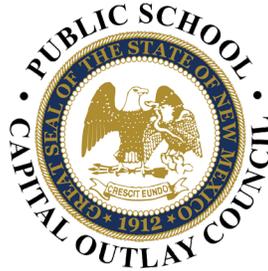
Exhibit (s):

A- January 14, 2026, PSCOC Meeting Minutes.

State of New Mexico
Public School Capital Outlay Council

PSCOC Members

Joe Guillen, *NMSBA – Chair*
 Cally Carswell, *LFC*
 John Sena, *LESC*
 Amanda Lupardus, *PED*
 Martin Romero, *CID*
 Stewart Ingham, *PEC*
 Ashley Leach, *DFA*
 Elizabeth Groginsky, *OG*
 Randall Cherry, *LCS*

**Public School Facilities Authority**

Marcos Trujillo | Executive Director
 Larry Tillotson | Deputy Director of Operations & Outreach
 Sean Murray | Deputy Director of Capital Operations

MEETING MINUTES

PSCOC Full Council Meeting
 State Capitol Building, Room 321 – January 14, 2026

*Unofficial notes drafted for the convenience of subcommittee members and subject to revision at member request.
 Please note that further details and information regarding the meeting can also be found in the eBook or recording.*

I. Call to order – Joe Guillen, Chair

The Public School Capital Outlay Council (PSCOC) meeting on January 14, 2026, was called to order by Chair Joe Guillen at 9:02 AM.

A. Roll Call

Roll call was conducted, and a quorum was confirmed to be present for the meeting.

B. Approval of Agenda*

Mr. Trujillo proposed two amendments to the agenda. First, Item 7A—Other Business—was moved to immediately follow the consent items. Second, the Zuni lawsuit update, to be provided by outside counsel, was advanced on the agenda to align with counsel’s availability between approximately 9:45 and 10:00 a.m. A motion to approve the agenda as amended was made by Ms. Ashley Leach and seconded by Ms. Mariana Padilla. The motion passed by voice vote, with all present voting in favor and no objections stated.

C. Correspondence

No Correspondence.

II. Public Comment

No other public comment was made.

III. Finance

A. PSCOC Financial Plan

The Chief Financial Officer, Mr. Schimmel, presented the financial report, providing an overview of the Executive Summary and highlighting key points for the Council. Mr. Schimmel highlighted the sources and uses detail—specifically referencing lines 34 and 36—and the award schedule pages included in the Council materials. Mr. Schimmel reported a net positive change of approximately \$2.5 million, reflecting out-of-cycle activity and associated adjustments.

Mr. Schimmel further noted that the out-of-cycle requests on the day’s agenda were incorporated into the updated plan. These included the construction funding request for Tularosa Middle School (P19-017), with an estimated state match of approximately \$30.1 million and a requested local match reduction of roughly \$7.8 million, for a total request of approximately \$37.9 million. Additionally, staff outlined the Mosquero Combined School (P22-002) request for

additional construction funding, with an estimated state contribution of approximately \$90,000 within a combined recommendation totaling about \$1.5 million, which included a partial local match reduction and an advance of local match.

Mr. Schimmel also reviewed a prior favorable variance related to the Mosquero project, noting that while the Council had earlier estimated the local match reduction at approximately \$53 million, the final approved reduction was closer to \$37–38 million. This resulted in an estimated favorable change of roughly \$15 million and a related bond decertification. The current agenda reflected additional Mosquero funding needs that were not anticipated in earlier financial plan projections. Mr. Schimmel concluded the report with an overview of the Award Schedule Detail, highlighting FY19 and FY22 entries associated with the Tularosa and Mosquero projects. Council members thanked staff for clearly tracking financial changes and for the comprehensive presentation. There were no questions or objections raised, and the report was accepted. No formal action was required as the item was informational.

IV. Consent Agenda*

Mr. Trujillo provided an overview of each item. All the Consent Agenda items were approved in a single motion.

| | |
|---|-----------------|
| A. December 11, 2025, PSCOC Meeting Minutes* | |
| Council approval of the December 11, 2025, PSCOC Meeting Minutes. | |
| B. P23-004 Heights MS (Farmington) – Award Language Change* | |
| Council approval to amend the current 2022-2023 Standards-based award language to Farmington Municipal Schools (FMS) for Heights Middle School (P23-004) to include an increase in the maximum allowable gross footage (GSF) from 89,001 to 96,173 (a 7,172 GSF increase). | |
| <ul style="list-style-type: none"> • Contingent on: <ul style="list-style-type: none"> o The program of spaces falls within the new calculator value of 96,173 GSF. Should the program contain space over that amount, the overage will fully be district financial responsibility. o The program contains academic spaces sized to the Adequacy minimums or over (as long as the total program does not exceed 96,173 GSF). o If the program contains ineligible space as defined by the Adequacy Planning Guide, this space will fully be district financial responsibility. | |
| C. P23-005 Mesa Verde ES (Farmington) – Award Language Change* | |
| Council approval to amend the current 2022-2023 Standards-based award language to Farmington Municipal Schools (FMS) for Mesa Verde Elementary School (P23-005) to include an increase in the maximum allowable gross square footage (GSF) from 58,159 to; 67,003 (a 8,844 GSF increase). | |
| <ul style="list-style-type: none"> • Contingent on: <ul style="list-style-type: none"> o The program of spaces falls within the new calculator value of 67,003 GSF. Should the program contain space over that amount, the overage will fully be district financial responsibility. o The program contains academic spaces sized to the Adequacy minimums or over (as long as the total program does not exceed 67,003 GSF). o If the program contains ineligible space as defined by the Adequacy Planning Guide, this space will fully be district financial responsibility. | |
| D. P24-008 Algodones ES (Bernalillo) – Award Language Change* | |
| Council approval to amend the current 2023-2024 Standards based award language to Bernalillo Public Schools (BPS) for Algodones Elementary School (P24-008) to include: | |
| <ul style="list-style-type: none"> • An increase in the maximum allowable area from 48,081 to 58,820 (a 10,739 GSF increase). • New construction of 58,820 GSF replacement facility in lieu of renovation/addition of the existing facility. • Contingent on the approval of the reorganization request by the Public Education Department. | |
| E. Recertification of SSTBs* | |
| Council approval to adopt the Resolution, Notification, Certification, and Reconciliation of unexpended bond proceeds as follows: | |
| <ul style="list-style-type: none"> • SSTB25SB 0001 – Decertifying the net amount of (\$12,718,701.00) to be used for other the PSCOC projects. | |
| MOTION: The Chair called for a vote to approve the consent agenda items. There being no opposition, the motion passed. | APPROVED |

V. Awards Cycle

A. FY26 Lease Assistance Award Update*

Mr. Trujillo presented an update to the FY26 Lease Assistance items previously approved in December, noting that the New Mexico Military Institute (NMMI) middle school lease application had been held pending clarification of several issues. The requested award totaled \$92,318 for the NMMI middle school lease, which would increase the overall FY26 lease assistance allocation from \$23,967,383 to \$24,059,070.

During the presentation, Mr. Trujillo outlined key conditions associated with the lease. The NMMI Foundation served as the lessor, and the lease rate exceeded the local fair market value. Mr. Trujillo explained that the higher rate was attributed to retrofit improvements made to adapt the facility for educational use, and they committed to obtaining an itemized list of those improvements. Mr. Trujillo also noted that maintenance responsibilities appeared to be excluded from the lease—an arrangement that is atypical for leases supported through PSCOC programs. Mr. Trujillo indicated that they would further review the terms to confirm compliance with PSFA/PSCOC lease assistance requirements and provide additional clarification.

Mr. Guillen and Mr. Ingham each asked questions regarding the request, and Ms. Padilla raised a specific question regarding maintenance responsibilities within the lease. Mr. Trujillo additionally clarified that the request pertained solely to the middle school and did not involve any higher-education facilities or components.

Following discussion, the Council advanced to approve the NMMI lease assistance request. The vote was conducted by voice, and the item was approved with ayes recorded and no opposition stated.

MOTION: The Chair called for a vote for Council approval of the FY26 Lease Assistance Award to the following:

- New Mexico Military Institute (NMMI) – new award of \$92,318.

Total increase of \$92,318 to the Lease Assistance Funding Program.

Upon acceptance of the award by the applicant charter school or district, Council authorizes PSFA staff to distribute the award amounts quarterly, on a reimbursement basis, upon receiving proof of the actual lease payments. Council authorizes PSFA staff to make reductions to award amounts subject to Public Education Department and/or Public Education Commission written certification to PSFA that a condition exists that warrants an award adjustment or suspension due to a school closure, charter revocation, financial violation or irregularities, and/or adjustments to certified attendance numbers (MEM counts). Adjustments to lease amounts may also be made due to a lease termination or amendment. Reimbursements are contingent on the submittal of an E-Occupancy certificate, current facility master plan, audit report, invoices and other statutory requirements, as set forth in the application.

There being no opposition, the motion passed.

APPROVED

VI. Out-of-Cycle Awards

A. P19-017 Tularosa Middle School (Tularosa) - Construction Funding Request*

Mr. Matthew Gerken, Senior Facilities Manager at PSFA, presented the motion and key points associated with the Tularosa Middle School project request. Mr. Schimmel reviewed the project's status, including the project management plan and the anticipated construction timeline. Mr. Gerken summarized the request to amend the 2018–2019 standards-based award to include construction funding for a replacement middle school serving 240 students in grades 6–8. The proposed facility totaled 71,465 gross square feet, with an estimated total project cost of approximately

\$42,387,507. Under the original funding structure, the state match equaled \$30,095,130 (71%), and the local match equaled \$12,292,377 (29%). Staff recommended approval of a partial local match reduction of \$7,822,891, which would revise the match distribution to a state contribution of \$37,918,021 (89.46%) and a local contribution of \$4,469,486 (10.54%).

The funding package included the base bid plus three alternates: demolition of the existing middle school; repaving and ADA improvements to existing parking; and establishing an accessible route to the football field. Staff noted that six alternates exceeding allowable scope—such as landscaping and irrigation, additional card readers and CCTV, site furnishings, outdoor learning area lighting, and shade structures—would remain the district’s responsibility.

Regarding readiness and compliance, staff reported that three general contractor bids had been received and accepted, and that the district was prepared to execute the memorandum of understanding and contract immediately upon Council approval to initiate construction. Staff confirmed that the district’s preventive maintenance plan had been updated and was satisfactory, though the completion rate remained lower than preferred but was showing improvement.

During the Council’s discussion, members expressed support for the project’s momentum and emphasized the importance of maintaining close owner-representative oversight to manage change orders and ensure ongoing reporting to PSFA and PSCOC. The district confirmed that an active construction manager/owner’s representative was engaged and would continue to support the project. The motion was approved by voice vote, with ayes recorded and no nays stated. The district was congratulated on its progress.

| | |
|--|------------------------|
| <p>MOTION: Mr. Sallee moved to approve the Council approval to amend the current 2018-2019 Standards-based award language to Tularosa Municipal Schools (MMS) for Tularosa Middle School (P19-017) to include:</p> <ul style="list-style-type: none"> • Construction phase funding for the replacement facility for 240 students grades 6th through 8th in 61,455 gross square foot (GSF), totaling \$42,387,507 with a state match of \$30,095,130 (71%) and a local match of \$12,292,377 (29%) • A partial local match reduction totaling \$7,822,891 for a revised state match of \$37,918,021 (89.46%) and a revised local match of \$4,469,486 (10.54%), for the construction of the combined replacement facility. <p>Ms. Leach seconded the motion. There being no opposition, the motion passed.</p> | <p>APPROVED</p> |
|--|------------------------|

B. P22-002 Combined School (Mosquero) – Additional Construction Funding Request*

Mr. Gerken presented the executive summary key points and provided context noting that, between July 2024 and March 2024, the PSCOC had awarded approximately \$56.887 million across planning, design, and construction for the combined school and associated teacher housing. The district’s baseline match requirement was 94% State / 6% Local, and the Council had previously granted significant local match reductions. Staff further explained that the project had experienced numerous unforeseen conditions, scope management challenges, and design-related errors and omissions that necessitated the use of contingencies and soft-cost reallocations.

The request before the Council consisted of \$1,500,000 in additional construction funding. A revised framing from the December Subcommittee meeting combined this request with a partial local match reduction and an advance of \$660,000 in local match, structured to be repaid through sixteen annual payments of \$100,000 and a final payment of \$60,000. Staff noted that this advance could later be converted to a waiver upon additional Council action following further analysis and negotiations. After further due diligence, the District requested a full waiver of repayment, citing significant financial risks to a micro-district, the volatility of SB 9 and online enrollment revenue streams, and the need to preserve resources for maintenance and operations of the new facility.

Staff reviewed key cost drivers contributing to the need for additional funding. These included the use of award funds—by prior staff—for an approximately 10.8-mile, three-phase power extension, contrary to MU §1.5, which prohibits the use of award funds for off-site infrastructure. This decision consumed a substantial portion of the project’s contingency, limiting the capacity to address later legitimate unforeseen needs. In addition, the project required the creation of temporary instructional accommodations and Career Technical Education (CTE) meat-processing spaces within the existing rodeo arena. These modifications involved specialized finishes, drainage work, and planned cooler/freezer

installation and exceeded what would have been required for standard temporary classrooms. Staff estimated the incremental cost of the full meat-processing build-out at approximately \$500,000 to \$750,000.

The teacher housing component also evolved from an initial plan involving stick-built units to a Council-directed shift toward pre-manufactured units at a significantly lower cost. However, this change required redesign of site infrastructure, including sewer slope adjustments, added secondary electrical service, curb and gutter requirements, water meter adjustments, and a crawlspace sump/pad to protect against gophers and prairie dogs. The project further experienced major unforeseen site conditions, including two catastrophic flood events of approximately 500-year intensity within a two-week period, which required the redesign and relocation of the stormwater retention pond. Additional hidden conditions emerged during renovations to the existing gym, including mold and hazardous materials. Roof system integration challenges also required corrective design and construction coordination.

Staff reported ongoing efforts to catalog design-related errors and omissions, estimating approximately \$1.42 million currently attributable to design shortcomings. The design professional had preliminarily agreed to provide approximately \$80,000 in concessions. Staff stated that negotiations with both the design professional and the contractor were active and aimed at recovering costs where contractually feasible.

Mr. Trujillo acknowledged several governance and process concerns, noting that prior approvals for significant scope modifications had been made administratively rather than brought before the Council. Mr. Trujillo committed to strengthening internal governance controls, ensuring that material scope changes would be submitted to the Council for review, and conducting a thorough retrospective review of active projects.

Council deliberation reflected shared frustration with the project’s scope evolution and the optics of a high cost per student in a small district. Members balanced these concerns against the extraordinary site conditions and prior administrative decisions that contributed to the situation. The Council emphasized the importance of pursuing cost recovery for errors, omissions, and improper infrastructure expenditures wherever permissible. Members also recognized that imposing repayment obligations on the district could jeopardize the project’s closeout and the financial stability of the small district, particularly given the relatively small amount of the local match component compared to the total investment and the uniqueness of the circumstances.

Following deliberation, the Council approved a motion to award the additional \$1,500,000 in construction funding for the Mosquero Combined School and to grant a full waiver of the local match/advance component, eliminating any repayment obligation for the \$660,000 amount. The approval was conditioned on PSFA staff and the district actively pursuing cost recovery with the design professional and contractor and reporting outcomes back to the Council. Any recovered funds could offset State expenditures. The motion was approved by voice vote, with ayes recorded and one “no” voiced by Mr. Sallee.

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| <p>MOTION: The Chair called for a vote to approve the Council approval to amend the current 2021-2022 Standards-based award language to Mosquero Municipal Schools (MMS) for the Combined School (P22-022) to include:</p> <ul style="list-style-type: none">• Additional construction funding totaling \$1,500,000 with a partial local match reduction (waiver) totaling \$750,000 for a revised state match of \$840,000 (56%) and a local match of \$660,000 (44%).• An advance of the revised local match totaling \$660,000 with a repayment plan of 6 annual payments of \$100,000 and a final payment of \$60,000 with an option to convert the advance to a waiver based on PSCOC approval for a revised state match of \$1,500,000 and a local match of \$0 (0%). <p>Mr. Sallee opposed; the motion passed.</p> | APPROVED |
|---|-----------------|

VII. Other Business

A. FY26 Capital Outlay Awards Cycle Adjustment/Update*

Mr. Trujillo presented the executive summary and exhibits outlining the significant staffing capacity constraints affecting the PSFA/PSCOC field operations. Mr. Trujillo reported that the agency’s ten regional project managers were each

managing approximately double the recommended workload, noting that industry guidance identified five to six projects per project manager as the standard, while many PSFA managers were overseeing ten or more. These conditions created risks related to insufficient project oversight, slower response times, and potential long-term impacts to facility quality, with concerns expressed that inadequate supervision could result in buildings failing within ten to fifteen years.

Mr. Trujillo also described the immediate steps the agency had undertaken in response to these challenges. These included intensified engagement with the Legislative Finance Committee (LFC), the Department of Finance and Administration (DFA), and the Board of Finance to pursue additional budget resources and interim contracted support. In addition, PSFA initiated a cross-departmental process review—across field operations, finance, and related functions—to better balance workloads and avoid overcommitting until minimum staffing capacity could be restored.

Based on these constraints, the agency submitted two formal requests. The first request sought to delay the FY26 awards-cycle schedule by shifting district presentations to May and Council awards to June, instead of the previous March timeline. The second request asked the Council to authorize contingent awards based on budget availability for essential staffing hires, allowing projects to continue progressing while ensuring the agency could provide the oversight necessary to support them effectively.

During the Council’s discussion, several members expressed strong support for the proposed actions, describing them as the missing link needed to improve schedules, status tracking, and policy backlogs. Members emphasized the importance of clearly defining PSFA’s scope of work and responsibilities in contrast to district-level duties, noting that over-reliance on PSFA for owner-representative and project management functions had contributed to current strains. The Council members further stressed that balanced roles and adequate staffing were essential to maintaining the integrity of state investments and ensuring high-quality educational facilities for students.

Mr. Ingham emphasized the need to define PSFA’s responsibilities more clearly. Ms. Leach supported the motion and acknowledged that although delaying awards was not ideal, maintaining quality was more important. Ms. Padilla expressed support for both the motion and the overall solution. Mr. Romero valued the leadership demonstrated and the commitment to safeguarding state investments. Additionally, Chair Joe Guillen thanked Marcos for his analysis.

The Subcommittee ultimately approved the motion to amend the FY26 awards-cycle schedule to May for district presentations and June for Council awards. The motion also authorized the use of contingent awards dependent on the availability of budget resources for necessary staffing. The vote passed by voice vote, with no stated opposition. As a subcommittee action, no second was required.

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| MOTION: Ms. Leach moved to approve the Council approval of an Amendment to the FY26 Capital Outlay Awards Cycle schedule, postponing district presentations and approval of awards until May and June and approval of awards contingent on budget availability to hire contract support. There being no opposition, the motion passed. | APPROVED |
|---|-----------------|

VIII. Informational

A. PSFA HR Staffing Report

Mr. Nick Lourenco, Human Resources Manager at PSFA, presented the staffing report and executive summary. He provided a current snapshot of agency staffing levels as of December 31, 2025. The agency was authorized for 56 full-time equivalent positions, of which 47 were filled, reflecting an overall staffing level of 83.9%. He noted that recent hires included the Executive Director, two Regional Project Managers, a Staff Attorney, and a Design and Planning Manager. Recruitment outcomes had improved following expanded use of platforms such as LinkedIn and ZipRecruiter.

Mr. Lourenco also reported on vacancy trends. He explained that FY25 experienced significant volatility, with vacancies peaking at approximately 24.4% between September and November, and an overall FY25 average of approximately 12.5%. In contrast, FY26 to date showed signs of improving stability, with a reduced vacancy rate of approximately 10.62%. Over the preceding six months, the agency had seven employee separations, all of which were resignations; there were no retirements or terminations during that period. No action was taken; the item was informational.

B. Zuni Lawsuit Update

Ms. Ellen Venegas, Assistant Solicitor General with the New Mexico Department of Justice, presented the litigation status update on the Zuni/Gallup-McKinley funding lawsuit on behalf of the Department of Justice. Ms. Venegas explained that in December 2024 the New Mexico Supreme Court dismissed the State's appeal as moot due to substantial statutory changes enacted after the underlying issues were briefed. The Court remanded the case to the district court and noted that no controversy remained regarding the constitutionality of the current statutory framework. The Court further indicated that if the plaintiffs wished to challenge the current statutory scheme, they were free to pursue such review in district court.

Ms. Venegas reported that the case remained open at the district court level; however, the plaintiffs had taken no action for approximately one year since remand. Ms. Venegas stated that the State's position was that the PSCOC and the State were in compliance under the current law. She added that if inactivity continued, the State could consider filing a motion to dismiss for lack of prosecution under the applicable procedural rules. Such a motion would require formal notice to the plaintiffs and could prompt them to take action.

During the question-and-answer period, Council members inquired about procedural deadlines, the steps necessary to advance a dismissal motion, and the notice requirements. Counsel confirmed that the rules provide mechanisms permitting dismissal after defined periods of inactivity, though such decisions are ultimately within the discretion of the district judge. No action was taken; the item was informational.

C. NMMI SB280 Update

Mr. Andrew Martinez, FAD Manager at PSFA, presented an overview of Senate Bill 280 and summarized PSFA's planned two-phase approach for integrating the New Mexico Military Institute (NMMI) into PSCOC systems and frameworks. Staff explained that SB 280 designated NMMI as a constitutional special school, making it eligible to seek PSCOC capital funding. As with all eligible entities, NMMI would be subject to standard PSCOC processes, prioritization requirements, local match rules, and statewide adequacy standards.

Staff reviewed findings from the initial assessment completed on September 22, 2025, which catalogued more than 1,000,000 gross square feet across 16 buildings on the NMMI campus. The preliminary assessment reported a weighted Major Capital Improvement (MCI) score of 39.45%, which would have placed the campus at approximately Rank 103 on the FY26 systems list prior to the application of educational adequacy adjustments. The campus Facility Condition Index (FCI) was reported at 64.10%, indicating substantial capital needs. Noted deficiencies included issues with the campus HVAC loop, roof replacements, fire detection systems in trouble mode, and transformers exhibiting oil leaks requiring abatement. Staff emphasized that educational adequacy standards specific to NMMI had not yet been defined and would be addressed under Phase 2 of the project.

Staff outlined the two-phase plan. Phase 1, covering the current and upcoming fiscal year, focused on confirming existing funding sources, developing a stakeholder engagement plan, outlining preliminary concepts for cost apportionment between the junior college and secondary school components, and preparing the scope of work and RFP for a Phase 2 consultant. Staff noted that if NMMI's ranking met eligibility thresholds, the campus could be included in next year's statewide systems ranking.

Phase 2, scheduled for the next fiscal year, would involve procuring a consultant to develop NMMI-specific educational adequacy standards. This phase would draw from national comparators, including other military academies, and would address unique funding or operational considerations such as tuition-based enrollment, junior college overlap, and shared-facility usage. The consultant would also be tasked with producing alternatives for integrating NMMI into PSCOC standards and systems frameworks, outlining advantages and disadvantages, and defining an implementation timeline informed by internal and external stakeholder engagement.

Council members provided input and recommended close coordination with the Higher Education Department (HED) and the Public Education Department (PED), including working through enrollment verification processes. Members also advised consideration of Land Grant Permanent Fund implications, tuition-based revenue, community-college capital eligibility rules, and higher-education models for apportioning shared facilities between instructional and non-instructional uses. Council members also noted that the 8th-grade cohort at NMMI consisted of local day students,

whereas grades 9–12 and the junior college population were largely residential and included out-of-state and international students. This mixture underscored the need for clear eligibility guidance and consistent application of PSCOC participation rules. No action was taken; the item was informational.

D. Adequacy Planning Guide Update

Mr. John Valdez, Facilities Master Planner at PSFA, presented the executive summary for the Adequacy Planning Guide (APG) Phase 3 revision effort, and Mr. Claude Morelli, Planning and Design Manager at PSFA, elaborated on the planned future work. Staff provided an overview of the APG revision process to date and summarized feedback collected during the statewide fall roundtables. They reported that districts conveyed several consistent themes regarding evolving instructional needs and the usability of the current standards.

Staff explained that Career Technical Education (CTE) programming varied significantly by pathway and that a “one-size-fits-all” approach was insufficient. Districts requested clearer guidance and eligibility criteria to account for these differences. Elementary gymnasiums were also highlighted as multifunctional spaces that supported large-group learning and community use, even in districts without varsity athletics. Districts emphasized the importance of right-sizing Pre-K classrooms to align with early childhood pedagogy, which prioritizes movement and learning centers. Outdoor learning was identified as increasingly integral to programming, and districts expressed interest in clarifying eligibility for outdoor learning structures, shade elements, and landscaping. Stakeholders also commented on the user-experience of the existing APG, noting that it was text-heavy and would benefit from more graphics, clearer formulas, simplified language, and stronger educator voice in design guidance.

Staff then outlined the next steps in the APG revision. The agency planned to develop a multidisciplinary consulting scope that would include robust stakeholder engagement across teachers, parents, students, and the PSCOC. The consultant would evaluate new and emerging school spaces—such as central kitchens, student wellness areas, community spaces, and joint-use facilities—and refine eligibility definitions. The scope would also include development of recommended metrics for CTE, Special Education, gym, and Pre-K spaces, as well as the creation of scaled typical layouts to illustrate concepts without producing construction drawings. Staff noted that the consultant would also revisit standards and the GSF calculator to assess cost and benefit impacts. Training materials for districts and design teams would be developed as part of implementation. The RFP was targeted for release in the spring, with consultant onboarding anticipated early in the next fiscal year. No action was taken; the item was informational.

E. Executive Director Evaluation Process

Ms. Leach opened the item by sharing her input on the Executive Director evaluation framework, and Mr. Lourenco presented the purpose and structure of the proposed refresh. Ms. Leach explained that the intent was to replace the legacy evaluation model with a clearer, evidence-based framework aligned to PSCOC policy objectives and measurable outcomes. The proposed evaluation areas included agency leadership and management, facilities and project oversight, and stakeholder and policy engagement. Ms. Leach noted that the framework was designed to minimize subjectivity and administrative burden by emphasizing objective artifacts such as documents, performance metrics, and existing reporting tools. It could also incorporate surveys—potentially including district feedback—and align evaluation criteria with the agency’s strategic plan and state performance measures.

Staff confirmed that Council feedback would be incorporated into the next draft, including recommendations to keep the framework simple, utilize existing LFC and executive performance indicators, and clearly connect evaluation components to measurable outcomes. The refined draft and a proposed implementation timeline would be brought back to the Council, roughly aligned with the Executive Director’s tenure start.

During discussion, Council members emphasized the importance of maintaining concise documentation that was practical and easy to use. Members advised leveraging existing agency performance reporting and strategic plan milestones to avoid duplication of effort and to anchor the evaluation in established metrics. They also recommended including open comment fields and clearly defined goals for the upcoming evaluation period. Several Council members supported the idea of deploying a district stakeholder survey to capture field-level experiences with PSFA support, noting that such information would provide valuable insight into agency performance. No action was taken; the item was informational.

IX. Next PSCOC Meeting – March 11, 2026

Staff indicated that the next PSCOC meeting was tentatively scheduled for March 11, 2026, with additional scheduling details to be confirmed.

X. Adjourn

There being no further business, the meeting was adjourned at 11:55 a.m.

_____ Chair

_____ Date

**Please Note: Italic motions indicate amendments.*

I. P25-007 Las Vegas ES-MS Combined (Las Vegas City) - Design Funding Request

II. Presenter(s): Sean Murray, Deputy Director of Capital Operations
Mathew Gerken, Senior Project Manager

III. Potential Motion:

Council approval to amend the current 2024-2025 Standards-based award language to Las Vegas City Schools (LVCS) for the Combined School Elementary and Middle School (P25-007) to include design phase funding for a replacement facility up to the maximum allowable 80,360 Gross Square Foot (GSF) for 407 students, grades 4-8, with a state match of \$2,614,819.75 (53%) and a local match of \$2,318,803.47 (47%) for the design phase total of \$4,933,623.22. Upon completion of the design phase work, the district may return to the PSCOC for out-of-cycle construction phase funding.

IV. Executive Summary:**District Request:**

- Approval of design funding for the combined Elementary/Middle school facility.

Staff Recommendation:

- Approval of design funding for the combined Elementary/Middle school facility.

Key Points:

- In June 2025, the PSCOC approved an award language change for the FY19 Standards-based project for Sierra Vista ES to include the replacement of Memorial Middle school facility into the existing Standards-based award.
 - The district submitted a Re-organization Waiver Request to the New Mexico Public Education Department seeking consolidation of the Memorial and Sierra Vista facility which was approved in June 2025.
- In the time since that approval district and PSFA staff have:
 - Terminated the Design Professional's contract for the replacement of Sierra Vista.
 - Unencumbered and reallocated a total of \$691,577 (\$366,536 state and local \$325,040) from the existing Sierra Vista award to the Standards-based award for the combined Elementary/Middle School facility.
- In February 2025, PSFA staff began conversations with the district over potential reopening of the Memorial facility for the 7th and 8th and potentially the 4th-6th grades currently at the Sierra Vista facility.
- The current grade configuration of grades 7-8 for Memorial MS and grades 4-6 at Sierra Vista ES were to accommodate space that the schools had available for the number of classes per grade level.
 - The district has two spotlight schools and three traditionally designated schools based on this configuration.

Exhibit(s):

A – PSFA Recommendation Report: P25-007 Las Vegas ES-MS Combined

B – Las Vegas City Schools letter, dated February 9th, 2026



PSFA Recommendation Report

Out-of-Cycle

| | |
|--|-----------------------------|
| Las Vegas City Schools Combined Elementary-Middle School (P25-007) | Design Phase Funding |
|--|-----------------------------|

District Request & Information

Design funding for the combined Elementary/Middle school facility.

- Superintendent and District Representative: Melissa Sandoval

PSFA Staff Recommendation

Design funding for the combined Elementary/Middle school facility.

Award Language

- Approval to amend the current 2024-2025 Standards-based award language to Las Vegas City Schools (LVCS) for the Combined School Elementary and Middle school (P25-007) to include design phase funding for a replacement facility up to the maximum allowable 80,360 GSF for 407 students, grades 4-8, with a state match of \$2,614,819.75 (53%) and a local match of \$2,318,803.47 (47%) for the design phase total of \$4,933,623.22. Upon completion of the design phase work, the district may return to the PSCOC for out-of-cycle construction phase funding.

Potential Award Funding

| Request Summary | State Match 53% | Local Match 47% | Total | Above Allowable |
|--|-----------------------|-----------------------|-----------------------|-----------------|
| Maximum Allowable Construction Cost (MACC) | 29,813,560.00 | 26,438,440.00 | \$56,252,000.00 | \$- |
| Design Phase (10% of MACC) | \$2,981,356.00 | \$2,643,844.00 | \$5,625,200.00 | \$- |
| Sierra Vista award remaining balance | \$(366,536.25) | \$(325,040.53) | \$(691,576.78) | \$- |
| Recommended Funding | \$2,614,819.75 | \$2,318,803.47 | \$4,933,623.22 | \$- |

- | | |
|---|---|
| <ul style="list-style-type: none"> • Maximum Allowable Construction Cost (MACC): <ul style="list-style-type: none"> • \$700 / SF • \$56,252,000 | <ul style="list-style-type: none"> • Total Project Cost (TPC): <ul style="list-style-type: none"> • \$770 / SF • \$61,877,200 |
|---|---|

Project Information

Project Information

- PSFA Regional Project Manager: Phillip Bradley-Ortiz
- Design Professional: N/A
- General Contractor: N/A
 - Other Bids Received: N/A

Scope of Work

- | | |
|--|---|
| <ul style="list-style-type: none">• Consolidation and replacement of the existing facilities• Design capacity: 407 students• Current enrollment: TBD | <ul style="list-style-type: none">• Maximum allowable GSF: 80,360• Above allowable SF: TBD |
|--|---|

Phasing

- Complete: Closeout of the existing FY19 Standard's based project for P19-006 Sierra Vista ES
- Current Request: Design Phase Funding

Award History

Original Award

- June 2025
- Standards-based Award: Consolidation and replacement of the existing Memorial MS and Sierra Vista ES facilities.
- Ranking:
 - Sierra Vista ES: 36
 - Memorial MS: 338
- wNMCI:
 - Sierra Vista ES: 46.85
 - Memorial MS: 24.13%
- Original Award Language:
 - Council approval to amend the current Standards-based award to Las Vegas City Schools for Sierra Vista Elementary School to change to:
 - The replacement of Memorial MS in the existing Standards-based award for Sierra Vista ES for a combined Elementary/Middle School facility, that consolidates the existing Sierra Vista ES and Memorial MS facilities which include grades 4-8th.
 - Design phase funding for the combined Sierra Vista ES/Memorial MS replacement facility totaling 76,365 GSF for the projected enrollment of 407 students.
 - Utilize the uncommitted remaining balance from the existing Sierra Vista award to the Standards-based award for the combined Elementary/Middle School facility.
 - The existing Memorial MS and Sierra Vista ES facilities will no longer be eligible for PSCOC funding and staff will remove the facilities from the Facilities Assessment Data Base.
 - Contingent on the approval of the reorganization request by the Public Education Department.
- Estimated MACC: \$600 / SF
- Estimated Total Project Cost: \$45,819,000

District Financial Information

State / Local Match

- Local match: 47%
- State match: 53%
- The district does not have adequate funds to accommodate the local share of this project.
 - The district will request consideration for a local match reduction for the phase 2 (Construction) funding request.

Bond Information

- | | |
|--|---|
| <ul style="list-style-type: none"> • GO Bond: <ul style="list-style-type: none"> • Current: November 2025 for \$12,000,000 • Future: To Be Determined • Bonding Capacity: \$20,514,767 • Available Capacity: \$10,495,000 • Bond Sale: <ul style="list-style-type: none"> • Current: July 2024 for \$4,200,000 • Future: Summer 2026 for \$5,000,000 | <ul style="list-style-type: none"> • SB-9: \$833,365 • HB-33: N/A • Cash Balance: \$8,590,000 • Operational: \$1,734,000 • Mill Levy: 11.52 <ul style="list-style-type: none"> • Source: Stifel Public Finance |
|--|---|

Project Funding

- Sources: GO Bond (Source 31100) from November 2025 election

Local Match Reduction

- The district can support the local match for this phase of funding.
- **Las Vegas City Schools does meet statute requirements for a local match reduction.**

Per Section 22-24-5 (B)(9), the council may adjust the amount of local share otherwise required if it determines that a school district has made a good-faith effort to use all of its local resources. Before making any adjustment to the local share, the council shall consider whether:

| Option | Requirement | District Data | Meets Eligibility |
|--------|-------------------------------|---------------|-----------------------------|
| 1 | Insufficient Bonding Capacity | \$10,495,000 | Meets Mill Levy requirement |
| | Mill Levy \geq 10 | 11.52 | |
| 2 | MEM Count \leq 800 | 1022.5 | NO |
| | Mill Levy \geq 7.00 | 11.52 | |

* District must meet 1 of the 2 options.

Planning Summary

☒ Facilities Master Plan is Current

A. FMP Dates: 2017-2022; The district is currently working on its new FMP.

B. Key Facts

During the 2017-2022 FMP process, the district initiated a right-sizing initiative in which it closed Memorial and reassigned the 7th and 8th grade to available space on the Robertson High School Campus. The initiative also included elementary schools. Section F of this report provides a brief history of the district's right-sizing initiative.

In February 2025, PSFA staff began conversations with the district over potential re-opening of the Memorial facility for the 7th and 8th and potentially the 4th-6th grades currently at the Sierra Vista facility.

The district submitted a Re-organization Waiver Request to the New Mexico Public Education Department seeking consolidation of the Memorial and Sierra Vista facility. The request outlined several reasons for the re-opening of the Memorial facility to accommodate the 7th and 8th grades including:

- Robertson High School site does not meet the safety, health, and welfare of the 7th and 8th grade students.
- The Robertson classrooms are small and cramped.
- The Robertson classrooms lack sufficient HVAC for the number of students loaded in the rooms per class period, making for hot conditions in the early fall/late spring and cold rooms in the winter.
- The 7th and 8th grade lack sufficient space for lunch free time with the only space available being a basketball court.
- Sharing the gym among both the 7th/8th grade and Robertson High School students does not work well and disrupts physical education since an additional 160 students must share the facilities with the high school students.
- The existing space at Robertson High School does not allow for certain electives and programs including outdoor education, Career Technical Education (CTE), and agricultural studies program. The current Memorial site is close to features that enhance outdoor learning opportunities important to the middle school curriculum including acequias, walking paths, and acreage for greenhouses.
- The reassignment of 7th-8th grade students back to the Memorial site will allow the district to recapture potential CTE space for the Robertson High School students.

The current Memorial facility has a design capacity of 768 students. The five-year enrollment projection for the combined 4th-8th grade totals 407.

Despite its closure as an educational facility, the district has used the Gymnasium building for district and community athletics. The closed classroom building has posed problems for the district since it still pays utilities and insurance. The building has been prone to vandalism and break-ins requiring the district to file insurance claims.

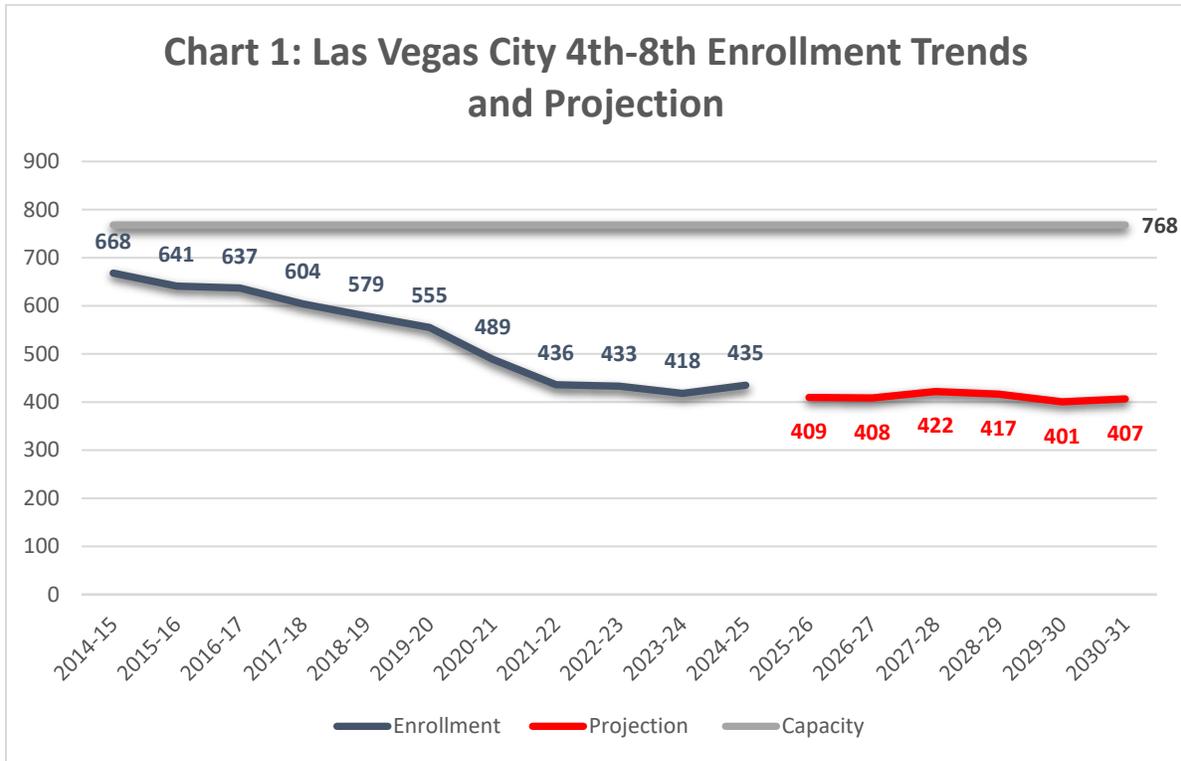
The Memorial Building's weighted New Mexico Conditions Index (wNMCI) totals 104.64% and Facilities Condition Index totals 79.52%

The new Maximum Allowable Gross Square Foot Calculator allocates 80,360 GSF for an enrollment of 407 in a combined elementary/middle school.

Right-sizing the Memorial facility from the existing 96,342 GSF to 80,360 GSF will reduce the Memorial footprint by 15,982 GSF. Eliminating the Sierra Vista Facility’s 42,484 GSF could reduce the district’s footprint by 58,466.

C. Enrollment Update

Chart 1 provides an overview of the Las Vegas City Schools’ 4th-8th grade enrollment.



Source: Enrollment – PED 40-day Certified Enrollment; Memorial Capacity – 2017-2022 FMP; Projection Draft 2025-30 FMP;

Table 1 breaks down the 4th-8th grade enrollment by grade level.

| Grade | Current | Table 1: Projection Years | | | | | |
|---------------|------------|---------------------------|------------|------------|------------|------------|------------|
| | 2024-25 | 2025-26 | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 |
| 4th | 103 | 77 | 86 | 95 | 86 | 84 | 85 |
| 5th | 91 | 103 | 77 | 86 | 95 | 86 | 84 |
| 6th | 74 | 83 | 94 | 71 | 78 | 87 | 79 |
| 7th | 79 | 75 | 84 | 95 | 71 | 79 | 87 |
| 8th | 88 | 71 | 67 | 76 | 86 | 64 | 71 |
| TOTALS | 435 | 409 | 408 | 422 | 417 | 401 | 407 |
| 4th-6th | 268 | 264 | 257 | 251 | 259 | 257 | 248 |
| 7th-8th | 167 | 146 | 151 | 171 | 157 | 143 | 159 |

Chart 1 and Table 1 both illustrate a pattern of enrollment decline for grades 4th-8th up to a projection of 407. Like most districts in the state, the decline is due to small birth numbers in San Miguel County affecting incoming kindergarten classes. Slow overall population growth in San Miguel County and the City of Las Vegas also plays a role.

The district’s facilities master plan believes that the 4th-8th grade enrollment will stabilize based on students attending West Las Vegas schools returning to the Las Vegas City schools as a result of the new grade configuration at Memorial. Since West Las Vegas Schools still operate more traditional 6th-8th schools at the Middle School level, some students have left the district since parents did not want to send 7th and 8th graders to the Robertson High School campus.

D. Gross Square Footage Analysis

Table 1 provides an overview of the Memorial Middle School’s existing square footage. The table utilizes the new Gross Square Foot calculator value for elementary/middle school combination.

| Table 2: Las Vegas Memorial Middle School GSF Overview | |
|---|--------|
| Enrollment Projection | 407 |
| Existing GSF (via FAD) | 96,342 |
| Eligible GSF based on projection | 80,360 |
| Difference between Existing and Eligible | 15,982 |

Source: PSFA Facilities Assessment Database

- The Memorial campus consists of two buildings.
 - The classroom building consists of 69,532 GSF with a building Facilities Condition Index of:
 - Original Main Building – 86.49
 - Library and Classroom Addition (to Main Building – 82.12
 - Gym/Cafeteria Building – 70.55
 - Band Addition to the Gym/Cafeteria Building – 78.34
 - The Gym building consists of 26,810 GSF and contains a cafeteria, locker rooms, and music classrooms.
- The district’s letter to the Public School Capital Outlay Council is requesting replacement of the existing Memorial facility with a building that will combine the Sierra Vista and Memorial students at the Memorial site, which consists of 13 acres.
- The letter only identifies demolition of the existing Memorial facilities but does not mention plans for the Sierra Vista facility. The Sierra Vista building consists of 42,484 GSF.
- Between right-sizing the Memorial Building and closing the Sierra Vista facility, the district could realize a GSF reduction of 58,466 GSF when applying the reduction of 15,892 GSF from right-sizing Memorial and elimination of the Sierra Vista’s footprint of 42,484 GSF, should the district decide to demolish the Sierra Vista facility.

F. Right-Sizing Initiative History

The Las Vegas City 2017-2022 Facilities Master Plan contained a right-sizing initiative due to declining enrollment and excess square footage. As part of this initiative, the district closed Legion Park Elementary School, Paul D. Henry Elementary School, and Memorial Middle School. A summary of the actions follows. Memorial Middle School still exists on the Robertson Campus but closed at the former location. PSFA understands the district used the closed building as a base for the personnel fighting area forest fires.

Previous Actions – District closed the following facilities.

- Legion Park – Previous Capacity of 314

Maintenance Summary

The Las Vegas City School District does meet all statutory requirements (as of February 12,2026)

- **Preventive Maintenance Plan is current**
 - Last updated November 3,2025 (Annual update required; 6.27.3.11 NMAC)
 - Plan rated Outstanding, exceeding statute criteria.
- **Quarterly FIMS Proficiency Reports:** Satisfactory user of 3 out of 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 96.77% performance rating, above the 90% recommendation
- **Facility Maintenance Assessment Report (FMAR):** district average is 78.82%,
 - The district is maintaining their assets and facility conditions to an overall 62% level (district average), currently below the recommended 70% (FMAR 3rd cycle)

Staff Recommends:

- Continue their diligence towards improved core maintenance to 80% (Good) ratings.
- Continuing their use of the FIMS tools to drive district maintenance performance
- Respond to subsequent FMARs through the 60-day response process supporting quality facility conditions, addressing all deficiencies.

Historic and Current PSCOC Funded Projects

Current active projects: 1

Historic projects: 28

| Fiscal Year Funded | Facility Name | Project Type | PSCOC Funding |
|---|--------------------------------------|-----------------|---------------|
| Current Projects | | | |
| 2025-2026 | Combined Memorial MS-Sierra Vista ES | Standards-Based | TBD |
| Total Funding | | | \$ - |
| Historic Total Project Funding (1995-2026) | | | \$ 12,837,353 |



Las Vegas City Schools

Exhibit B



Melissa Sandoval – Superintendent

Public School Capital Outlay Council
State Capitol Building
Santa Fe, NM

February 9, 2026

Dear members of the Public-School Capital Outlay Council,

On behalf of Las Vegas City Schools (LVCS), I am following up on our request regarding the standards-based award for Sierra Vista Elementary (Project P19-006). While the original 2018 award focused on renovations, the Council approved a language change on June 12, 2025, to transition this project into a Combo Campus rebuild for Sierra Vista Elementary and Memorial Middle School. I have since executed the Memorandum of Understanding for this project as of January 8, 2026.

As Phase I of this project is currently not fully funded, I respectfully request to be placed on the upcoming PSCOC agenda to formally seek Phase I funding support.

As was stated in our original request, the district's current match with the SB131 reduction is 63%. The district has the ability to contribute \$9 million of the local match and seeks support from PSFA/PSCOC for the remaining cost for the project. A reduction in the District's local match requirement is needed to complete the project based on Daniels estimated Maximum Allowable Construction Cost (MACC) of \$45,819,000 (\$600/sf*approximately 76365 SF). The district passed a GO Bond in 2025 for \$12 million but currently has a few maintenance and improvement projects at our other facilities to complete – these were discussed with voters before the election and approved as part of election plan with the community. That leaves us with \$9 million to fund the combined school project (P19-006), we plan to issue the first portion of GO bonds in mid-2026 to help fund project planning and design. The residential mill levy is 11.512 for tax year 2025 and has historically averaged 12 mills for the past decade. Therefore, the district meets the statute requirement for a local match reduction under SB82 and is requesting PSCOC support for the project.

LVCS appreciates the consideration of our request.

With respect,

Melissa Sandoval
Superintendent



Phone: (505) 454-5700
FAX: (505) 454-5712



901 Douglas Avenue
Las Vegas, NM 87701



www.cybercardinal.com
melissasandoval@cybercardinal.com

I. P16-002 Abiquiu ES (Espanola) - Rescind Award

II. Presenter(s): Sean Murray, Deputy Director of Capital Operations
Mathew Gerken, Senior Project Manager

III. Potential Motion:

Council approval to rescind the 2015-2016 Standards-based award to Espanola Public Schools for Abiquiu Elementary School (P16-002) with a reversion of the state match in the amount of \$372,645.31.

IV. Executive Summary:**District Request:**

- To rescind the previously awarded Standards-based award for Abiquiu ES.

Staff Recommendation:

- To rescind the previously awarded Standards-based award for Abiquiu ES.

Key Points:

- State match of the award will be reverted to the Public School Capital Outlay Fund.
- In August 2023, the PSCOC reactivated and awarded design phase funding totaling \$406,312, with a state match of \$255,977 (63%) and a local match of \$150,335 (37%) for the renovation/replacement of building systems at Abiquiu ES.
- In total the PSCOC has awarded \$454,036 in planning and design funding.
- The school will be reranked in the FY27 wNMCI rankings.

Background

- In July 2015, PSCOC awarded planning phase funding totaling \$100,000 to complete analysis of major building systems, with a state match of \$63,000 (63%), and a local match of \$37,000 (37%).
- In November 2016, PSCOC amended the award to include design phase funding totaling \$214,380 with a state match of \$135,059 (63%), and a local match of \$79,321 (37%).
- In May 2020, the unexpended state match totaling \$1,899,201 was rescinded.

FY2026 Applications

- The district has submitted a letter of intent to apply for a Standards-based award in the FY2026 awards cycle for Espanola High School.

Exhibit(s):

A – PSFA Recommendation Report: P16-002 Abiquiu Elementary School
B – Espanola Public Schools Letter, dated February 9th, 2026



PSFA Recommendation Report

Out-of-Cycle

| | |
|---|----------------------|
| Espanola Public Schools Abiquiu Elementary School (P16-002) | Rescind Award |
|---|----------------------|

District Request & Information

Rescind the previously awarded Standards-based award for Abiquiu ES.

- Superintendent and District Representative: Carl Marano

PSFA Staff Recommendation

Rescind the previously awarded Standards-based award for Abiquiu ES.

Award Language

- Approval to rescind the 2011-2012 Standards-based award to Espanola Public Schools for Abiquiu Elementary School (P16-002) with a reversion of the state match in the amount of \$372,645.31.

Potential Award Funding

| Request Summary | State Match 63% | Local Match 37% | Total | Above Allowable |
|------------------------------|--------------------|--------------------|--------------|-----------------|
| Planning Phase Award | \$63,000.00 | \$37,000.00 | \$100,000.00 | \$- |
| Design Phase Award | \$135,059.00 | \$79,321.00 | \$214,380.00 | \$- |
| Restart Award | \$255,977.00 | \$150,335.00 | \$406,312.00 | \$- |
| Total Awards | \$454,036.00 | \$266,656.00 | \$720,692.00 | \$- |
| Planning Consultant Invoices | \$43,698.05 | \$25,663.95 | \$69,362.00 | \$- |
| Design Professional Invoices | \$37,692.64 | \$22,136.94 | \$69,799.31 | \$- |
| Rescinded Award Funding | \$372,645.31 | \$218,855.11 | \$581,530.69 | \$- |

Project Information

Project Information

- PSFA Regional Project Manager: Ricardo Munoz
- Design Professional: N/A
- General Contractor: N/A
 - Other Bids Received: N/A

Scope of Work

- | | |
|--|--|
| <ul style="list-style-type: none"> • Building systems replacement • Design capacity: N/A • Current enrollment: 68 students (2024-25 SY) | <ul style="list-style-type: none"> • Maximum allowable GSF: 26,000 • Above allowable SF: N/A |
|--|--|

Phasing

- Complete: Prioritization
 - District has submitted a letter of intent to apply for a Standards-based award for Espanola High School.
- Current Request: Rescind award

Award History

Original Award

- July 2015
- Standards-based Award: Renovation of entire facility
- Ranking: 17
- wNMCI: 58.04%
- Original Award Language:
 - Funding to complete analysis of major building systems. Upon completion, district may return to the PSCOC for next out-of-cycle funding phase to renovate existing facilities to adequacy for up to 150 students, grades K-6, or the current facility capacity.
- Estimated MACC: \$92.91/ SF
- Estimated Total Project Cost: \$3,143,796

Out-of-Cycle Award

- November 2016
- Design phase funding
- Award Language:
 - Amend the 2015-2016 standards-based award to the Espanola Municipal Schools for Abiquiu ES to include phase 1 planning and design to adequacy for up to 130 students, grades K-6, with an increase in the state share amount of \$135,059 (63%), and a corresponding increase in the local share amount of \$79,321 (37%)

Out-of-Cycle Award

- April 2023
- Restart of PSCOC Standards-based Award
- Award Language:
 - Amend the 2015-2016 standards-based award to the Espanola Municipal Schools for Abiquiu ES to include phase 1 planning and design to adequacy for up to 130 students, grades K-6, with an increase in the state share amount of \$135,059 (63%), and a corresponding increase in the local share amount of \$79,321 (37%)

Maintenance Summary

The Espanola School District does meet all statutory requirements (as of February 9,2026)

- **Preventive Maintenance Plan is current**
 - Last updated May 3,2025, 2025 (Annual update required; 6.27.3.11 NMAC)
 - Plan rated Outstanding, exceeding statute criteria.
- **Quarterly FIMS Proficiency Reports:** Unsatisfactory user of 3 out of 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 0% performance rating, above the 90% recommendation
- **Facility Maintenance Assessment Report (FMAR):** district average is 70.53%,
 - The district is maintaining their assets and facility conditions to an overall 70% level (district average), currently above the recommended 70% (FMAR 4th cycle)

Staff Recommends:

- Continue their diligence towards improved core maintenance to 80% (Good) ratings.
- Continuing their use of the FIMS tools to drive district maintenance performance
- Respond to subsequent FMARs through the 60-day response process supporting quality facility conditions, addressing all deficiencies.

Historic and Current PSCOC Funded Projects

Current active projects: 2

Historic projects: 62

| Fiscal Year Funded | Facility Name | Project Type | PSCOC Funding |
|---|----------------------|---------------------|----------------------|
| Current Projects | | | |
| 2015-2016 | Abiquiu ES | Standards-Based | \$ 454,036 |
| 2011-2012 | Velarde ES | Standards-Based | \$ 379,456 |
| Total Funding | | | \$ 833,492 |
| Historic Total Project Funding (1993-2026) | | | \$ 45,842,903 |

SUPERINTENDENT

Carl Marano
Carl.Marano@k12espanola.org
 Website: www.k12espanola.org
 405 Hunter Street
 Española, New Mexico 87532
 505-753-2254 – 367-3303
 Fax 505-367-3363



Española Public Schools
 Striving for Excellence

BOARD OF EDUCATION

Javin Coriz, President
 Ruben Archuleta, Vice President
 Dale T. Salazar, Secretary
 Katrina Martinez, Member
 Brandon Bustos, Member

Date: 02/09/2026

Public Education Department

Attn: Marcos B. Trujillo, Executive Director
 1312 Basehart Rd. Suite 200
 Albuquerque, NM 87106

Subject: Strategic Facilities Plan— Request to Rescind Funding for Abiquiu Elementary and Velarde Elementary:

Dear Mr. Trujillo,

On behalf of the Espanola School District I am writing to formally request the rescinding of our funding awards for Abiquiu Elementary School and Velarde Elementary School as part of our district's long-term facilities plan.

By rescinding the award letters for funding from NMPSFA, this will allow Espanola Public Schools to pursue future facility upgrades and possible construction of a new high school. This will also allow for NMPSFA to put Abiquiu and Velarde back in the ranking system. Additionally, this step aligns with our district's broader goal of enhancing educational infrastructure to right size our facilities. We deeply appreciate the support of the Public Education Department in helping us achieve these goals. Our district is committed to transparency and collaboration throughout this process and will provide any additional information or documentation you require.

Thank you for your continued partnership in improving educational opportunities for the students of the Espanola Public School District. Please feel free to contact me at 505-901-1442 or carl.marano@k12espanola.org with any questions.

Sincerely,

A handwritten signature in black ink that reads 'Carl Marano'.

Carl Marano
Superintendent
Espanola Public Schools

I. P12-006 Velarde ES (Espanola) - Rescind Award

II. Presenter(s): Sean Murray, Deputy Director of Capital Operations
Mathew Gerken, Senior Project Manager

III. Potential Motion:

Council approval to rescind the 2011-2012 Standards-based award to Espanola Public Schools for Velarde Elementary School (P12-006) with a reversion of the state match in the amount of \$379,456.

IV. Executive Summary:**District Request:**

- To rescind the previously awarded Standards-based award for Velarde ES.

Staff Recommendation:

- To rescind the previously awarded Standards-based award for Velarde ES.

Key Points:

- State match of the award will be reverted to the Public School Capital Outlay Fund.
- In August 2023, the PSCOC reactivated and awarded design phase funding totaling \$592,900, with a state match of \$379,456 (64%) and a local match of \$213,444 (36%) for the renovation of Velarde ES.
 - The design phase included a district wide utilization study including Pre-k.
- The school will be reranked in the FY27 wNMCI rankings.

Background

- In July 2011, Espanola was awarded a Standards-based project that included \$454,564 award for Planning & Design phase work.
 - The district had a Direct Legislative Appropriation balance of \$290,921 which was applied to the award and reduced the state's match to \$0 (0%).
 - The award also included \$4,174,774 in estimated out year construction funding.
- In March 2013, staff approved the Construction Documents.
- In May 2013, the school board voted not to proceed with construction of Velarde ES.
- In September 2016, the school board voted unanimously to proceed with the project.

FY2026 Applications

- The district has submitted a letter of intent to apply for a Standards-based award in the FY2026 awards cycle for Espanola High School.

Exhibit(s):

A – PSFA Recommendation Report: P12-006 Velarde Elementary School
B – Espanola Public Schools Letter, dated February 9th, 2026



PSFA Recommendation Report

Out-of-Cycle

| | |
|---|----------------------|
| Espanola Public Schools Velarde Elementary School (P12-006) | Rescind Award |
|---|----------------------|

District Request & Information

Rescind the previously awarded Standards-based award for Velarde ES.

- Superintendent and District Representative: Carl Marano

PSFA Staff Recommendation

Rescind the previously awarded Standards-based award for Velarde ES.

Award Language

- Approval to rescind the 2011-2012 Standards-based award to Espanola Public Schools for Velarde Elementary School (P12-006) with a reversion of the state match in the amount of \$379,456.

Potential Award Funding

| Request Summary | State Match 64% | Local Match 36% | Total | Above Allowable |
|-------------------------------|--------------------|--------------------|-------------|-----------------|
| Planning & Design Phase Award | \$- | \$454,564 | \$454,564 | \$- |
| Restart Award | \$379,456 | \$213,444 | \$592,900 | \$- |
| Total Awards | \$379,456 | \$668,008 | \$1,047,464 | \$- |
| Consultant Invoices | \$- | \$1,530 | \$1,530 | \$- |
| Design Professional Invoices | \$- | \$222,279 | \$222,279 | \$- |
| Rescinded Award Funding | \$379,456 | \$444,199 | \$823,655 | \$- |

Project Information

Project Information

- PSFA Regional Project Manager: Ricardo Munoz
- Design Professional: N/A
- General Contractor: N/A
 - Other Bids Received: N/A

Scope of Work

- | | |
|--|--|
| <ul style="list-style-type: none"> • Renovation/Addition of the existing facility • Design capacity: 200 students • Current enrollment: 39 students | <ul style="list-style-type: none"> • Maximum allowable GSF: 24,711 • Above allowable SF: N/A |
|--|--|

Phasing

- Complete: Prioritization
 - District has submitted a letter of intent to apply for a Standards-based award for Espanola High School.
- Current Request: Rescind award

Award History

Original Award

- July 2011
- Standards-based Award: Renovation/Addition
- Ranking: 60
- wNMCI: 51.54%
- Original Award Language:
 - Planning and design to renovate and make additions to existing facilities to adequacy for 145 students, grades K-6 with certain adequacy standards to be varianced at district's request Award also includes a modification of the previous 05-06 Alcalde ES award to reduce core capacity to 200 serving grades K-6. District may, at its own expense, fund increased construction of the core for Alcalde ES to the original award capacity of 400. District shall demonstrate ability to maintain facilities and create a plan to pass SB-9 election.
- Estimated MACC: \$126.62 / SF
- Estimated Total Project Cost: \$4,545,645

Out-of-Cycle Award

- May 2013
- Construction phase funding
- Award Language:
 - Phase II Construction funding request for Velarde ES. Project includes renovation of the existing facility totaling 21,700 SF and a new main entry/admin addition of 3,011 SF.

Out-of-Cycle Award

- November 2016
- Rescind unexpended funding
- Award Language:
 - Rescind the unexpended balance of the 2011-2012 award to the Española Public Schools for Velarde Elementary School. Any unused portion of the direct appropriation offset of phase 1 planning and design will apply to a future award.

Maintenance Summary

The Espanola School District does meet all statutory requirements (as of February 9,2026)

- **Preventive Maintenance Plan is current**
 - Last updated May 3,2025, 2025 (Annual update required; 6.27.3.11 NMAC)
 - Plan rated Outstanding, exceeding statute criteria.
- **Quarterly FIMS Proficiency Reports:** Unsatisfactory user of 3 out of 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 0% performance rating, above the 90% recommendation
- **Facility Maintenance Assessment Report (FMAR):** district average is 70.53%,
 - The district is maintaining their assets and facility conditions to an overall 70% level (district average), currently above the recommended 70% (FMAR 4th cycle)

Staff Recommends:

- Continue their diligence towards improved core maintenance to 80% (Good) ratings.
- Continuing their use of the FIMS tools to drive district maintenance performance.
- Respond to subsequent FMARs through the 60-day response process supporting quality facility conditions, addressing all deficiencies.

Historic and Current PSCOC Funded Projects

Current active projects: 2

Historic projects: 62

| Fiscal Year Funded | Facility Name | Project Type | PSCOC Funding |
|---|----------------------|---------------------|----------------------|
| Current Projects | | | |
| 2015-2016 | Abiquiu ES | Standards-Based | \$ 454,036 |
| 2011-2012 | Velarde ES | Standards-Based | \$ 379,456 |
| Total Funding | | | \$ 833,492 |
| Historic Total Project Funding (1993-2026) | | | \$ 45,842,903 |

SUPERINTENDENT

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Española Public Schools
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BOARD OF EDUCATION

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Ruben Archuleta, Vice President
Dale T. Salazar, Secretary
Katrina Martinez, Member
Brandon Bustos, Member

Date: 02/09/2026

Public Education Department

Attn: Marcos B. Trujillo, Executive Director
1312 Basehart Rd. Suite 200
Albuquerque, NM 87106

Subject: Strategic Facilities Plan— Request to Rescind Funding for Abiquiu Elementary and Velarde Elementary:

Dear Mr. Trujillo,

On behalf of the Espanola School District I am writing to formally request the rescinding of our funding awards for Abiquiu Elementary School and Velarde Elementary School as part of our district’s long-term facilities plan.

By rescinding the award letters for funding from NMPSFA, this will allow Espanola Public Schools to pursue future facility upgrades and possible construction of a new high school. This will also allow for NMPSFA to put Abiquiu and Velarde back in the ranking system. Additionally, this step aligns with our district’s broader goal of enhancing educational infrastructure to right size our facilities. We deeply appreciate the support of the Public Education Department in helping us achieve these goals. Our district is committed to transparency and collaboration throughout this process and will provide any additional information or documentation you require.

Thank you for your continued partnership in improving educational opportunities for the students of the Espanola Public School District. Please feel free to contact me at 505-901-1442 or carl.marano@k12espanola.org with any questions.

Sincerely,

Carl Marano
Superintendent
Espanola Public Schools

I. P24-005 Combined School (Springer) - Teacher Housing Construction Funding Request

II. Presenter(s): Mathew Gerken, Senior Project Manager
Sean Murray, Deputy Director of Capital Operations

III. Potential Motion:

Council approval to amend the current 2023-2024 Standards-based award language to Springer Municipal Schools (SMS) to include:

- Construction phase funding for five teacher housing units, totaling \$2,136,189 with a state match of \$1,452,609 (68%) and a local match of \$683,580 (32%)
- A local match reduction (waiver) \$683,580 for a revised state match of \$2,136,189 (100%) and a revised local match of \$0 (0%), for the construction of five teacher housing units.

IV. Executive Summary:

District Request:

- Approval of the requested construction funding and full local match reduction (waiver) for the construction of five teacher housing units.

Staff Recommendation:

- Approval of the requested construction funding and full local match reduction (waiver) for the construction of five teacher housing units.

Key Points:

- The district qualifies for a local match reduction.
- The project team decided to proceed with pre-manufactured homes.
- The district selected 3 different models for the five teacher housing units.
- Options include Brick finish, LVT flooring, Carport, Crusher fines landscaping, 5 ft. Metal fence and Metal gates.
 - Options have previously been funded by the PSCOC as recently as the Maxwell Teacher Housing construction funding request in August 2025.

| Model | GSF | Number of bedrooms/baths | Home Price | Sitework | Options | Base Bid |
|---------------------|------|--------------------------|------------|------------|------------|--------------|
| KAR1640 | 675 | 1 bedroom - 1 bath | \$ 128,626 | \$ 86,727 | \$ 43,138 | \$ 258,491 |
| KAR27443A | 1188 | 2 bedroom - 2 bath | \$ 187,345 | \$ 112,169 | \$ 49,848 | \$ 349,362 |
| KAR27443A | 1188 | 2 bedroom - 2 bath | \$ 187,345 | \$ 112,169 | \$ 49,848 | \$ 349,362 |
| KAR30603 | 1800 | 3 bedroom - 2 bath | \$ 225,323 | \$ 139,261 | \$ 64,500 | \$ 429,085 |
| KAR30603 | 1800 | 3 bedroom - 2 bath | \$ 225,323 | \$ 139,261 | \$ 64,500 | \$ 429,085 |
| Total | | | \$ 953,963 | \$ 589,589 | \$ 271,833 | \$ 1,815,385 |
| NMGRT (7.5208%) | | | | | | \$ 139,265 |
| Soft Costs (10%) | | | | | | \$ 181,539 |
| Recommended Funding | | | | | | \$ 2,136,189 |

Exhibit(s):

A – PSFA Recommendation Report: P24-005 Springer Teacher Housing

B – Springer Municipal Schools letter, dated June 24th, 2025

C – Homespot Proposal

D – Springer Municipal Schools – Statement of Financial Position



PSFA Recommendation Report

Out-of-Cycle

| | |
|---|-----------------------------------|
| Springer Municipal Schools Springer Combined School (P24-005) | Construction Phase Funding |
|---|-----------------------------------|

District Request & Information

Approval of the requested construction funding and full local match reduction (waiver) for the construction for five teacher housing units.

- Superintendent and District Representative: Tracy Alcon

PSFA Staff Recommendation

Approval of the requested construction funding and full local match reduction (waiver) for the construction five teacher housing units.

Award Language

- Approval to amend the current 2023-2024 Standards based award language to Springer Municipal Schools (SMS) for the Combined School (P24-005) to include:
 - Construction phase funding for five teacher housing units, totaling \$2,136,189 with a state match of \$1,452,609 (68%) and a local match of \$683,580 (32%)
 - A local match reduction totaling \$683,580 for a revised state match of \$2,136,189 (100%) and a revised local match of \$0 (0%), for the construction of five teacher housing units.

Potential Award Funding

| Request Summary | State Match 68% | Local Match 32% | Total | Above Allowable |
|------------------------------|--------------------|--------------------|-------------|-----------------|
| Bid Amount | \$1,234,462 | \$580,923 | \$1,815,385 | \$- |
| NMGRT (7.5208%) | \$94,700 | \$44,565 | \$139,265 | \$- |
| Subtotal Bid | \$1,329,163 | \$625,487 | \$1,954,650 | \$- |
| Soft Costs (10%) | \$123,446 | \$58,093 | \$181,539 | \$- |
| Total Cost | \$1,452,609 | \$683,580 | \$2,136,189 | \$- |
| Local Match Reduction | \$683,580 | \$(683,580) | \$- | \$- |
| Advance | \$- | \$- | \$- | \$- |
| Recommended Funding | \$2,136,189 | \$- | \$2,136,189 | \$- |

- Bid Amount:
 - \$273 / SF
 - \$1,815,385

- Total Project Cost (TPC):
 - \$321 / SF
 - \$2,136,189

Project Information

Project Information

- PSFA Regional Project Manager: Phillip Bradley-Ortiz
- Design Professional: Dekker
- General Contractor: Homespot
 - Other Bids Received: N/A

Scope of Work

- Construction/procurement of five teacher housing units.

Phasing

- Complete: Design
- Current Request: Teacher Housing Construction Phase Funding

Award History

Original Award

- October 2023
- Standards-based Award: Full replacement of facility
- Ranking:
 - Elementary School: 14
 - Middle/High School: 19
- wNMCI:
 - Elementary School: 55.32%
 - Middle/High School: 53.10%
- Original Award Language:
 - Council approval for a Standards-based Capital Outlay Award to (Springer) Springer Combined:
 - Phase 1: total amount of \$3,370,550, state match of \$2,620,550 (78%), and a district match of \$750,000 (22%). This includes a local match reduction of \$328,576 (10%).
 - Phase 1: planning and design phase funding for the replacement/consolidation of the existing elementary and middle/high school facilities for 109 students, grades K-12, and 45,000 gross square feet.
 - Project to include 5 teacher housing units, with consideration for manufactured housing.
 - Project's enrollment projection and gross square footage will be verified and updated by PSFA, if necessary.
 - Each allocation is intended to fully complete the project, phase or specified purpose. Upon completion of this awarded phase of work, including conformance with all contingencies, out-of-cycle funding for future phases of work may be considered at any upcoming regularly scheduled PSCOC meeting.
- Estimated MACC: \$500 / SF
- Estimated Total Project Cost: \$31,105,503

Out-of-Cycle Award

- December 2024
- Increased gross square footage
- Award Language:
 - Council approval to amend the current Standards-based award to Springer Municipal Schools for the Combined School to include an increase in the maximum allowable gross footage (GSF) from 45,000 to 57,308 (a 12,308 GSF increase). For the replacement/consolidation of the existing elementary and middle/high school facilities for 109 students, grades K-12. No additional funding is needed at this time. Upon completion of the design phase work, the district may return to the PSCOC for out-of-cycle construction phase funding.

District Financial Information

State / Local Match

- Local match: 32%
- State match: 68%
- The district does not have adequate funds to accommodate the local share of this project.
 - The district requests consideration for a local match reduction.

Bond Information

- | | |
|---|--|
| <ul style="list-style-type: none"> • GO Bond: <ul style="list-style-type: none"> • Current: November 2025 for \$475,000 • Future: N/A • Bonding Capacity: \$2,665,718 • Available Capacity: \$859,718 • Bond Sale: <ul style="list-style-type: none"> • Current: November 2023 • Future: • Mill Levy: 8.289 <ul style="list-style-type: none"> ○ Source: Stifel Public Finance | <ul style="list-style-type: none"> • SB-9: \$237,330 • HB-33: \$100,000 • Cash Balance: \$850,115 • Operational: \$679,485 |
|---|--|

Project Funding

- Sources: GO Bond (Source 31100)

Local Match Reduction

- The district can not support the local match for this phase of funding.
- **Springer Municipal Schools does meet statute requirements for a local match reduction.**

Per Section 22-24-5 (B)(9), the council may adjust the amount of local share otherwise required if it determines that a school district has made a good-faith effort to use all of its local resources. Before making any adjustment to the local share, the council shall consider whether:

| Option | Requirement | District Data | Meets Eligibility |
|--------|-------------------------------|---------------|---------------------------------|
| 1 | Insufficient Bonding Capacity | \$859,718 | Meets Bond Capacity requirement |
| | Mill Levy \geq 10 | 8.289 | |
| 2 | MEM Count \leq 800 | 129 | YES |
| | Mill Levy \geq 7.00 | 8.289 | |

* District must meet 1 of the 2 options.

Maintenance Summary

The Springer School District does not meet all statutory requirements (as of February 9,2026)

- **Preventive Maintenance Plan is current**
 - Last updated October 27, 2025 (Annual update required; 6.27.3.11 NMAC)
 - Plan rated Outstanding, exceeding statute criteria.

- **Quarterly FIMS Proficiency Reports:** Unsatisfactory user of 3 out of 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 0% performance rating, above the 90% recommendation

- **Facility Maintenance Assessment Report (FMAR):** district average is 63.97%,
 - The district is maintaining their assets and facility conditions to an overall 62% level (district average), currently below the recommended 70% (FMAR 3rd cycle)

Historic and Current PSCOC Funded Projects

Current active projects: 1

Historic projects: 14

| Fiscal Year Funded | Facility Name | Project Type | PSCOC Funding |
|---|-----------------|-----------------|---------------------|
| Current Projects | | | |
| 2023-2024 | Combined School | Standards-Based | \$ 2,620,550 |
| Total Funding | | | \$ 2,620,550 |
| Historic Total Project Funding (2002-2026) | | | \$ 1,453,050 |



Springer Municipal Schools
1401 8th St.
PO Box 308
Springer, NM 87747
Phone: 575-483-3430
Fax: 575-483-2387-2497

January 29, 2026

Marcos B. Trujillo
PSFA Executive Director
Public Schools Facilities Authority
1312 Basehart Rd. SE Suite 200
Albuquerque, NM 87106

Re: P24-005 – Teacher Housing Construction Funding

Dear Mr. Trujillo,

The Springer Combined School and Teacher Housing project has completed the Construction Documents phase of design. The Construction RFP process for the new school is underway and the construction funding request for the combined school is also planned for the March 13, 2026 PSCOC Meeting. The design of the teacher housing portion of the project was completed alongside the new school. The teacher housing consists of the following units on the same site as the combined school:

- (2) 3-Bedroom, 2-Bathroom, 1800 SF pre-manufactured homes
- (2) 2-Bedroom, 2-Bathroom, 1200 SF pre-manufactured homes
- (1) 1-Bedroom, 1-Bathroom, ADA Accessible, 744 SF pre-manufactured home

The teacherages are to be procured through a CES contract with HomeSpot, who we have been working with throughout the design process.

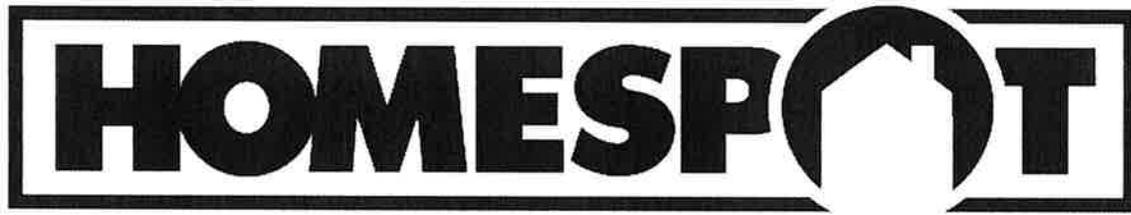
At this time, Springer Municipal Schools (SMS) is respectfully requesting funding for the construction of the teacher housing units. If approved, we can move forward with creating our new campus to serve the students and staff of Springer Municipal Schools. Thank you for your consideration. We look forward to working with PSFA to begin construction of our new facility.

Sincerely,

Tracy Alcon
Superintendent
Springer Municipal Schools

CC:

Juan Dorado, Dekker
Ryan Lutze, Capital AE



SPRINGER SCHOOLS PROJECT

PROJECT TOTAL

Vendor Contract Number 2023-21-C111-ALL

| | | |
|-------------------|----|--------------|
| KARSTEN 1640A-ADA | \$ | 290,535.20 |
| KARSTEN 27443A | \$ | 385,250.77 |
| KARSTEN 27443A | \$ | 385,250.77 |
| KARSTEN 30603A | \$ | 464,973.61 |
| KARSTEN 30603A | \$ | 464,973.61 |
| Project Total | \$ | 1,990,983.96 |

1/26/2026



SPRINGER SCHOOLS-KAR1640

| | | | |
|--|------------------|----------------|-----------------------|
| Vendor Contract Number | 2023-21-C111-ALL | 1 Bedroom | 1/26/2026 |
| Type of Home | sq ft | 775 | |
| Modular | Heat sq ft | 675 | |
| | rate | factor | Measurement Job total |
| Home price | | | \$128,626.03 |
| Per diem | \$ 95.0000 | Personel | 5 \$ 19,000.00 |
| | | Days | 40 |
| Mileage | \$ 0.5063 | Vehicles | 2 \$ 3,353.73 |
| | | Trips | 8 |
| | | Miles per trip | 414 |
| Travel Time | \$ 30.00 | Personel | 5 \$ 8,400.00 |
| | | Trips | 8 |
| | | Hrs | 7 |
| Design Services | \$ 75.9375 | Hrs | 3 \$ 227.81 |
| Project Manager | \$ 65.8125 | Hrs | 10 \$ 658.13 |
| State fee Modular | \$ 405.00 | each | 1 \$ 405.00 |
| Modular home foundation | \$ 12.60 | sq ft | 775 \$ 9,765.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 10 \$ 600.00 |
| Solid slab for foundation | \$ 6.50 | sq ft | 744 \$ 4,836.00 |
| Based on concrete at \$150 a yard | | | |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 10 \$ 600.00 |
| Sump pump | \$ 335.16 | each | 1 \$ 335.16 |
| Pipe and additional material | \$ 250.00 | each | 1 \$ 250.00 |
| Labor hours | \$ 56.37 | each | 6 \$ 338.22 |
| Modular set | \$ 9.90 | sq ft | 775 \$ 7,672.50 |
| water line | \$ 67.50 | Linear ft | 85 \$ 5,737.50 |
| sewer line | \$ 85.50 | Linear ft | 85 \$ 7,267.50 |
| Based off of coming from meter and going to sewer tap on property edge | | | \$ - |
| 200 amp electric service | \$ 6,240.00 | each | 1 \$ 6,240.00 |
| Drive charge for electric | \$ 0.5036 | mile | 414 \$ 208.49 |
| Electric based on supply source at edge of property | | | |
| This includes 100 ft of wire | | | |
| Refridgerated ac unit/heat pump | \$ 5,820.00 | each | 1 \$ 5,820.00 |
| Drive charge for ac | \$ 0.5036 | mile | 414 \$ 208.49 |
| Concrete work | \$ 6.50 | sq ft | 660 \$ 4,290.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 10 \$ 600.00 |
| Optional Brick finish on house | \$ 16,000.00 | each | 1 \$ 16,000.00 |
| Optional LVT flooring | \$ 8.50 | sq ft | 675 \$ 5,737.50 |
| Optional carport matching home 12x20 | \$ 35.00 | sq ft | 240 \$ 8,400.00 |
| Optional Crusher fine or river rock landscaping | \$ 3.00 | sq ft | 3000 \$ 9,000.00 |
| Optional Fence- 5 ft metal | \$ 40.00 | Linear ft | 80 \$ 3,200.00 |
| Optional Gates on fence | \$ 400.00 | each | 2 \$ 800.00 |
| | | | \$ - |
| sub total | | | \$258,577.05 |
| Bond | 4.50% | | \$ 11,635.97 |
| Pre tax total | | | \$270,213.02 |
| Sales Tax | 7.5208% | | \$ 20,322.18 |
| Total with Tax | | | \$290,535.20 |
| Cost per sq ft | | | \$ 430.42 |

Client responsible for furnishing proof of tax exemption, tax will be included until proof is provided



SPRINGER SCHOOLS-KAR27443A

| | | | |
|--|------------------|--------------|-----------------------|
| Vendor Contract Number | 2023-21-C111-ALL | 2 Bedroom | 1/26/2026 |
| Type of Home | | sq ft | 1215 |
| Modular | | Heat sq ft | 975 |
| | rate | factor | Measurement Job total |
| Home price | | | \$ 187,344.90 |
| Per diem | \$ 95.0000 | Personel | 5 \$ 21,375.00 |
| | | Days | 45 |
| Mileage | \$ 0.5063 | Vehicles | 2 \$ 3,772.95 |
| | | Trips | 9 |
| | | Miles per tr | 414 |
| Travel Time | \$ 30.00 | Personel | 5 \$ 9,450.00 |
| | | Trips | 9 |
| | | Hrs | 7 |
| Design Services | \$ 75.9375 | Hrs | 3 \$ 227.81 |
| Project Manager | \$ 65.8125 | Hrs | 10 \$ 658.13 |
| State fee Modular | \$ 405.00 | each | 1 \$ 405.00 |
| Modular home foundation | \$ 12.60 | sq ft | 1215 \$ 15,309.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 14 \$ 840.00 |
| Solid slab for foundation | \$ 6.50 | sq ft | 1200 \$ 7,800.00 |
| Based on concrete at \$150 a yard | | | |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 20 \$ 1,200.00 |
| Sump pump | \$ 335.16 | each | 1 \$ 335.16 |
| Pipe and additional material | \$ 250.00 | each | 1 \$ 250.00 |
| Labor hours | \$ 56.37 | each | 6 \$ 338.22 |
| Modular set | \$ 9.90 | sq ft | 1215 \$ 12,028.50 |
| water line | \$ 67.50 | Linear ft | 85 \$ 5,737.50 |
| sewer line | \$ 85.50 | Linear ft | 85 \$ 7,267.50 |
| Based off of coming from meter and going to sewer tap on property edge | | | \$ - |
| 200 amp electric service | \$ 6,240.00 | each | 1 \$ 6,240.00 |
| Drive charge for electric | \$ 0.5036 | mile | 414 \$ 208.49 |
| Electric based on supply source at edge of property | | | |
| This includes 100 ft of wire | | | |
| Refridgerated ac unit | \$ 7,140.00 | each | 1 \$ 7,140.00 |
| Drive charge for AC | \$ 0.5036 | mile | 414 \$ 208.49 |
| Concrete work | \$ 6.50 | sq ft | 660 \$ 4,290.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 10 \$ 600.00 |
| Optional Brick finish on house | \$ 20,000.00 | each | 1 \$ 20,000.00 |
| Optional LVT flooring | \$ 8.50 | sq ft | 975 \$ 8,287.50 |
| Optional carport matching home 12x20 | \$ 35.00 | sq ft | 240 \$ 8,400.00 |
| Optional Crusher fine or river rock landscaping | \$ 3.00 | sq ft | 3000 \$ 9,000.00 |
| Optional Fence- 5 ft metal | \$ 40.00 | Linear ft | 84 \$ 3,360.00 |
| Optional Gates on fence | \$ 400.00 | each | 2 \$ 800.00 |
| | | | \$ - |
| sub total | | | \$342,874.15 |
| Bond | 4.50% | | \$ 15,429.34 |
| Pre tax total | | | \$358,303.48 |
| Sales Tax | 7.5208% | | \$ 26,947.29 |
| Total with Tax | | | \$385,250.77 |
| Cost per sq ft | | | \$ 395.13 |

Client responsible for furnishing proof of tax exemption, tax will be included until proof is provided



SPRINGER SCHOOLS-KAR30603

| | | | |
|--|------------------|----------------|-----------------------|
| Vendor Contract Number | 2023-21-C111-ALL | 3 Bedroom | 1/26/2026 |
| Type of Home | sq ft | 1800 | |
| Modular | Heat sq ft | 1800 | |
| | rate | factor | Measurement Job total |
| Home price | | | \$225,323.43 |
| Per diem | \$ 95.0000 | Personel | 5 \$ 21,375.00 |
| | | Days | 45 |
| Mileage | \$ 0.5063 | Vehicles | 2 \$ 3,772.95 |
| | | Trips | 9 |
| | | Miles per trip | 414 |
| Travel Time | \$ 30.00 | Personel | 5 \$ 9,450.00 |
| | | Trips | 9 |
| | | Hrs | 7 |
| Design Services | \$ 75.9375 | Hrs | 3 \$ 227.81 |
| Project Manager | \$ 65.8125 | Hrs | 10 \$ 658.13 |
| State fee Modular | \$ 405.00 | each | 1 \$ 405.00 |
| Modular home foundation | \$ 12.60 | sq ft | 1800 \$ 22,680.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 18 \$ 1,080.00 |
| Solid slab for foundation | \$ 6.50 | sq ft | 1800 \$ 11,700.00 |
| Based on concrete at \$150 a yard | | | |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 28 \$ 1,680.00 |
| Sump pump | \$ 335.16 | each | 1 \$ 335.16 |
| Pipe and additional material | \$ 250.00 | each | 1 \$ 250.00 |
| Labor hours | \$ 56.37 | each | 6 \$ 338.22 |
| Modular set | \$ 9.90 | sq ft | 1800 \$ 17,820.00 |
| water line | \$ 67.50 | Linear ft | 85 \$ 5,737.50 |
| sewer line | \$ 85.50 | Linear ft | 85 \$ 7,267.50 |
| Based off of coming from meter and going to sewer tap on property edge | | | |
| 200 amp electric service | \$ 6,240.00 | each | 1 \$ 6,240.00 |
| Drive charge for electric | \$ 0.5036 | mile | 414 \$ 208.49 |
| Electric based on supply source at edge of property | | | |
| This includes 100 ft of wire | | | |
| Refridgerated ac unit | \$ 7,680.00 | each | 1 \$ 7,680.00 |
| Drive charge for AC | \$ 0.5036 | mile | 414 \$ 208.49 |
| Concrete work | \$ 6.50 | sq ft | 660 \$ 4,290.00 |
| Based on concrete at \$150 a yard | | | \$ - |
| Concrete surcharge- \$210 a yard | \$ 60.00 | yard | 10 \$ 600.00 |
| Optional Brick finish on house | \$ 27,000.00 | each | 1 \$ 27,000.00 |
| Optional LVT flooring | \$ 8.50 | sq ft | 1800 \$ 15,300.00 |
| Optional carport matching home 12x20 | \$ 35.00 | sq ft | 240 \$ 8,400.00 |
| Optional Crusher fine or river rock landscaping | \$ 3.00 | sq ft | 3000 \$ 9,000.00 |
| Optional Fence- 5 ft metal | \$ 40.00 | Linear ft | 100 \$ 4,000.00 |
| Optional Gates on fence | \$ 400.00 | each | 2 \$ 800.00 |
| | | | \$ - |
| sub total | | | \$413,827.67 |
| Bond | 4.50% | | \$ 18,622.25 |
| Pre tax total | | | \$432,449.92 |
| Sales Tax | 7.5208% | | \$ 32,523.69 |
| Total with Tax | | | \$464,973.61 |
| Cost per sq ft | | | \$ 258.32 |

Client responsible for furnishing proof of tax exemption, tax will be included until proof is provided

| DISTRICT INFORMATION | |
|----------------------------|----------------------------|
| District Name | SPRINGER MUNICIPAL SCHOOLS |
| Superintendent | Tracy Alcon |
| District Representative | Danae Rigoni |
| District Financial Officer | Danae Rigoni |
| Bond Advisor Company | Stifel Public Finance |
| Bond Advisor | Brad Angst |
| School(s) in Project | Combined School |

POTENTIAL PROJECT COST
TOTAL ESTIMATED PROJECT COST FOR DISTRICT

| LOCAL MATCH REDUCTION (WAIVER) | | | |
|---------------------------------|-------------|----------------------|---|
| Option 1 | Requirement | District Eligibility | |
| Available Bonding Capacity (\$) | | 311,670 | X |
| Mill Levy ≥ 10 | 10.00 | 8.26 | X |
| Option 2 | Requirement | District Eligibility | |
| MEM Count ≤ 1,500 | 1,500 | 117 | ✓ |
| Mill Levy ≥ 7.00 | 7.00 | 8.26 | ✓ |

SPRINGER MUNICIPAL SCHOOLS
STATEMENT OF FINANCIAL POSITION SUMMARY
for Combined School Project
(dollars in millions)

| Current (FY26) | | |
|--|----|-------------------|
| Bonded Sources | \$ | 250,853 |
| Non-Bonded Sources | \$ | 3,502,690 |
| Uses | \$ | - |
| Remaining / Current Cash Balance: | | \$ 3,753,543 |
| District Contribution to Phase 1: | | \$ 750,000 |

| Projected (FY27 - FY30) | | |
|-------------------------|----|---------------|
| Bonded Sources | \$ | 782,181 |
| Non-Bonded Sources | \$ | 14,700,000 |
| Uses | \$ | - |
| Available for Phase 2: | | \$ 15,482,181 |

| Local Match Reduction Eligibility | | |
|-----------------------------------|----------|------------------------|
| Option 1 | Option 2 | Option 3 |
| Ineligible | Eligible | N/A as of 2025 Session |

District Summary of Financial Position

Springer MSD issued a \$750,000 GO Bond in October 2022. Proceeds from that sale will be used to pay for phase 1 planning and design and phase 2 construction of a new combined school. The District has \$XX available to contribute for phase 1 design and \$XX available for phase 2 construction. The District received a funding waiver for planning and design on the project and will need to request additional support for actual construction costs.

The District's received voter authorization in November 2025 for an additional \$475,000 GO Bond. Proceeds are expected to go toward furnishing and completing the inside of our new school project after construction is complete.

Signatures

Tracy Alcon, Superintendent Date

Danae Rigoni, District Representative Date

Danae Rigoni, District Financial Officer Date

Brad Angst, Bond Advisor (Stifel Public Finance) Date

I. Community Benefit Fund

II. Presenter(s): Matthew Schimmel, Chief Financial Officer

III. Potential Motion:

Council approval of the first round of funding applications under the Community Benefit Fund, totaling \$10,250,000.

IV. Executive Summary:

Background:

During the 2025 regular legislative session, Senate Bill 48 established the Community Benefit Fund, a new statewide initiative designed to advance green, renewable energy efforts. As part of this initiative, the Public School Facilities Authority (PSFA) received a \$60 million appropriation in House Bill 2 for the following purpose:

*“(271) PUBLIC SCHOOL FACILITIES AUTHORITY – \$60,000,000
For electric vehicle charging infrastructure for school districts, including the cost of upgrading from diesel-fueled school buses to electric school buses, for expenditure in fiscal years 2026 through 2028, contingent on the passage of Senate Bill 48 or similar legislation creating the Community Benefit Fund. The other state funds appropriation is from the Community Benefit Fund.”*

Timeline of Events for Round 1:

| Date | Event |
|---------------------------|--|
| 7/15/25 | Round 1 applications opened |
| 8/31/25 | Round 1 applications closed; applications received through PED, PSFA CFO, and the designated funding email |
| 9/1/25 | Round 2 applications opened (paused due to staffing issues, need for improvements, and delays in Round 1 distribution) |
| 9/15/25 | Target date for Round 1 distributions (not met) |
| 10/24/25 -10/28/25 | Actual Round 1 award letters issued |

Summary of Round 1 Applicants and Recommended Distributions:

| District | Awarded Amount | Description |
|---|-----------------------|---|
| Albuquerque Public Schools | \$ 4,500,000 | Ten electric school buses, ten charging stations, and electrical system upgrades. Total quoted cost: \$4,164,045. Additional funds included for unforeseen costs. |
| Kinteel Residential Campus (Aztec) | \$ 1,000,000 | Two electric school buses, two charging stations, and electrical upgrades. Total quoted cost: \$968,750.16. Additional funds included for unforeseen costs. |
| Las Cruces Public Schools | \$ 750,000 | Five charging stations and installation costs. Total quoted cost: \$672,995.39. Additional funds included for unforeseen costs. |
| Rio Rancho Public Schools | \$ 4,000,000 | Six electric school buses, five charging stations, and electrical upgrades. Total quoted cost: \$3,631,771.26. Additional funds included for unforeseen costs. |

Total Distribution: \$10,250,000

Round 1 Challenges, Round 2 Next Steps:

- PSFA experienced significant staffing turnover throughout 2025, which created substantial challenges in administering and distributing Community Benefit Fund resources. When the application cycle opened, the process was initially structured as a first-come, first-served distribution with a brief six-question application and minimal anticipated PSFA involvement after funds were awarded.
- However, once applications opened, the volume of inquiries from districts, charter schools, vendors, nonprofits, and other agencies quickly demonstrated that the program required far more oversight, coordination, and technical support than originally assumed.
- In 2026, with recent staffing additions including a Planning and Design Manager and a Programs Manager, PSFA is now positioned to strengthen program administration.
- Planned improvements include:
 - More robust and ongoing stakeholder engagement with districts and applicants
 - Expanded vendor outreach, fact-finding, and technical information gathering
 - Collaboration with nonprofit organizations supporting electrification efforts
 - Increased coordination with legislators involved in the initiative
 - A redesigned application and review process for future funding rounds

- These steps will help ensure that future rounds of Community Benefit Fund distributions are equitable, transparent, and aligned with statewide renewable energy goals.

Exhibit(s):

A – Round 1 Award Letter and Application Quotes, Albuquerque Public Schools

B – Round 1 Award Letter and Application Quotes, Aztec Kinteel Residential Campus

C – Round 1 Award Letter and Application Quotes, Las Cruces Public Schools

D – Round 1 Award Letter and Application Quotes, Rio Rancho Public Schools

State of New Mexico
Public School Facilities Authority



1312 Basehart SE, Suite 200
 Albuquerque, NM 87106

Larry Tillotson, *Interim* Executive Director
 Sean Murray, Deputy Director of Capital Operations
 Matthew Schimmel, Chief Financial Officer

(505) 843-6272
<https://www.nmpsfa.org/>

October 27, 2025

Albuquerque Public Schools
 PO Box 25704 Suite 300E
 Albuquerque, NM 87125

Dear Albuquerque Public Schools,

Thank you for participating in the first round of funding for the 2025 Senate Bill 48 Community Benefit Fund. Based on your original application and subsequent clarifications provided during our meeting on October 17, 2025, we are pleased to share the final award details and important reminders below.

Final Approved Budget:

\$ 4,500,000.00

Final Approved Uses:

Ten (10) electric school buses, ten (10) electric vehicle charging stations, and upgrade of electrical systems to support charging infrastructure. Total cost per quotes provided is \$4,164,045.00, additional budget provided in this award to cover any additional fees or costs related to the work.

Important Reminders

1. All awarded funds must be fully expended and the associated work completed by the end of Fiscal Year 2028 (June 30, 2028).
2. Funds from this award may only be used for the purpose specified in the Final Approved Uses above.
3. Upon completion of the items indicated in this award, Albuquerque Public Schools must report actual expenditures to the Public School Facilities Authority (PSFA) and provide copies of final purchase orders and paid invoices documenting the completed work or purchases.
4. Any unspent or remaining funds upon completion of the work, or as of June 30, 2028, must be addressed as follows:
 - a. Returned to PSFA for reimbursement to the Community Benefit Fund;

- b. May be applied toward future rounds of funding under this initiative, provided the Albuquerque Public Schools is approved for additional awards;
 - c. May be retained if the Albuquerque Public Schools submits a formal request to PSFA for an amendment to this award letter, including a detailed plan outlining the proposed use of the remaining funds.
5. Timely expenditure of funds is strongly encouraged.

Budget Setup Instructions

- 1. The Public Education Department (PED) requires Albuquerque Public Schools to submit a Budget Adjustment Request (BAR) to their PED Budget Analyst to establish budget authority for FY 2025–2026.
- 2. Albuquerque Public Schools must use Fund 31200 and Revenue Code 43209 when setting up the budget.
- 3. For questions regarding PED requirements, please contact your assigned PED Budget Analyst.

Next Steps

To finalize this award, please complete and sign the Declaration of Award Acceptance below. The signature must be provided by representative or designee who is authorized to accept and receive funds on behalf of the Albuquerque Public Schools.

DECLARATION OF AWARD ACCEPTANCE

The undersigned hereby certifies the Albuquerque Public Schools decision regarding the HB-2 Community Benefit Fund award as follows: (Please check one)

- Accepted**
- Rejected**

By accepting this award, the Albuquerque Public Schools affirms that:

- 1. Funds will be used exclusively for the purposes outlined in the award letter and in accordance with 2025 House Bill 2 and 2025 Senate Bill 48.
- 2. All conditions, reminders, and reporting requirements will be met as specified.
- 3. Any unexpended funds remaining after project completion will be returned to the Community Benefit Fund, unless a revised use plan is submitted and approved per the procedures outlined in the original award letter.

Signature

Name: _____
Title: _____
Date: _____

Attachments

- Original Application
- Roberts Bus Center Quote dated 09/17/2025





2025-2026

ELECTRIC CHARGING INFRASTRUCTURE INCLUDING UPGRADING FROM DIESEL-FUELED SCHOOL BUSES

School District: Albuquerque Public Schools

Contact Person: Royce Binns

Address 1: 4000 Osuna Rd

Address 2: _____

City: Albuquerque

State: New Mexico

1. Is the district interested in applying for electric vehicle charging infrastructure? If so, please specify how many charging stations and provide an estimated cost.
 Each 19.2 KW charger will be approximately \$6500.00 . 10 chargers would be approximately \$65,000.00 without installation.

2. Is the district interested in electric school bus funding? If so, how many buses are you interested in applying for? Please provide an estimated cost.
 We are interested in 10 Electric School buses

3. Does your district currently have any electric charging stations on site? If so, please provide details.
 APS is in the process of installing charges to operate 26 electric school buses. 16 on the West side location and 10 on the Osuna location

4. When does the district anticipate starting the infrastructure project and/or ordering the electric bus(es)?
 within 6 months

5. Will the district be replacing any buses? If so, list the year make and model of the buses.
 No

6. What utility upgrades, if any, will the site require?
 Will have to meet with PNM in order to determine any upgrades.

Acknowledgement and Certification of Fund Uses

The undersigned hereby acknowledges the stated purpose and allowable uses of the General Appropriation Act of 2025 (HB2) fund distribution to _____ (district/charter) and certifies that all funds will be expended solely for the purposes outlined in HB2 and that all related conditions and contingencies will be met.

Signature: _____
 Superintendent/Head Administrator

Date: 8/25/24

ROBERTS BUS CENTER

1623 ASPEN AVE NW • ALBUQUERQUE, NM 87104 • 505-243-7883 • FAX 505-242-6233

TO **ALBUQUERQUE PUBLIC SCHOOLS**
912 OAK STREET SE
ALBUQUERQUE, NM 87106
505-880-3989

09/17/2025

Pricing per Cooperative Educational Services (CES) Contract 2024-15-C111-ALL

| SALESPERSON | DELIVERY | PAYMENT TERMS | EXPIRES |
|-------------|---------------|---------------|---------|
| Ty Stacy | November 2024 | IMM. | |

| QTY | DESCRIPTION | UNIT PRICE | EXT PRICE |
|-----|--|--------------|----------------|
| | CES contract #2024-15-C111-ALL | | |
| 5 | 2027 IC CE Electric 54L Passenger Special Needs Bus. Battery: estimated range of 135 miles, AC level 1 & 2 charging, DC Fast charging with a standard port, Heavy Duty permanent Magnet Motor System. 120k BTU air conditioner, thermal protection system. | \$407,880.00 | \$2,039,400.00 |
| | SUB TOTAL | \$417,301.00 | \$2,039,400.00 |
| 5 | Row of Child seats (2 seats) | \$1480.00 | \$7400.00 |
| 5 | LED sign on rear door indicating “stop, slow down: | \$385.00 | \$1925.00 |
| | GRAND TOTAL | \$419,166.00 | \$2,048,725.00 |
| 5 | 2027 IC CE Electric 54L Passenger Special Needs Bus. Battery: estimated range of 135 miles, AC level 1 & 2 charging, DC Fast charging with a standard port, Heavy Duty permanent Magnet Motor System. 120k BTU air conditioner, thermal protection system. | \$407,880.00 | \$2,039,400.00 |
| 5 | Lift Door, Track Seating-3 positions, HD alternator, 3 battery system, Braun lift, Lift door, Interlock, Tie downs, Storage compartments | \$13,319.00 | \$66,595.00 |

ROBERTS



BUS CENTER

1623 ASPEN AVE NW • ALBUQUERQUE, NM 87104 • 505-243-7883 • FAX 505-242-6233

| | | | |
|---|--|---------------------|-----------------------|
| | SUB TOTAL | \$421,199.00 | \$2,105,995.00 |
| 5 | Row of Child seats (2 seats) | \$1480.00 | \$7400.00 |
| 5 | LED sign on rear door indicating “stop, slow down:” | \$385.00 | \$1925.00 |
| | SUB TOTAL | \$423,064.00 | \$2,115,320.00 |
| | GRAND TOTAL | | \$4,164,045.00 |



Larry Tillotson, *Interim* Executive Director
Sean Murray, Deputy Director of Capital Operations
Matthew Schimmel, Chief Financial Officer

(505) 843-6272
<https://www.nmpsfa.org/>

October 24, 2025

Kinteel Residential Campus
1600 Lydia Rippey Rd
Aztec, NM 87410

Dear Kinteel Residential Campus,

Thank you for participating in the first round of funding for the 2025 Senate Bill 48 Community Benefit Fund. Based on your original application and subsequent clarifications provided during our meeting on October 16, 2025, and October 24, 2025, we are pleased to share the final award details and important reminders below.

Final Approved Budget:

\$ 1,000,000.00

Final Approved Uses:

Two (2) electric school buses, two (2) electric vehicle charging stations, and upgrade of electrical systems to support charging infrastructure. Total cost per quotes provided is \$968,750.16, additional budget provided in this award to cover any additional fees or costs related to the work.

Important Reminders

1. All awarded funds must be fully expended and the associated work completed by the end of Fiscal Year 2028 (June 30, 2028).
2. Funds from this award may only be used for the purpose specified in the Final Approved Uses above.
3. Upon completion of the items indicated in this award, Kinteel Residential Campus must report actual expenditures to the Public School Facilities Authority (PSFA) and provide copies of final purchase orders and paid invoices documenting the completed work or purchases.
4. Any unspent or remaining funds upon completion of the work, or as of June 30, 2028, must be addressed as follows:
 - a. Returned to PSFA for reimbursement to the Community Benefit Fund;

- b. May be applied toward future rounds of funding under this initiative, provided the Kinteel Residential Campus is approved for additional awards;
 - c. May be retained if the Kinteel Residential Campus submits a formal request to PSFA for an amendment to this award letter, including a detailed plan outlining the proposed use of the remaining funds.
5. Timely expenditure of funds is strongly encouraged.

Budget Setup Instructions

1. The Public Education Department (PED) requires Kinteel Residential Campus to submit a Budget Adjustment Request (BAR) to their PED Budget Analyst to establish budget authority for FY 2025–2026.
2. Kinteel Residential Campus must use Fund 31200 and Revenue Code 43209 when setting up the budget.
3. For questions regarding PED requirements, please contact your assigned PED Budget Analyst.

Next Steps

To finalize this award, please complete and sign the Declaration of Award Acceptance below. The signature must be provided by representative or designee who is authorized to accept and receive funds on behalf of the Kinteel Residential Campus.

DECLARATION OF AWARD ACCEPTANCE

The undersigned hereby certifies the Kinteel Residential Campus decision regarding the HB-2 Community Benefit Fund award as follows: (Please check one)

- Accepted**
- Rejected**

By accepting this award, the Kinteel Residential Campus affirms that:

1. Funds will be used exclusively for the purposes outlined in the award letter and in accordance with 2025 House Bill 2 and 2025 Senate Bill 48.
2. All conditions, reminders, and reporting requirements will be met as specified.
3. Any unexpended funds remaining after project completion will be returned to the Community Benefit Fund, unless a revised use plan is submitted and approved per the procedures outlined in the original award letter.

Signature

Name: _____
Title: _____
Date: _____

Attachments

- Original Application
- RIDE Mobility Quotation # QUO101625-KINT1327
- RIDE Mobility Quotation # QUO101625-KINT1325
- Nuuve Quote Number Q-01771
- RCI Power & Lighting Job Quote/Proposal





2025-2026

ELECTRIC CHARGING INFRASTRUCTURE INCLUDING UPGRADING FROM DIESEL-FUELED SCHOOL BUSES

School District: Kinteel Residential Campus

Contact Person: Richard Edwards

Address 1: 1600 Lydia Rippey Rd.

Address 2: _____

City: Aztec

State: New Mexico

1. Is the district interested in applying for electric vehicle charging infrastructure? If so, please specify how many charging stations and provide an estimated cost.

Yes, Quantity 2 - DC 60kW with V2G capability - see attached pricing

2. Is the district interested in electric school bus funding? If so, how many buses are you interested in applying for? Please provide an estimated cost.

Yes, Quantity 2 - 1 with a wheel chair lift and 1 without - see attached pricing

3. Does your district currently have any electric charging stations on site? If so, please provide details.

No

4. When does the district anticipate starting the infrastructure project and/or ordering the electric bus(es)?

As soon as we are awarded funds to deploy the project.

5. Will the district be replacing any buses? If so, list the year make and model of the buses.

No replacement for now.

6. What utility upgrades, if any, will the site require?

Due to time restraints with the deadline, there is not time for proper utility coordination so this is TBD until the utility can come on site. We will be contacting the utility City of Aztec to schedule a meeting next week.

Acknowledgement and Certification of Fund Uses

The undersigned hereby acknowledges the stated purpose and allowable uses of the General Appropriation Act of 2025 (HB2) fund distribution to _____ (district/chapter) and certifies that all funds will be expended solely for the purposes outlined in HB2 and that all related conditions and contingencies will be met.

Signature: Richard Edwards
Superintendent/Head Administrator

Date: 08/29/2025

9. What is the time frame of the construction plan?

12-18 months after receiving funding and utility coordination.

10. What is the estimated cost of the infrastructure with installation? **(Please attach 3 quotes with application)**

| | | | | | |
|---------|------------|-------|---|--------|---------|
| Quotes: | Company 1: | Name: | Nuvve - 2 60kW DCFC Vehicle to Grid C | Quote: | 102,100 |
| | Company 2: | Name: | EV Bus - 2 Type A Buses - 1 With Wheel | Quote: | 598000 |
| | Company 3: | Name: | Installation quote to be provided later | Quote: | TBD |

I certify that to the best of my knowledge, the information contained in this application is complete and accurate:



Signature of Authorized District Representative

08/29/2025

Date

Complete and return by

_____, **2023 to:**

Public Education Department
Attn: Amanda Lupardus
300 Don Gaspar, Rm. G-7
Santa Fe, NM 87501



RIDE Mobility

"Real Innovation Delivered with Excellence"

Quotation

3465 E Foothill Blvd Floor #2
Pasadena, CA 91107
Phone: (626) 770-4678

Date: 10/16/2025 1:57 PM
Quotation # QUO101625-KINT1327
Quotation Validity: 30 Days
Quotation Valid Until: 11/15/2025

Quotation For:
Kinteel Residential Campus, Inc.
Aztec, NM 87410

Payment Term: Net-30
Prepared by: Haonan Liu

Sales Person: James Holtz

Shipping Address:
Aztec NM 87410

Ship Date: Estimated - Up to (14) Months After PO
Acceptance

Registration Address:
N/A

| Base Bus Price | Quantity | Unit Price | Extended Price |
|--|----------|--------------|---------------------|
| RIDE Achiever Type A School Bus (26' Nameplate Battery Capacity 156 kWh) - ADA - New Mexico Compliant | 1 | \$298,000.00 | \$298,000.00 |
| Total | | | \$298,000.00 |

| Optional Equipment & Accessories | Quantity | Unit Price | Extended Price |
|----------------------------------|----------|------------|-------------------|
| SEON 4 Camera System | 1 | \$6,106.28 | \$6,106.28 |
| Total | | | \$6,106.28 |

| Freight & Handling | Quantity | Unit Price | Extended Price |
|--------------------|----------|------------|-------------------|
| Destination Charge | 1 | \$5,400.00 | \$5,400.00 |
| Total | | | \$5,400.00 |

| | |
|------------------------------------|---------------------|
| Total Price Before Tax | \$309,506.28 |
| - Taxable Amount (\$309,506.28) | |
| - Non-Taxable Amount (\$0.00) | |
| Estimated Sales Tax Per Unit (N/A) | N/A |
| Total Price After Tax | \$309,506.28 |
| Total Funding Amount | \$0.00 |
| Total (USD) | \$309,506.28 |

NOTE:

1. Sales tax is not included in the purchase price. Buyer shall be solely responsible for paying any applicable sales, use, or excise taxes and related fees directly to the appropriate state or local authority at the time of vehicle registration, unless otherwise required by law. Seller shall have no obligation to collect or remit such taxes unless specifically mandated under the applicable state's tax regulations.
2. Charger is not included.
3. RIDE shall reserve the right to adjust the Purchase Price and charge Buyer accordingly to reflect all or a portion of the existing or hereafter levied import duties and tariffs, fees, assessments, charges, and any other taxes, however designated, related to the importation of the equipment and manufacturing supply chain.



RIDE Mobility

"Real Innovation Delivered with Excellence"

Quotation

3465 E Foothill Blvd Floor #2
Pasadena, CA 91107
Phone: (626) 770-4678

Date: 10/16/2025 1:28 PM
Quotation # QUO101625-KINT1325
Quotation Validity: 30 Days
Quotation Valid Until: 11/15/2025

Quotation For:
Kinteel Residential Campus, Inc.
1600 Lydia Rippey Road
Aztec, NM 87410

Payment Term: Net-30
Prepared by: Haonan Liu

Sales Person: James Holtz

Shipping Address:
1600 Lydia Rippey Road Aztec NM 87410

Ship Date: Estimated - Up to (14) Months After PO Acceptance

Registration Address:
NA

| Base Bus Price | Quantity | Unit Price | Extended Price |
|---|----------|--------------|---------------------|
| RIDE Achiever Type A School Bus (26' Nameplate Battery Capacity 156 kWh) - Non ADA - New Mexico Compliant | 1 | \$288,000.00 | \$288,000.00 |
| Total | | | \$288,000.00 |

| Optional Equipment & Accessories | Quantity | Unit Price | Extended Price |
|----------------------------------|----------|------------|-------------------|
| SEON 4 Camera System | 1 | \$6,106.28 | \$6,106.28 |
| Total | | | \$6,106.28 |

| Freight & Handling | Quantity | Unit Price | Extended Price |
|--------------------|----------|------------|-------------------|
| Destination Charge | 1 | \$5,400.00 | \$5,400.00 |
| Total | | | \$5,400.00 |

| | |
|---|---------------------|
| Total Price Before Tax | \$299,506.28 |
| - Taxable Amount (\$299,506.28) | |
| - Non-Taxable Amount (\$0.00) | |
| Estimated Sales Tax Per Unit (N/A) | N/A |
| Total Price After Tax | \$299,506.28 |
| Total Funding Amount | \$0.00 |
| Total (USD) | \$299,506.28 |

NOTE:

1. Sales tax is not included in the purchase price. Buyer shall be solely responsible for paying any applicable sales, use, or excise taxes and related fees directly to the appropriate state or local authority at the time of vehicle registration, unless otherwise required by law. Seller shall have no obligation to collect or remit such taxes unless specifically mandated under the applicable state's tax regulations.
2. Charger is not included.
3. RIDE shall reserve the right to adjust the Purchase Price and charge Buyer accordingly to reflect all or a portion of the existing or hereafter levied import duties and tariffs, fees, assessments, charges, and any other taxes, however designated, related to the importation of the equipment and manufacturing supply chain.



2488 Historic Decatur Rd. Suite #230
 San Diego
 California 92106
 United States
 (619) 483-3448

| | | | |
|--------------------|-------------------------------------|-------------------|------------------|
| Quote Number | Q-01771 | Prepared By Name | Rawah Baker |
| Quote Created Date | 8/29/2025 | Prepared By Phone | (619) 203-6628 |
| Expiration Date | 10/30/2025 | Prepared By Email | rbaker@nuvve.com |
| Shipping Terms | FCA (Incoterms 2020) shipping point | | |

| | |
|--------------|--|
| Account Name | Kinteel Residential Campus Inc. |
| Description | (2) 60KW DCFC - V2G 5 years software subscription Extended warranty included maintenance Taxes not included Not Sourcwell pricing |

| | | | |
|--------------|---------------------------------|--------------|---------------------------------|
| Bill To Name | Kinteel Residential Campus Inc. | Ship To Name | Kinteel Residential Campus Inc. |
| Bill To | New Mexico United States | Ship To | New Mexico United States |

| Product | Product Code | List Unit Price | Unit Sales Price | Quantity | Total price |
|--|-------------------------|-----------------|------------------|----------|-------------|
| EVSE Nuvve DC 60kW V2G Station (Single Port, CCS1, 25ft Cable, BABA) | TP-60DC-V2G-H1-C-BA | \$48,000.00 | \$48,000.00 | 2.00 | \$96,000.00 |
| Standard OEM Warranty Nuvve TP DC (2 years, parts only) | WTY-TP-DC | Included | Included | 2.00 | \$0.00 |
| FleetBox Subscription (Included w/ L3 bi-directional) - 2 years | SW-NV-FB-L3-V2G-Y2-FREE | Included | Included | 2.00 | \$0.00 |
| Commissioning for DC Bi-Directional (per unit) - up to 10 units per site | COM-RH-1UNIT-10-BD | \$2,250.00 | \$2,250.00 | 2.00 | \$4,500.00 |
| FleetBox Subscription (for L3 DC bi-directional) - 3 years | SW-NV-FB-L3-V2G-Y3 | \$4,300.00 | \$4,300.00 | 2.00 | \$8,600.00 |
| Maintenance Contract (one year) for DC Bi-Directional: 1 Visit / Year | MTNC-DC-BI-VISIT1 | \$1,000.00 | \$1,000.00 | 10.00 | \$10,000.00 |
| Extended Service Package Nuvve TP-60V2G DC (1 year, warranty labor) | ESRV-TP60V2G-DC-1Y | \$4,500.00 | \$4,500.00 | 10.00 | \$45,000.00 |

| Product | Product Code | List Unit Price | Unit Sales Price | Quantity | Total price |
|---|---------------------|-----------------|------------------|----------|--------------|
| Extended OEM Warranty Nuvve TP-60 DC (3 additional years, parts only) | EWTY-TP60-DC- 3Y | \$7,500.00 | \$7,500.00 | 2.00 | \$15,000.00 |
| SUBTOTAL: | | | | | \$179,100.00 |
| Total: | | | | | \$179,100.00 |

Terms and Conditions

Nuvve's software is licensed on a subscription basis subject to terms, conditions and pricing that may be updated from time to time. Customer understands and acknowledges that any software subscription or license included in this purchase order does not necessarily extend to future improvements upon or expansions of the software. Such improvements or expansions, including vehicle-to-grid services or monetization functionalities (which may be market-specific) may be subject to separately negotiated revenue sharing arrangements and/or additional charges quoted prior to implementation or activation.

You acknowledge that V2G functionality is not guaranteed since it is highly dependent upon the vehicle manufacturer's technology capabilities, as well as the local electric distribution utility interconnection requirements. To enable V2G revenues, additional details such as interconnection agreements, energy applications and other terms will need to be defined. All V2G functionality must be through Nuvve's software and is not available for third party control.

All Equipment shall be shipped FCA (Incoterms 2020) from Nuvve's shipping point, with title passing from Nuvve to Customer at such point. While title of the Equipment will have transferred to Customer, should the Customer desire to engage Nuvve to provide warehousing and related services, such services will require a separate service contract or quote with Nuvve. Unless Customer expressly designates its shipping carrier in the applicable purchase order, Nuvve will designate and contract the shipping carrier on Customer's behalf and include related shipping, handling and/or insurance charges in the final Customer invoice. Risk of loss shall pass at (a) the point of shipment if Customer's designated carrier is used, or (b) at the delivery destination if Nuvve designates and contracts the carrier on Customer's behalf. Where Nuvve bears the risk of loss, Nuvve's sole and exclusive obligation and liability with respect to any lost shipments shall be to replace the goods, or at Nuvve's sole election, issue a refund for the non-delivered goods.

NUVVE STANDARD TERMS AND CONDITIONS APPLY

Please review full terms and conditions here: https://nuvve.com/wp-content/uploads/2024/03/nuvve_terms_and_conditions_of_sale.pdf



3100 Harrelson St. Las Cruces,
 NM 88005
 P: (575) 532-1110 F: (575) 521-1886

DATE
 10/23/25

CUSTOMER
 Kinteel Residential Campus

ATT
 Richard Edwards

PHONE

PROJECT
 2- 60KW electric bus chargers, new
 480V 3 phase service

PREPARED BY:
 Jay Chapman

THIS DOCUMENT IS CONFIDENTIAL

NMDOL Certificate of Contractor
 Registration #0102812090718.

Expires 07/03/2026

Resident Contractor Certificate #
 L1879808432

Federal ID# 20-2087491

Electrical License #92043 EE98, EL01,
 GB-98

ACCEPTANCE-
 SignHere _____

JOB QUOTE/PROPOSAL

Nuvve Electric Bus Chargers for AZTEC Kinteel Campus

| | | |
|--|-----------------|---------------------|
| New 400A 3P4W 480V three phase service, new distribution board and 100A branch circuits to 2- Nuvve 60KW bus chargers. New 3 phase line extension by AZTEC Power Company. Includes CID permitting and electrical engineering as required. | Base Bid | \$180,637.60 |
| | | |
| | | |
| | | |
| | Total | \$180,637.60 |

| ITEM | Included | Excluded | Additional Comments |
|---|-------------------------------------|-------------------------------------|---------------------|
| AZTEC Fees of \$57,650.15 is included in the TOTAL above. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Engineering | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Permits | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Nuvve chargers by Nuvve | <input type="checkbox"/> | <input checked="" type="checkbox"/> | |
| Nuvve supplied chargers installed by RCI | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
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| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| Sales Tax | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Trash/ Disposal Container | <input type="checkbox"/> | <input type="checkbox"/> | |

State of New Mexico
Public School Facilities Authority

1312 Basehart SE, Suite 200
 Albuquerque, NM 87106

Larry Tillotson, *Interim* Executive Director
 Sean Murray, Deputy Director of Capital Operations
 Matthew Schimmel, Chief Financial Officer



(505) 843-6272

<https://www.nmpsfa.org/>

October 28, 2025

Las Cruces Public Schools
 505 S Main St. Suite 249
 Las Cruces, NM 88001

Dear Las Cruces Public Schools,

Thank you for participating in the first round of funding for the 2025 Senate Bill 48 Community Benefit Fund. Based on your original application and subsequent clarifications provided during our meeting on October 16, 2025, we are pleased to share the final award details and important reminders below.

Final Approved Budget:

\$ 750,000.00

Final Approved Uses:

Five (5) electric vehicle charging stations and associated costs for installation. Total cost per quotes provided is \$672,995.39, additional budget provided in this award to cover any additional fees or costs related to the work.

Important Reminders

1. All awarded funds must be fully expended and the associated work completed by the end of Fiscal Year 2028 (June 30, 2028).
2. Funds from this award may only be used for the purpose specified in the Final Approved Uses above.
3. Upon completion of the items indicated in this award, Las Cruces Public Schools must report actual expenditures to the Public School Facilities Authority (PSFA) and provide copies of final purchase orders and paid invoices documenting the completed work or purchases.
4. Any unspent or remaining funds upon completion of the work, or as of June 30, 2028, must be addressed as follows:
 - a. Returned to PSFA for reimbursement to the Community Benefit Fund;

- b. May be applied toward future rounds of funding under this initiative, provided the Las Cruces Public Schools is approved for additional awards;
 - c. May be retained if the Las Cruces Public Schools submits a formal request to PSFA for an amendment to this award letter, including a detailed plan outlining the proposed use of the remaining funds.
5. Timely expenditure of funds is strongly encouraged.

Budget Setup Instructions

1. The Public Education Department (PED) requires Las Cruces Public Schools to submit a Budget Adjustment Request (BAR) to their PED Budget Analyst to establish budget authority for FY 2025–2026.
2. Las Cruces Public Schools must use Fund 31200 and Revenue Code 43209 when setting up the budget.
3. For questions regarding PED requirements, please contact your assigned PED Budget Analyst.

Next Steps

To finalize this award, please complete and sign the Declaration of Award Acceptance below. The signature must be provided by representative or designee who is authorized to accept and receive funds on behalf of the Las Cruces Public Schools.

DECLARATION OF AWARD ACCEPTANCE

The undersigned hereby certifies the Las Cruces Public Schools decision regarding the HB-2 Community Benefit Fund award as follows: (Please check one)

- Accepted**
- Rejected**

By accepting this award, the Las Cruces Public Schools affirms that:

1. Funds will be used exclusively for the purposes outlined in the award letter and in accordance with 2025 House Bill 2 and 2025 Senate Bill 48.
2. All conditions, reminders, and reporting requirements will be met as specified.
3. Any unexpended funds remaining after project completion will be returned to the Community Benefit Fund, unless a revised use plan is submitted and approved per the procedures outlined in the original award letter.

Signature

Name: _____
Title: _____
Date: _____

Attachments

- Original Application
- Nuuve Quote Number Q-01770
- RCI Power & Lighting Job Quote/Proposal dated 07/10/25
- Fermata Energy (Nuuve) Las Cruces V2G Electric School Bus Pilot Project Proposal





2025-2026
ELECTRIC CHARGING INFRASTRUCTURE INCLUDING UPGRADING FROM DIESEL-FUELED SCHOOL BUSES

School District: Las Cruces Public Schools

Contact Person: Benjamin Serrano

Address 1: 505 S. Main St. Suite 249

Address 2: _____

City: Las Cruces

State: New Mexico

1. Is the district interested in applying for electric vehicle charging infrastructure? If so, please specify how many charging stations and provide an estimated cost.
 Yes, the district is interested in applying for electric vehicle charging infrastructure. A total of 5x 60KW DCFC with V2G technology

2. Is the district interested in electric school bus funding? If so, how many buses are you interested in applying for? Please provide an estimated cost.
 Las Cruces Public Schools has 5 EV busses in our fleet and are not looking into adding more busses at this time.

3. Does your district currently have any electric charging stations on site? If so, please provide details.
 Las Cruces Public Schools has 5 Bus charging stations. They are PCS Nuvve Rhombus 60k DC with GEN2 dispenser. We were notified that the manufacturer of the some of the charger components has shut down. The current chargers do not h to grid function, so we are seeking to add 5 more charger stations that would allow for return to grid function as well as components from a manufacturer that is still in business.

4. When does the district anticipate starting the infrastructure project and/or ordering the electric bus(es)?
 Las Cruces Public Schools seeks to begin installation by the Spring of 2026.

5. Will the district be replacing any buses? If so, list the year make and model of the buses.
 Las Cruces Public schools is not seeking to replace any busses at this time.

6. What utility upgrades, if any, will the site require?
 The site in which we have our current EV chargers is already upgraded with all the necessary utilities to install new charging stations.

Acknowledgement and Certification of Fund Uses
 The undersigned hereby acknowledges the stated purpose and allowable uses of the General Appropriation Act of 2025 (HB2) fund distribution to LCPS (district/charter) and certifies that all funds will be expended solely for the purposes outlined in HB2 and that all related conditions and contingencies will be met.

Signature:  Date: 8-28-21
 Superintendent/Head Administrator

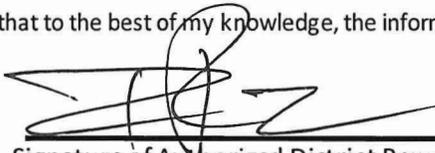
9. What is the time frame of the construction plan?

The time frame of construction is upon delivery of the electric chargers.

10. What is the estimated cost of the infrastructure with installation? **(Please attach 3 quotes with application)**

| | | | | | |
|---------|------------|-------|----------------------|--------|------------|
| Quotes: | Company 1: | Name: | Nuvve | Quote: | 290,171.39 |
| | Company 2: | Name: | RCI Power & Lighting | Quote: | 132,824 |
| | Company 3: | Name: | | Quote: | |

I certify that to the best of my knowledge, the information contained in this application is complete and accurate:



Signature of Authorized District Representative

8.28.25

Date

Complete and return by

_____, 2023 to:

Public Education Department

Attn: Amanda Lupardus

300 Don Gaspar, Rm. G-7

Santa Fe, NM 87501



2488 Historic Decatur Rd. Suite #230
 San Diego
 California 92106
 United States
 (619) 483-3448

| | | | |
|--------------------|-------------------------------------|-------------------|------------------|
| Quote Number | Q-01770 | Prepared By Name | Rawah Baker |
| Quote Created Date | 8/28/2025 | Prepared By Phone | (619) 203-6628 |
| Expiration Date | 9/27/2025 | Prepared By Email | rbaker@nuvve.com |
| Shipping Terms | FCA (Incoterms 2020) shipping point | | |

| | |
|--------------|--|
| Account Name | Las Cruces Public Schools |
| Description | 5x60KW DCFC V2G 5 years software subscription maintenance included Shipping, and taxes are not included BABA Certified |

| | | | |
|--------------|---|--------------|---|
| Bill To Name | Las Cruces Public Schools | Ship To Name | Las Cruces Public Schools |
| Bill To | 505 S Main Suite 249 Las Cruces New Mexico 88001 United States | Ship To | 505 S Main Suite 249 Las Cruces New Mexico 88001 United States |

| Product | Product Code | List Unit Price | Unit Sales Price | Quantity | Total price |
|--|-------------------------|-----------------|------------------|----------|--------------|
| EVSE Nuvve DC 60kW V2G Station (Single Port, CCS1, 25ft Cable, BABA) | TP-60DC-V2G-H1-C-BA | \$43,000.00 | \$43,000.00 | 5.00 | \$215,000.00 |
| Standard OEM Warranty Nuvve TP DC (2 years, parts only) | WTY-TP-DC | Included | Included | 5.00 | \$0.00 |
| FleetBox Subscription (Included w/ L3 bi-directional) - 2 years | SW-NV-FB-L3-V2G-Y2-FREE | Included | Included | 5.00 | \$0.00 |
| Commissioning for DC Bi-Directional (per unit) - up to 10 units per site | COM-RH-1UNIT-10-BD | \$2,250.00 | \$2,250.00 | 5.00 | \$11,250.00 |
| FleetBox Subscription (for L3 DC bi-directional) - 3 years | SW-NV-FB-L3-V2G-Y3 | \$4,300.00 | \$4,300.00 | 5.00 | \$21,500.00 |
| Maintenance Contract (one year) for DC Bi-Directional: 1 Visit / Year | MTNC-DC-BI-VISIT1 | \$900.00 | \$900.00 | 25.00 | \$22,500.00 |
| Shipping | SHIPPING | \$1,882.89 | \$1,882.89 | 1.00 | \$1,882.89 |

| Product | Product Code | List Unit Price | Unit Sales Price | Quantity | Total price |
|------------------|--------------|-----------------|------------------|----------|--------------|
| Tax | TAX | \$18,038.50 | \$18,038.50 | 1.00 | \$18,038.50 |
| SUBTOTAL: | | | | | \$290,171.39 |
| Total: | | | | | \$290,171.39 |

Terms and Conditions

Nuvve's software is licensed on a subscription basis subject to terms, conditions and pricing that may be updated from time to time. Customer understands and acknowledges that any software subscription or license included in this purchase order does not necessarily extend to future improvements upon or expansions of the software. Such improvements or expansions, including vehicle-to-grid services or monetization functionalities (which may be market-specific) may be subject to separately negotiated revenue sharing arrangements and/or additional charges quoted prior to implementation or activation.

You acknowledge that V2G functionality is not guaranteed since it is highly dependent upon the vehicle manufacturer's technology capabilities, as well as the local electric distribution utility interconnection requirements. To enable V2G revenues, additional details such as interconnection agreements, energy applications and other terms will need to be defined. All V2G functionality must be through Nuvve's software and is not available for third party control.

All Equipment shall be shipped FCA (Incoterms 2020) from Nuvve's shipping point, with title passing from Nuvve to Customer at such point. While title of the Equipment will have transferred to Customer, should the Customer desire to engage Nuvve to provide warehousing and related services, such services will require a separate service contract or quote with Nuvve. Unless Customer expressly designates its shipping carrier in the applicable purchase order, Nuvve will designate and contract the shipping carrier on Customer's behalf and include related shipping, handling and/or insurance charges in the final Customer invoice. Risk of loss shall pass at (a) the point of shipment if Customer's designated carrier is used, or (b) at the delivery destination if Nuvve designates and contracts the carrier on Customer's behalf. Where Nuvve bears the risk of loss, Nuvve's sole and exclusive obligation and liability with respect to any lost shipments shall be to replace the goods, or at Nuvve's sole election, issue a refund for the non-delivered goods.

NUVVE STANDARD TERMS AND CONDITIONS APPLY

Please review full terms and conditions here: <https://nuvve.com/wp-content/uploads/2024/03/nuvve-terms-and-conditions-of-sale.pdf>



3100 Harrelson St. Las Cruces,
NM 88005

P: (575) 532-1110 F: (575) 521-1886

DATE

07/10/25

CUSTOMER

NUVVE

ATT

Rawah Baker

PHONE

619-203-6628

PROJECT

LCPS Addition of Bus Chargers

PREPARED BY:

Jay Chapman

THIS DOCUMENT IS CONFIDENTIAL

NMDOL Certificate of Contractor
Registration #0102812090718.

Expires 07/03/2026

Resident Contractor Certificate #
L1879808432

Federal ID# 20-2087491

Electrical License #92043 EE98, EL01,
GB98.

JOB QUOTE/PROPOSAL

| | |
|--|---------------------------------------|
| LCPS Addition of Bus Chargers | |
| Base Bid | 3- Bus Chargers \$80,726.00 |
| Addition 2 extra- Bus Chargers | Add 2 Bus Chargers \$52,098.00 |
| TOTAL for 5 Chargers \$132,824.00 | |

| ITEM | Included | Excluded | Additional Comments |
|--|-------------------------------------|-------------------------------------|---------------------|
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| Includes concrete bases for charging | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| CUT, REMOVE and PATCH ASPHALT AS REQUIRE | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Receive and set Bus Chargers | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Bus Charger wiring and termination | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| CID Permitting | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Service is existing and large enough for additional 5 chargers | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |
| ASPHALT/ CONCRETE cut/patch repair | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| Sales tax | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| DESIGN SERVICES/ ENGINEERED DRAWINGS ARE NOT INCLUDED | <input type="checkbox"/> | <input checked="" type="checkbox"/> | |
| | <input type="checkbox"/> | <input type="checkbox"/> | |

Las Cruces V2G Electric School Bus Pilot Project

Purpose of the Project

This project aims to demonstrate Vehicle-to-Everything (V2X) capabilities using electric school buses (ESBs) in partnership with El Paso Electric (EPE) and Las Cruces Public Schools (LCPS). While EPE does not yet have a formal V2G program, this project would allow collaboration with Fermata Energy to explore V2G use cases and implementation pathways.

We propose a turnkey, one-year V2G pilot using ESB's. The project will take place at the LCPS district, using six existing (6) Thomas Built buses. LCPS currently has five (5) BorgWarner 60 kW DC fast chargers (DCFC) and seven (7) V2G PowerPorts, but will require upgrades to V2G-capable chargers (e.g., Tellus Power Green) to support full V2G functionality.

The pilot will test electric school bus participation in V2G demand response, similar to the Connected Solutions program or the Emergency Load Reduction Program (ELRP), using day-ahead notifications for V2G dispatch. While compensation for V2G grid exports is currently not available for EPE customers, this demonstration could lay the groundwork for a future demand response program with fixed kW/kWh rates and no penalties for non-performance. Additional use cases will also be explored to inform scalable V2G models that support EPE's long-term grid and policy goals.

LCPS has expressed interest in participating in this V2G pilot. EPE and Fermata Energy will work to ensure the rapid deployment of upgraded chargers and integration into the pilot. Fermata Energy's platform will enable a demand response-style program for EPE, along with additional use cases of mutual benefit.

V2G Pilot Costs

| Payment Milestone | Related Deliverables / Tasks | Payment Amount |
|----------------------------------|--|-----------------|
| Project Launch | Contract execution Use case evaluation discussion Installation consulting work / engineering design services to support EPC Project kickoff meeting with El Paso Electric and Las Cruces Public Schools | \$75,000 |
| Test Plan & Use Case Development | Delivery of detailed test plan, based on mutually agreed upon use cases, to EPE and Las Cruces Public Schools | \$75,000 |
| V2G Testing | Pilot Initiation Data Validation Continued Event Dispatch | \$75,000 |

| | | |
|---------------------------------------|---|------------------|
| | Data Visualization, Reporting and Transfer Monthly updates | |
| Final Data Report & Project Close Out | Final data report | \$25,000 |
| TOTAL | | \$250,000 |

Larry Tillotson, *Interim* Executive Director
Sean Murray, Deputy Director of Capital Operations
Matthew Schimmel, Chief Financial Officer



(505) 843-6272
<https://www.nmpsfa.org/>

October 28, 2025

Rio Rancho Public Schools
PO Box 25704 Suite 300E
Albuquerque, NM 87125

Dear Rio Rancho Public Schools,

Thank you for participating in the first round of funding for the 2025 Senate Bill 48 Community Benefit Fund. Based on your original application and subsequent clarifications provided during our meeting on October 21, 2025, we are pleased to share the final award details and important reminders below.

Final Approved Budget:

\$ 4,000,000.00

Final Approved Uses:

Six (6) electric school buses, five (5) electric vehicle charging stations, and upgrade of electrical systems to support charging infrastructure. Total cost per quotes provided is \$3,631,771.26, additional budget provided in this award to cover any additional fees or costs related to the work.

Important Reminders

1. All awarded funds must be fully expended and the associated work completed by the end of Fiscal Year 2028 (June 30, 2028).
2. Funds from this award may only be used for the purpose specified in the Final Approved Uses above.
3. Upon completion of the items indicated in this award, Rio Rancho Public Schools must report actual expenditures to the Public School Facilities Authority (PSFA) and provide copies of final purchase orders and paid invoices documenting the completed work or purchases.
4. Any unspent or remaining funds upon completion of the work, or as of June 30, 2028, must be addressed as follows:
 - a. Returned to PSFA for reimbursement to the Community Benefit Fund;

- b. May be applied toward future rounds of funding under this initiative, provided the Rio Rancho Public Schools is approved for additional awards;
 - c. May be retained if the Rio Rancho Public Schools submits a formal request to PSFA for an amendment to this award letter, including a detailed plan outlining the proposed use of the remaining funds.
5. Timely expenditure of funds is strongly encouraged.

Budget Setup Instructions

1. The Public Education Department (PED) requires Rio Rancho Public Schools to submit a Budget Adjustment Request (BAR) to their PED Budget Analyst to establish budget authority for FY 2025–2026.
2. Rio Rancho Public Schools must use Fund 31200 and Revenue Code 43209 when setting up the budget.
3. For questions regarding PED requirements, please contact your assigned PED Budget Analyst.

Next Steps

To finalize this award, please complete and sign the Declaration of Award Acceptance below. The signature must be provided by representative or designee who is authorized to accept and receive funds on behalf of the Rio Rancho Public Schools.

DECLARATION OF AWARD ACCEPTANCE

The undersigned hereby certifies the Rio Rancho Public Schools decision regarding the HB-2 Community Benefit Fund award as follows: (Please check one)

- Accepted**
- Rejected**

By accepting this award, the Rio Rancho Public Schools affirms that:

1. Funds will be used exclusively for the purposes outlined in the award letter and in accordance with 2025 House Bill 2 and 2025 Senate Bill 48.
2. All conditions, reminders, and reporting requirements will be met as specified.
3. Any unexpended funds remaining after project completion will be returned to the Community Benefit Fund, unless a revised use plan is submitted and approved per the procedures outlined in the original award letter.

Signature

Name: _____
Title: _____
Date: _____

Attachments

- Original Application
- U.S. Electric RFP Number: 2023-004-FAC





2025-2026

ELECTRIC CHARGING INFRASTRUCTURE INCLUDING UPGRADING FROM DIESEL-FUELED SCHOOL BUSES

School District: Rio Rancho Public Schools

Contact Person: Nicholas Brook

Address 1: 821 Moccasin Dr NE, 87144

Address 2: _____

City: Rio Rancho

State: New Mexico

1. Is the district interested in applying for electric vehicle charging infrastructure? If so, please specify how many charging stations and provide an estimated cost.
 Yes, 3 fast / dual chargers. Charger cost is about \$65,000 each for a total of \$195,000 for chargers.

2. Is the district interested in electric school bus funding? If so, how many buses are you interested in applying for? Please provide an estimated cost.
 Yes. 6 Buses estimated cost per bus is \$430,000 for a total of \$2,580,000.

3. Does your district currently have any electric charging stations on site? If so, please provide details.
 No

4. When does the district anticipate starting the infrastructure project and/or ordering the electric bus(es)?
 As soon as a contractor can start which has minimal interference with operations.

5. Will the district be replacing any buses? If so, list the year make and model of the buses.
 No

6. What utility upgrades, if any, will the site require?
 Electrical upgrades with installation of chargers at an estimated \$856,771.26

Acknowledgement and Certification of Fund Uses

The undersigned hereby acknowledges the stated purpose and allowable uses of the General Appropriation Act of 2025 (HB2) fund distribution to Rio Rancho Public Schools (district/charter) and certifies that all funds will be expended solely for the purposes outlined in HB2 and that all related conditions and contingencies will be met.

Signature: *Nicholas Brook*
Superintendent/Head Administrator

Date: 8-28-25

August 28, 2025

RFP Number: 2023-004-FAC

Project Number:

Site Location: Rio Rancho Public Schools- EV Charging Stations for Transportation

PROJECT SUMMARY

U.S. Electrical Corporation is pleased to provide a proposal for the above referenced project per the documents, drawings, and specifications provided/or listed below.

Scope of Work

1. New Electrical Service – Install new 480V service sized for up to 20 EV bus chargers.
2. Phase 1 Installation – Provide and install five (5) EV chargers with supporting electrical gear and infrastructure.
3. Future Capacity – System designed to allow expansion to 15–20 chargers in later phases.

Budgetary Estimate Includes

- Five (5) EV chargers (Phase 1)
- Estimated PNM utility service costs
- 480V electrical distribution equipment
- Excavation/asphalt/concrete
- Permitting, engineering, and labor

Notes

- This is a budgetary ballpark estimate subject to detailed engineering, utility confirmation and price increases.

PRICING

U.S. Electrical Corporation is pleased to provide a price for the above scope of work for **\$856,771.26** based on performing site work during a normal schedule Monday-Friday. For any additional work or work that cannot be performed during regular working hours (7am-3:30pm) or must be performed on weekends or holidays, additional rates would apply.

CLARIFICATIONS

Please consider the following clarifications/exclusions:

1. NM Gross receipts tax on labor only.
2. All utility costs and fees or utility allowances to be carried by others.



U.S. ELECTRIC

NM License #57043

301 California St SE, Albuquerque, NM 87108

(505) 260-1000

3. All other work not stated in above Project Summary or Equipment BOM.

PROPRIETARY AND CONFIDENTIAL INFORMATION

U.S. Electrical Corporation proposal is considered proprietary and confidential information, which may only be used by the customer to evaluate and respond to our proposal. By accepting this proposal, the customer agrees to not use this proposal, or any information contained herein, in any manner adverse to U.S. Electrical interests and keep in confidence.

Please feel free to contact me if you should need any additional information and thank you for the opportunity.

Sincerely,

Seth Schmile, Service Department Coordinator
seths@uselectricalcorp.com



I. Recertification of SSTBs

II. Presenter(s): Matthew Schimmel, Chief Financial Officer

III. Potential Motion:

Council approval to adopt the Resolution, Notification, Certification, and Reconciliation of unexpended bond proceeds as follows:

- **SSTB24SD 0001** –Certifying the net amount of **\$6,857,485** to be used for other the PSCOC projects.

IV. Executive Summary:

Key Points:
The following recertifications of SSTBs are based on adjustments and awards:

SSTB24SD 0001 – Certifying the net amount of \$6,857,485

| Row Labels | Sum of Certifying | Sum of Decertifying |
|------------------------------------|------------------------|---------------------|
| P24-005 Springer - Teacher Housing | \$ 2,168,573.00 | |
| P25-007 Las Vegas ES/MS Combined | \$ 2,188,912.00 | |
| FY26-FY27 Supplemental Budget | \$ 2,500,000.00 | \$ - |
| Grand Total | \$ 6,857,485.00 | \$ - |

Exhibit(s):
A – Resolution and Worksheet SSTB24SD 0001

STATE OF NEW MEXICO
Public School Capital Outlay Council

RESOLUTION, NOTIFICATION AND CERTIFICATION

WHEREAS, money from the proceeds of severance tax bonds and supplemental severance tax bonds (“Bonds”) authorized pursuant to Sections 7-27-12.2 NMSA 1978 (the “Act”), is needed for the purpose of carrying out the provisions of the Public School Capital Outlay Act;

WHEREAS, the State Secretary of Public Education has certified that proceeds from the sale of the Bonds is necessary to make the distributions in the current fiscal year pursuant to Section 22-25-9 NMSA 1978 for the purpose of carrying out the provisions of the Public School Capital Improvements Act;

WHEREAS, money from the proceeds of the sale of the Bonds authorized in the Act is needed to make awards and expenditures pursuant to Section 22-24-4 & 22-24-5 NMSA 1978 for capital project grant assistance, lease payment assistance and related uses pursuant to the Public School Capital Outlay Act and;

WHEREAS, at its meeting on **March 11, 2026**, the Council adopted the resolution and certification set forth below:

NOW, THEREFORE, BE IT RESOLVED AND CERTIFIED THAT:

1. Exhibit A to the Resolution, Notification and Certification dated December 16, 2024 is amended to reauthorize **six million eight hundred fifty seven thousand four hundred eighty five dollars (\$6,857,485)** per the attached SSTB24SD 0001 Reconciliation worksheet for the following projects:

| | | |
|---------------------------------------|----|-----------|
| a) P24-005 Springer - Teacher Housing | \$ | 2,168,573 |
| b) P25-007 Las Vegas ES/MS Combined | \$ | 2,188,912 |
| c) FY26-FY27 Supplemental Budget | \$ | 2,500,000 |

2. **Eighteen million fifty five thousand six hundred thirty four dollars (\$18,055,634)** remains uncommitted.

Dated: **March 11, 2026**

PUBLIC SCHOOL CAPITAL OUTLAY
COUNCIL

By: _____
Joe Guillen, Chair PSCOC

SSTB24SD-0001 Reconciliation Worksheet

A09 - SSTB24SD 0001

March 11, 2026

| A-Code | Description | Previously Certified | Pending Certification | Certified | Actual Budget (SHARE) | Pending Budget (SHARE) | Budgeted |
|--------|---|--------------------------|------------------------|--------------------------|------------------------|------------------------|------------------------|
| 1 | P20-003 Roswell - Mountain View | \$ 30,833,179.00 | | \$ 30,833,179.00 | | | \$ - |
| 2 | P23-007 Estancia - Estancia ES | \$ 6,776,700.00 | | \$ 6,776,700.00 | | | \$ - |
| 3 | P24-014 Albuquerque - Van Buren MS | \$ 22,723,688.00 | | \$ 22,723,688.00 | | | \$ - |
| 4 | P23-002 Gallup-McKinley - Thoreau HS | \$ 54,624,638.00 | | \$ 54,624,638.00 | | | \$ - |
| 5 | P24-001 Maxwell - Combined | \$ - | | \$ - | | | \$ - |
| 6 | A09S24019 S24-019 Los Alamos HS (Los Alamos) | \$ 606,818.00 | | \$ 606,818.00 | \$ 606,818.00 | | \$ 606,818.00 |
| 7 | A09P21001 P21-001 Zuni - TwinButtes HS, Zuni HS | \$ 3,721,063.00 | | \$ 3,721,063.00 | \$ 3,721,063.00 | | \$ 3,721,063.00 |
| 8 | P24-005 Springer - Teacher Housing | \$ - | \$ 2,168,573.00 | \$ 2,168,573.00 | | \$ 2,168,573.00 | \$ 2,168,573.00 |
| | P25-007 Las Vegas ES/MS Combined | \$ - | \$ 2,188,912.00 | \$ 2,188,912.00 | | \$ 2,188,912.00 | \$ 2,188,912.00 |
| 9 | FY26-FY27 Supplemental Budget | \$ - | \$ 2,500,000.00 | \$ 2,500,000.00 | | | \$ - |
| 10 | Subtotals | \$ 119,286,086.00 | \$ 6,857,485.00 | \$ 126,143,571.00 | \$ 4,327,881.00 | \$ 4,357,485.00 | \$ 8,685,366.00 |
| 11 | | | | | | | |
| 12 | SSTB24SD Proceeds | \$ 144,199,205.00 | | | | | |
| 13 | SSTB24SD Proceeds Uncommitted | \$ 18,055,634.00 | | | | | |
| 14 | SSTB24SD Proceeds Unbudgeted | \$ 126,143,571.00 | | | | | |

V. Informational

A. FY25 PSFA Audit Report

B. Legislative Session Update

C. Budget and Contract Support Update

D. P22-002 Combined School (Mosquero) – Project Update

E. Maintenance Status Program Report

I. FY25 PSFA Audit Report**II. Presenter(s):** Matthew Schimmel, Chief Financial Officer**III. Executive Summary (Informational):**Key Points:Cordova CPAs LLC (Auditor) Report Issued: **Unmodified**

- *Definitions:*
 - Unmodified: provides a reasonable level of assurance that the financial statements present a true and fair reflection of a governmental agency's results.
 - Qualified: financial statements are fairly presented, with the exception of a specified areas.
- Total Number of Findings: **1 (4 Items, detailed on page 64 of report)**
 - **2025-001 (2019-001) – Deficiencies in Internal Controls over Financial Close (Material Weakness) Repeat / Modified**
 1. Bond reconciliation not performed throughout the year:
 - The Authority failed to keep its bond reconciliation tool updated.
 - As a result, \$19,832,818 in construction project expenditures were not properly requested for drawdown until months after year-end.
 2. Internal transfers not completed timely:
 - The Authority delayed transferring administrative costs from fund 94700 (Capital) to 94300 (Operating).
 - The transfer of \$6,670,297 occurred months after year-end, leaving fund 94300 with a \$1,670,527 fund balance.
 3. Drawdown requests not processed on time:
 - Some project-related drawdowns for fund 94700 were not submitted during the year.
 - This caused a negative cash balance of \$6,256,400 in fund 94700 at year-end.
 4. Outstanding liability to the Board of Finance not remitted:
 - A \$13,263,582 liability from a prior reconciliation project (FY 2023) remained unpaid through FY 2025.

- The Authority also incorrectly drew down an additional \$6,639,815 in FY 2025, which must be repaid and added to the liability.
- Corrective Actions:
 1. Bond reconciliation not performed throughout the year:
 - Contracting assistance from a vendor to improve tracking spreadsheet for easier reconciliations.
 - Starting Phase 2 of SSTB platform to automate all functions of bonding sales, recertifications, decertifications, and variance reporting with SHARE and Trimble systems.
 2. Internal transfers not completed timely:
 - Currently submitting drawdown requests for 94300 operating budget one to two times a month.
 - Creating Journal Entries to reclassify revenues received from capital drawdown requests for operating budget in 94700 to recognize funding against 94300.
 3. Drawdown requests not processed on-time:
 - Conduct monthly reconciliations to support internal control requirements across all 34 active bonds.
 - Slowing processing at year-end to ensure no extra expenses are incurred during closeout.
 - Submitting one to two drawdown requests each month.
 - Monthly reconciliation for missed expenses in the current fiscal year to submit drawdown requests before year end and identify discrepancies.
 4. Outstanding liability to the Board of Finance not remitted:
 - Working with outside PSFA legal council and State Board of Finance to repurpose these funds to current projects or contractual assistance to reduce balance.

Exhibit(s):

A – Authorization to Release 2025 NM Public School Facilities Authority Audit Report
B – PSFA FY25 Audit Report

JOSEPH M. MAESTAS, P.E., CFE
STATE AUDITOR



DONNA MONTOYA TRUJILLO, CPA
DEPUTY STATE AUDITOR

State of New Mexico
Office of the State Auditor

Via: Email

01/14/2026 13:46:27

OSA Ref No. 940

0

iromero@nmopsfa.org

NM Public School Facilities Authority

Re: Authorization to Release 2025 NM Public School Facilities Authority Audit Report

The Office of the State Auditor (OSA) received the audit report for your agency on 11/03/2025. The OSA has completed the review of the audit report required by Section 12-6-14(B) NMSA 1978 and any applicable provisions of the Audit Rule. This letter is your authorization to make the final payment to the Independent Public Accountant (IPA) who contracted with your agency to perform the financial and compliance audit. In accordance with the audit contract, the IPA is required to deliver to the agency the number of copies of the report specified in the contract.

Pursuant to Section 12-6-5 NMSA 1978, the audit report does not become a public record until five days after the date of this release letter, unless your agency has already submitted a written waiver to the OSA. Once the five-day period has expired, or upon the OSA's receipt of a written waiver:

- the OSA will send the report to the Department of Finance and Administration, the Legislative Finance Committee and other relevant oversight agencies;
- the OSA will post the report on its public website; and
- the agency and the IPA shall arrange for the IPA to present the report to the governing authority of the agency, per the Audit Rule, at a meeting held in accordance with the Open Meetings Act, if applicable.

The IPA's findings and comments are included in the audit report on page 64-65. It is ultimately the responsibility of the governing authority of the agency to take corrective action on all findings and comments.

Sincerely,

A handwritten signature in blue ink that reads "Joseph M. Maestas".

Joseph M. Maestas, P.E., CFE
State Auditor

cc. Cordova CPAs, LLC

New Mexico Public School Facilities Authority

Financial Statements

For the Year Ended June 30, 2025



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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Table of Contents
 June 30, 2025

| | Exhibit/ Schedule | Page |
|--|------------------------------|-------------|
| INTRODUCTORY SECTION | | |
| Table of Contents | | 5 |
| Official Roster | | 7 |
| FINANCIAL SECTION | | |
| Independent Auditors' Report | | 10-12 |
| Management's Discussion and Analysis | | 14-19 |
| BASIC FINANCIAL STATEMENTS | | |
| Government-wide Financial Statements: | | |
| Statement of Net Position | A-1 | 22 |
| Statement of Activities | A-2 | 23 |
| Fund Financial Statements: | | |
| Balance Sheet - Governmental Funds | B-1 | 24 |
| Reconciliation of the Balance Sheet to the Statement of Net Position | | 25 |
| Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds | B-2 | 26 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities | | 27 |
| Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Modified Accrual Basis) and Actual - General Fund Appropriation Special Revenue Fund (93100) | C-1 | 28 |
| General Fund (94300) | C-2 | 29 |
| Bond Proceeds Capital Projects Special Revenue Fund (94700) | C-3 | 30 |
| Notes to Financial Statements | | 31-50 |
| SUPPLEMENTARY INFORMATION | | |
| Schedule of Joint Powers Agreements | I | 52-57 |
| COMPLIANCE SECTION | | |
| 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 <i>Government Auditing Standards</i> | | 60-61 |
| SCHEDULE OF FINDINGS AND RESPONSES | II | 63-65 |
| OTHER DISCLOSURES | | 66 |

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STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Official Roster
June 30, 2025

| <u>Name</u> | <u>Public School Capital Outlay Council</u> | <u>Title</u> |
|--|---|--|
| Ashley Leach | | Department of Finance & Administration |
| Mariana Padilla | | Public School Education Dpeartment |
| Elizabeth Groginsky | | Office of the Governor |
| Stewart Ingham | | Public Education Commission |
| Joe Guillen | | NM School Board Association |
| Charles Sallee | | Legislative Finance Committee |
| Martin Romero | | Construction Industries Division |
| John Sena | | Legislative Education Study Committee |
| Shawna Casebier | | Legislative Council Service |
| <u>Administration</u> | | |
| Larry Tillotson | | Interim Executive Director |
| Sean Murry | | Deputy Director |
| Matthew Schimmel | | Chief Deputy Financial Officer |
| Hieu Cruz | | Chief Procurement Officer |
| Nick Lourenco | | Human Resources Officer |
| Larry Tillotson | | Deputy Director of Operations, Quality & Outreach, Facilities Maintenance & Operations Support Manager |

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Joseph M. Maestas, P.E. CFE
New Mexico State Auditor
Members of the Public School Capital Outlay Council
State of New Mexico Public School Facilities Authority
Albuquerque, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the budgetary comparisons for the general fund and major special revenue funds of the New Mexico Public School Facilities Authority ("the Authority") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Authority as of June 30, 2025, and the respective changes in financial position thereof, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Authority'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.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Authority are intended to present the financial position, and the changes in financial position of only that portion of the governmental activities that are attributable to the transactions of the Authority. They do not purport to and do not present fairly the financial position of the State of New Mexico as of June 30, 2025, and the changes in its financial position, where applicable, for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Auditor's 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 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, including omissions, 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 standard and *Governmental 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 Authority'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 Authority's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 14 through 19 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. Schedule I required by 2.2.2 NMAC is presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and 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, Schedule I required by 2.2.2 NMAC is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2025, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.



Cordova CPAs LLC
Albuquerque, New Mexico
October 28, 2025

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STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

Mission Statement

The New Mexico Public School Authority's (Authority) mission is to support school communities in providing quality, sustainable, safe, and adequately equipped facilities that enhance educational outcomes for students and staff.

The Authority is an adjunct agency of the State of New Mexico, created in 2004 under Section NMSA 22-24-9. "Adjunct agencies" are those agencies, boards, commissions, offices, or other instrumentalities of the executive branch, not assigned to the elected constitutional officers, which are excluded from any direct or administrative attachment to a department, which retain policymaking and administrative autonomy separate from any other instrumentality of state government.

Overview of Financial Statements

The management discussion and analysis is intended to serve as an introduction to the Authority's basic financial statements. The Authority's basic financial statements consist of four components: 1) government-wide financial statements, 2) fund financial statements, 3) budget comparisons, and 4) notes to the financial statements. This report also contains other supplementary information besides the basic financial statements.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a board overview of the Authority's finances using the accrual method of accounting, similar to the private-sector business. The Authority has no business-type activities. The government-wide financial statements consist of the statement of net position and the statement of activities.

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

The Statement of Activities identifies financial resources that are directly related to the governmental function, including program and support activities. Financial resources not specifically related to governmental functions are shown as general resources. The Statement of Activities also shows the change in net position for the fiscal year.

Fund Financial Statements - Governmental Funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Like other agencies, the Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Unlike government-wide financial statements, governmental fund financial statements focus on current financial resources measurement on a modified accrual basis of accounting.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

The governmental funds include the General Fund, which accounts for the operating activities of the Authority; the Special Revenue Fund, which accounts for special projects that do not typically fall under the Standards and Systems Based projects; and the Public School Capital Outlay Fund, which accounts for capital projects awarded to the school districts.

The Authority adopts an annual appropriated budget for all of its funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate budget compliance.

Budgetary Comparisons. GASB 34 requires budgetary comparison schedules for the general fund and each major special revenue fund with a legally adopted annual budget. The budgetary comparison schedules present both the original and the final approved budgets for the reporting period as well as the actual inflows, outflows, and balances stated on the Authority's budgetary basis (modified accrual). Budgetary information is provided at the approved budget level to demonstrate compliance with legal requirements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS ANALYSIS

| | Governmental Activities <u>June 30, 2025</u> | Governmental Activities <u>June 30, 2024</u> | <u>Change</u> |
|---------------------------------------|--|--|-------------------|
| Assets: | | | |
| Current assets | | | |
| State General Fund Investment Pool | \$ - | \$41,913,510 | (41,913,510) |
| Other current assets | <u>63,922,994</u> | <u>6,930,196</u> | <u>56,992,798</u> |
| Total Current assets | 63,922,994 | 48,843,706 | 15,079,288 |
| Noncurrent assets | <u>30,130,362</u> | <u>1,597,890</u> | <u>28,532,472</u> |
| Total assets | <u>\$ 94,053,356</u> | <u>\$50,441,596</u> | <u>43,611,760</u> |
| Liabilities: | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 34,341,068 | \$26,216,689 | 8,124,379 |
| Other current liabilities | <u>25,354,053</u> | <u>15,805,995</u> | <u>9,548,058</u> |
| Total current liabilities: | 59,695,121 | 42,022,684 | 17,672,437 |
| Non-current liabilities | <u>507,206</u> | <u>44,909</u> | <u>462,297</u> |
| Total liabilities | 60,202,327 | 42,067,593 | 18,134,734 |
| Net position: | | | |
| Net investment in capital assets | 152,992 | 339,954 | (186,962) |
| Restricted for Special Appropriations | 32,747,265 | 6,644,107 | 26,103,158 |
| Unrestricted | <u>950,772</u> | <u>1,389,942</u> | <u>(439,170)</u> |
| Total net position | <u>\$ 33,851,029</u> | <u>\$ 8,374,003</u> | <u>25,477,026</u> |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

GOVERNMENT-WIDE FINANCIAL STATEMENTS ANALYSIS

| | Governmental Activities <u>June 30, 2025</u> | Governmental Activities <u>June 30, 2024</u> | <u>Change</u> |
|-------------------------------------|--|--|-------------------|
| Expenses | | | |
| Education | \$ 302,311,327 | \$ 256,101,089 | 46,210,238 |
| General government | 6,820,746 | 6,518,691 | 302,055 |
| Total expenses | <u>309,132,073</u> | <u>262,619,780</u> | <u>46,512,293</u> |
| General revenues | | | |
| Inter-agency transfers | 334,144,463 | 265,379,464 | 68,764,999 |
| Miscellaneous revenues | 797,568 | 375 | 797,193 |
| Gain on sale of capital assets | 5,000 | - | 5,000 |
| Total revenues | <u>334,947,031</u> | <u>265,379,839</u> | <u>69,567,192</u> |
| Change in net position | 25,814,958 | 2,760,059 | 23,054,899 |
| Net position, beginning | 8,374,003 | 5,613,944 | 2,760,059 |
| Restatement (Note 18) | (337,932) | - | (337,932) |
| Net position, beginning as restated | <u>8,036,071</u> | <u>5,613,944</u> | <u>2,422,127</u> |
| Net position, ending | <u>\$ 33,851,029</u> | <u>\$ 8,374,003</u> | <u>25,477,026</u> |

Condensed Government-Wide Financial Statements

Total assets consist of receivables, project close-outs, right-of-use, and capital assets, which increased by over \$43.61 million or 86.46% from the prior year. Total liabilities include cash overdraft of over \$4 million, accounts payable, due to local government and other state agencies, leasing activities, and compensated absences. Total liabilities increased by over \$18.13 million or 43.10% due to unpaid vouchers and refunds of bond proceeds to the Board of Finance. The Authority's net position increased by over \$25.48 million or 304.24% due to an increase in accrued receivables from the Board of Finance for project expenditures.

The education expenses increased by over \$46.21 million or 18.04% from last year because more school districts are spending on their capital project funding due to high material costs, private sector construction, and a shortage of labor.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

General government activities increased by about \$302,055 thousand or 4.63% to account for pay raises, operating costs, etc. Inter-agency transfers are from cash drawdown requests from the Board of Finance from severance tax bond proceeds.

Although the Authority oversees and funds various construction projects, the Authority does not maintain ownership; ownership is turned over to the respective school district upon completion of the project. The Authority also does not carry any of the debt obtained to fund the construction project; the debt resides with the New Mexico Board of Finance.

Fund Financial Statements

As presented on the balance sheet, the governmental funds reported a combined fund balance of over \$34.31 million, a net increase of over \$26.00 million or 312.74% from the prior fiscal year. This is due to accrued receivables from the Board of Finance for project expenditures.

In FY22, the Authority received \$850,000 from the General Fund Appropriation (93100) under the Laws of 2021, Chapter 138, Section 49 to plan, design, and construct infrastructure and facilities that fall outside of the statewide adequacy standards developed pursuant to Subsection C of Section 22-24-5 NMSA 1978 at an elementary school project in the Grants-Cibola County School District. A total of \$619,456 has been spent on this project through FY25.

The General Fund (94300) is the Authority's operating fund, financed mainly from the severance tax bond proceeds. Any unexpended amounts at year end will be reverted back to the Board of Finance.

The Capital Project Fund (94700) accounts for projects awarded to the school districts by the Public School Capital Outlay Council, funded by the severance tax bond proceeds. The capital project fund had a positive net change in fund balance of about \$24.11 million due to the accrued receivables from the Board of Finance.

Budgetary Highlights

The General Fund (94300) had an original budget of \$7,411,000 and a final budget of \$7,411,000. The budget remained flat, but there was an increase in the personnel services by \$200,740 to cover salary and insurance costs. The actual expenditures at year-end were understated by approximately \$600,000 compared to the final budget.

In FY25, the Bond Proceeds Capital Projects Special Revenue Fund (94700) saw an increase in budgeted inflows of \$576,017,079 from Supplemental Severance Tax Bonds related to capital awards. There were no changes between the original and final budgets. The actual expenditures at year-end were understated by approximately \$260.70 million compared to the final budget.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

Currently Known Facts

In FY25, the Public School Capital Outlay Council (PSCOC) is preparing to award Standards-based, Systems-based, Pre-Kindergarten, Lease Assistance, and Teacher Housing projects in November and December of 2024.

Background of Program Funding

In 1998, the Zuni school district brought a capital funding/facility suit against the state, Zuni School District v. State, CV-98-14-II (Dist. Ct., McKinley County Oct. 14, 1999), claiming that the funding system for capital items was unconstitutional. The trial court granted partial summary judgment in favor of the plaintiffs and ordered the state to "establish and implement a uniform funding system for capital improvements". In response, the Legislature amended the Severance Tax Bonding Act to create a new category of bonds to be funded by severance taxes termed "Supplemental Severance Tax Bonds (SSTBs)". Proceeds of SSTBs are earmarked by the Public School Capital Outlay Act to be utilized for public school improvements.

Revenue Volatility

Severance tax revenues are derived from the production of oil, natural gas, and other minerals. The value of these products is inherently volatile. Hurricanes, pipeline constraints, new extraction technologies, and geopolitical events affect domestic and global supply and demand, causing commodity prices and, hence, the valuation base of severance tax collections to fluctuate widely, causing revenue volatility in the public school capital outlay fund. Since 1999, the majority of the revenues generated for the public school capital outlay fund are from the issuance of supplemental severance tax notes – short-term notes (1-3 day maturity) sold to the State Treasury. The short-term nature of these obligations reduces risk in the Severance Tax Bond program, but a side effect is a more volatile revenue stream to the public school capital outlay fund since long-term issuances are not typically used to stabilize funding. Five-year revenue projections from Sources and Uses of Bonding Capacity Available for Authorization published by the Board of Finance forecast an aggregate increase in revenue of 28.3%.

New Mexico Average Facilities Condition Index (FCI) for School Buildings

A key performance measure for public school building conditions is the average facilities condition index (FCI). FCI is a ratio of needed repairs, including life cycle renewal requirements, divided by replacement value. For example, assume you own a \$100,000 house that needs a new \$15,000 roof. The FCI is reached by dividing the repair cost by the house cost, $\$15,000/\$100,000 = 15\%$ FCI.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Management Discussion and Analysis
June 30, 2025

Request for Information

This financial report is designed to provide a general overview of the Authority's finances. Questions concerning any of the information provided in this report or any request for additional financial information contact:

New Mexico Public School Facilities Authority
1312 Basehart, Suite 200,
Albuquerque, NM 87116.
(505)-843-6272.

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Net Position
 June 30, 2025

Exhibit A-1

| | Governmental Activities |
|--|------------------------------------|
| Assets | |
| Current assets | |
| Investment in State General Fund Investment Pool | \$ - |
| Advances receivable | 2,283,666 |
| Due from local governments | 1,611,246 |
| Due from State of New Mexico | 60,028,082 |
| Total current assets | 63,922,994 |
| Noncurrent assets | |
| Advances receivable | 29,275,205 |
| Lease right of use assets, net of accumulated amortization of \$81,360 | 21,542 |
| Subscription right of use assets, net of accumulated amortization of \$309,409 | 618,816 |
| Capital assets, net of accumulated depreciation | 214,799 |
| Total noncurrent assets | 30,130,362 |
| Total assets | \$ 94,053,356 |
| Liabilities | |
| Current liabilities | |
| Overdraft of Investment in State General Fund Investment Pool | \$ 4,048,385 |
| Accounts payable | 34,341,068 |
| Accrued salaries payable | 123,482 |
| Lease payable | 15,671 |
| Subscriptions payable | 365,224 |
| Due to local governments | 464,041 |
| Due to other state agencies | 19,903,397 |
| Compensated absences | 433,853 |
| Total current liabilities | 59,695,121 |
| Noncurrent liabilities | |
| Compensated absences | 185,936 |
| Lease payable | 6,047 |
| Subscriptions payable | 315,223 |
| Total noncurrent liabilities | 507,206 |
| Total liabilities | 60,202,327 |
| Net Position | |
| Investment in capital assets | 152,992 |
| Restricted for special appropriations | 32,747,265 |
| Unrestricted | 950,772 |
| Total net position | 33,851,029 |
| Total liabilities and net position | \$ 94,053,356 |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Activities
 For the Year Ended June 30, 2025

Exhibit A-2

| Expenses | <u>Governmental Activities</u> |
|---|---|
| Education | \$ 302,311,327 |
| General Government | |
| Personnel services and employee benefits | 5,328,456 |
| Contractual services | 185,219 |
| Other costs | <u>1,307,071</u> |
| <i>Total expenses</i> | <u>309,132,073</u> |
| General revenues and transfers | |
| Inter-agency transfers in | 334,144,463 |
| Gain on disposal of assets | 5,000 |
| Miscellaneous | <u>797,568</u> |
| <i>Total general revenues and transfers</i> | <u>334,947,031</u> |
| Change in net position | <u>25,814,958</u> |
| Net position, beginning | 8,374,003 |
| Net position - restatement (Note 18) | <u>(337,932)</u> |
| Net position - as restated | <u>8,036,071</u> |
| Net position, ending | <u><u>\$ 33,851,029</u></u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Balance Sheet
 Governmental Funds
 June 30, 2025

Exhibit B-1
 Page 1 of 2

| | General Fund Appropriation 93100 | General Fund 94300 | Bond Proceeds Capital Projects 94700 | Total |
|---|---|-------------------------------|---|----------------------|
| ASSETS | | | | |
| Investment in State General Fund Investment Pool | \$ 25,217 | \$ 2,182,798 | \$ - | \$ 2,208,015 |
| Advances receivable, current | - | - | 2,283,666 | 2,283,666 |
| Advances receivable, long-term | - | - | 29,275,205 | 29,275,205 |
| Due from local governments | - | - | 1,611,246 | 1,611,246 |
| Due from State of New Mexico | - | - | 60,028,082 | 60,028,082 |
| <i>Total assets</i> | <u>\$ 25,217</u> | <u>\$ 2,182,798</u> | <u>\$ 93,198,199</u> | <u>\$ 95,406,214</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Liabilities</i> | | | | |
| Investment in State General Fund Investment Pool | \$ - | \$ - | \$ 6,256,400 | \$ 6,256,400 |
| Accounts payable | - | 488,755 | 33,852,313 | 34,341,068 |
| Accrued salaries payable | - | 123,482 | - | 123,482 |
| Due to local governments | - | - | 464,041 | 464,041 |
| Due to other state agencies | - | - | 19,903,397 | 19,903,397 |
| <i>Total liabilities</i> | <u>-</u> | <u>612,237</u> | <u>60,476,151</u> | <u>61,088,388</u> |
| <i>Fund balances</i> | | | | |
| Restricted for special appropriations | 25,217 | - | 32,722,048 | 32,747,265 |
| Unassigned | - | 1,570,561 | - | 1,570,561 |
| <i>Total fund balances</i> | <u>25,217</u> | <u>1,570,561</u> | <u>32,722,048</u> | <u>34,317,826</u> |
| <i>Total liabilities and fund balances</i> | <u>\$ 25,217</u> | <u>\$ 2,182,798</u> | <u>\$ 93,198,199</u> | <u>\$ 95,406,214</u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Reconciliation of the Balance Sheet to the Statement of Net Position
 Governmental Funds
 June 30, 2025

Exhibit B-1
 Page 2 of 2

| | | |
|--|----|-------------|
| Fund Balance - Governmental Funds (Exhibit B-1) | \$ | 34,317,826 |
| Amounts reported for governmental activities in the Statement of Net Position is different because: | | |
| Capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and, therefore, are not reported in the funds | | 214,799 |
| Right of use asset, net of amortization, used in governmental activities are not financial resources, and therefore, are not reported in the funds | | 21,542 |
| Subscription asset, net of amortization, used in governmental activities are not financial resources, and therefore, are not reported in the funds | | 618,816 |
| Long-term liabilities, including lease payables and compensated absences payable are not due and payable in the current period and therefore, are not reported in the funds: | | |
| Accrued compensated absences not due and payable | | (619,789) |
| Lease payable | | (21,718) |
| Subscriptions payable | | (680,447) |
| | | (1,321,954) |
| Total net position (Exhibit A-1) | \$ | 33,851,029 |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Governmental Funds
 For the Year Ended June 30, 2025

Exhibit B-2
 Page 1 of 2

| | General Fund Appropriation 93100 | General Fund 94300 | Bond Proceeds Capital Projects 94700 | Total |
|--|---|-------------------------------|---|----------------------|
| REVENUES: | | | | |
| Miscellaneous income | \$ - | \$ - | \$ 797,568 | \$ 797,568 |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>797,568</u> | <u>797,568</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Education | 619,455 | - | 301,549,121 | 302,168,576 |
| General Government: | | | | |
| Personnel services and employee benefits | - | 5,326,769 | - | 5,326,769 |
| Contractual services | - | 185,219 | - | 185,219 |
| Other costs | - | 953,998 | - | 953,998 |
| Capital outlay | - | 945,821 | - | 945,821 |
| Debt Service: | | | | |
| Principal payments on leases | - | 291,681 | - | 291,681 |
| <i>Total expenditures</i> | <u>619,455</u> | <u>7,703,488</u> | <u>301,549,121</u> | <u>309,872,064</u> |
| <i>Excess (deficiency) of revenues over expenditures</i> | <u>(619,455)</u> | <u>(7,703,488)</u> | <u>(300,751,553)</u> | <u>(309,074,496)</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Subscription based information technology arrangement | - | 928,225 | - | 928,225 |
| Internal transfers (out) | - | 6,670,297 | (6,670,297) | - |
| Inter-agency transfers | - | - | 334,144,463 | 334,144,463 |
| Proceeds from sale of building | - | 5,000 | - | 5,000 |
| <i>Total other financing sources and (uses)</i> | <u>-</u> | <u>7,603,522</u> | <u>327,474,166</u> | <u>335,077,688</u> |
| <i>Net change in fund balance</i> | (619,455) | (99,966) | 26,722,613 | 26,003,192 |
| <i>Fund balance - beginning of year</i> | <u>644,672</u> | <u>1,670,527</u> | <u>5,999,435</u> | <u>8,314,634</u> |
| <i>Fund balance - end of year</i> | <u>\$ 25,217</u> | <u>\$ 1,570,561</u> | <u>\$ 32,722,048</u> | <u>\$ 34,317,826</u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2025

Exhibit B-2
 Page 2 of 2

| | | |
|--|----|-------------------|
| Net change in fund balance - governmental funds | \$ | 26,003,192 |
| <p>The change in net position reported for governmental activities in the statement of activities is different because:</p> | | |
| <p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:</p> | | |
| Capital Outlay additions reported in capital outlay expenditures | | 17,596 |
| Depreciation expense | | (142,751) |
| New subscription based information technology arrangement contracts | | 928,225 |
| <p>Expenses in the Statement of Activities that are not paid from current financial resources are not reported as expenditures in the funds:</p> | | |
| Amortization expense on right of use asset | | (43,665) |
| Amortization expense on subscription assets | | (309,409) |
| <p>Expenses in the Statement of Activities that do not consume current financial resources are not reported as expenditures in the funds:</p> | | |
| Principal payments on leases | | 43,904 |
| Principal payments on SBITA's | | 247,778 |
| SBITA liability proceeds | | (928,225) |
| Increase in compensated absences | | (1,687) |
| Change in Net Position (Exhibit A-2) | \$ | <u>25,814,958</u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 General Fund Appropriation (93100) Special Revenue Fund
 For the Year Ended June 30, 2025

| | Budgeted Amounts | | Actual (Modified Accrual) Basis | Variances Favorable (Unfavorable) |
|--|-------------------------|---------------------|--|--|
| | Original | Final | | Final to Actual |
| <i>Revenues:</i> | | | | |
| Miscellaneous revenue | \$ - | \$ - | \$ - | \$ - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Education | 858,382 | 858,382 | 619,455 | 238,927 |
| <i>Total expenditures</i> | <u>858,382</u> | <u>858,382</u> | <u>619,455</u> | <u>238,927</u> |
| <i>Excess (deficiency) of revenues over expenditures</i> | <u>(858,382)</u> | <u>(858,382)</u> | <u>(619,455)</u> | <u>238,927</u> |
| <i>Other financing sources (uses)</i> | | | | |
| General fund appropriation | 18,800 | 18,800 | - | (18,800) |
| <i>Total other financing sources (uses)</i> | <u>18,800</u> | <u>18,800</u> | <u>-</u> | <u>(18,800)</u> |
| <i>Net change in fund balances</i> | <u>\$ (839,582)</u> | <u>\$ (839,582)</u> | <u>\$ (619,455)</u> | <u>\$ 220,127</u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 General Fund (94300)
 For the Year Ended June 30, 2025

| | <u>Budgeted Amounts</u> | | <u>Actual (Modified Accrual)</u> | <u>Variances Favorable (Unfavorable)</u> |
|--|-------------------------|---------------------|--------------------------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Basis</u> | <u>Final to Actual</u> |
| <i>Revenues:</i> | | | | |
| Miscellaneous revenue | \$ - | \$ - | \$ - | \$ - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| <i>General Government:</i> | | | | |
| Personnel services | 5,938,100 | 5,737,360 | 5,326,769 | 410,591 |
| Contractual services | 200,000 | 258,007 | 185,219 | 72,788 |
| Other costs | 1,272,900 | 1,415,633 | 1,263,275 | 152,358 |
| <i>Total expenditures</i> | <u>7,411,000</u> | <u>7,411,000</u> | <u>6,775,263</u> | <u>635,737</u> |
| <i>Excess (deficiency) of revenues over expenditures</i> | <u>(7,411,000)</u> | <u>(7,411,000)</u> | <u>(6,775,263)</u> | <u>635,737</u> |
| <i>Other financing sources (uses)</i> | | | | |
| <i>Transfers in:</i> | | | | |
| Interfund transfers | 7,186,200 | 7,186,200 | 6,670,297 | (515,903) |
| Proceeds from sale of building | - | - | 5,000 | 5,000 |
| <i>Total other financing sources (uses)</i> | <u>7,186,200</u> | <u>7,186,200</u> | <u>6,675,297</u> | <u>(510,903)</u> |
| <i>Net change in fund balances</i> | <u>\$ (224,800)</u> | <u>\$ (224,800)</u> | <u>\$ (99,966)</u> | <u>\$ 124,834</u> |

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

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Bond Proceeds Capital Projects Special Revenue Fund (94700)
 For the Year Ended June 30, 2025

| | Budgeted Amounts | | Actual (Modified Accrual) Basis | Variances |
|--|-------------------------|----------------------|--|--|
| | Original | Final | | Favorable (Unfavorable) Final to Actual |
| <i>Revenues:</i> | | | | |
| Miscellaneous revenue | \$ - | \$ - | \$ 797,568 | \$ 797,568 |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>797,568</u> | <u>797,568</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Education | 562,244,453 | 562,244,453 | 301,549,121 | 260,695,332 |
| <i>Total expenditures</i> | <u>562,244,453</u> | <u>562,244,453</u> | <u>301,549,121</u> | <u>260,695,332</u> |
| <i>Excess (deficiency) of revenues over expenditures</i> | <u>(562,447,082)</u> | <u>(562,447,082)</u> | <u>(300,751,553)</u> | <u>261,695,529</u> |
| <i>Other financing sources (uses)</i> | | | | |
| <i>Transfers in:</i> | | | | |
| Inter-agency transfers | 576,017,079 | 576,017,079 | 334,144,463 | (241,872,616) |
| <i>Transfers out:</i> | | | | |
| Interfund transfers | <u>(14,422,627)</u> | <u>(14,422,627)</u> | <u>(6,670,297)</u> | <u>7,752,330</u> |
| <i>Total other financing sources (uses)</i> | <u>561,594,452</u> | <u>561,594,452</u> | <u>327,474,166</u> | <u>(234,120,286)</u> |
| <i>Net change in fund balances</i> | <u>\$ (852,630)</u> | <u>\$ (852,630)</u> | <u>\$ 26,722,613</u> | <u>\$ 27,575,243</u> |

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

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 1 - DEFINITION OF REPORTING ENTITY

The Deficiencies Correction Unit (DCU) of the Public Schools Capital Outlay Council was created under Senate Bill 167 of the 2001 laws and was budgeted for the first time for the year ended June 30, 2002. Under Senate Bill 513 of the 2003 laws, the DCU became the State of New Mexico Public School Facilities Authority (the "Authority"). The new Authority consists of the staff, contracts, and equipment of the DCU and various staff, contracts, and equipment of the State Department of Education Capital Outlay Unit. Currently, the Authority is a fully independent agency vouchering through the State of New Mexico Department of Finance and Administration (DFA).

The State of New Mexico Legislature created the Authority to administer a state-wide program in which the deficiencies in the facilities of each public school district in the State of New Mexico were corrected on a school by school basis.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Authority is presented to assist in the understanding of the Authority's financial statements. The financial statements and notes are the representation of the Authority's management who is responsible for their integrity and objectivity. The financial statements of the Authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental agencies. 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 Authority's accounting policies are described below:

During the year ended June 30, 2025, the Authority did not have a GASB Statement No. 77 disclosure requirement.

Financial Reporting Entity

In evaluating how to define the Authority for financial reporting purposes, management has considered all potential programs and operations of the Authority. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39, GASB Statement No. 61. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency.

Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of the governing board by the Authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion is the scope of public service.

Application of this criterion involves considering whether the activity benefits the Authority and/or its residents and participants, or whether the activity is conducted within the geographic boundaries of the Authority and is generally available to its residents and participants.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the Authority is able to exercise oversight responsibilities.

Based upon the application of these criteria, the Authority has no component units, is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards, however, will be included in a state-wide Annual Comprehensive Financial Report (ACFR).

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The Authority's estimates include the useful lives of depreciable assets and the current portion of accrued compensated absences.

Basic Financial Statements - Government-wide Statements

The Authority's basic financial statements include both information on a government-wide basis and information presented on a fund basis. Government-wide financial statements include two basic financial statements: a statement of net position and a statement of activities. These statements do not include the fiduciary activities as they do not represent resources available to fund the Authority's programs. The Authority has no fiduciary fund activity.

Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental funds or business-type. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The Authority does not have any business-type activities at year end June 30, 2025.

The Authority's net position is reported in three parts: invested in capital assets; restricted net position and unrestricted net position. When applicable, the effect of interfund activity is removed from the statement of net position in order to avoid a grossing-up effect on assets and liabilities within the statements.

The objective of the statement of activities is to report the relative financial burden of each of the reporting government's functions on its taxpayers. The format identifies the extent to which each function of the government draws from the general revenues of the government or is self-financing through fees or intergovernmental aid.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government-wide Statement of Activities reflects both the gross and net cost per functional category which is otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function or a business-type activity. The Authority had no program revenues during the year ended June 30, 2025. The Authority includes two functions (general government and education).

Basic Financial Statements - Fund Financial Statements

The governmental funds in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. The presentation is deemed more appropriate to demonstrate legal and covenant compliance, to demonstrate the source and use of liquid resources and to demonstrate how the Authority's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements governmental column, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of government-wide presentation.

The fund financial statements are similar to the financial statements presented in the previous accounting model. Emphasis here is on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column. The General Fund is required to be a major fund, and the Special Revenue Fund also is required to be a major fund. Therefore, there are no non-major funds. The Authority has no fiduciary funds, but if the Authority did, they would not be included in the government-wide financial statements.

The financial transactions of the Authority are recorded in individual funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, expenditures or expenses and other financing sources or uses. Government resources are allocated to, and accounted for, in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

The reporting model under GASB 34 sets forth the minimum criteria (percentage of the assets, liabilities, revenues or expenditures of either fund category or the governmental and enterprise combines) for the determination of major funds. Due to the fund structure of the Authority, all funds are considered major funds and are included under as governmental funds. The Authority classifies all of its funds as major funds.

The following fund types are used by the Authority:

Governmental Funds - All governmental fund types are accounted for on a spending or financial flow measurement focus. Only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of available spendable resources.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental fund operating statements present increases (revenues and, other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of available spendable resources during a period.

Due to their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as government fund type expenditures of fund liabilities.

The General Fund Appropriation Special Revenue Fund is a Legislative Appropriation for Outside Adequacy - Impact Aid Districts coming to the authority to be used to fund projects of districts with tribal lands that would not normally fall under the Standards and Systems Based projects. The General Fund Appropriation (SHARE FUND # 94000-93100) is reverting in accordance with NMSA 22-24-5, 1978.

The General Fund is the general operating fund of the Authority and is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund (SHARE FUND # 94000-94300) is non-reverting in accordance with NMSA 22-24-5, 1978.

The Bond Proceeds Capital Projects Special Revenue Fund (SHARE FUND # 94000-94700) is the program fund of the Authority. It is used to account for all funding received and for all expenditures made for the operation of the deficiency's correction program. This fund is a non-reverting fund in accordance with NMSA 22-24-5, 1978.

Measurement Focus, Basis of Accounting and Financial Reporting Presentation

Basis of accounting refers to the point at which revenues or expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place.

All governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. Under this method, revenues and other governmental fund financial resource increments are recognized in the accounting period in which they become susceptible to accrual – that is, when they become both measurable and available to finance expenditures of the fiscal period ("available" meaning collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, typically 60 days).

Expenditures are recorded as liabilities when incurred. An exception to this general rule is that accumulated unpaid annual, compensatory and certain sick leave are not accrued as current liabilities but as non-current liabilities. However, in the government-wide financial statements, both current and long-term are accrued. Expenditures charged to federal programs are recorded utilizing the cost principles described by the various funding sources.

In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB 33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements, including time requirements, are met.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Resources transmitted before the eligibility requirement are met, under most circumstances, should be reported as advances by the provider and deferred inflow by the recipient.

Budgets and Budgetary Accounting

These procedures are followed in establishing the budgetary data reflected in the financial statements:

1. No later than September 1, the Authority prepares a budget appropriation request by category to be presented to the next Legislature.
2. The appropriation request is submitted to the New Mexico Department of Finance and Administration's Budget Division (DFA) and to the Legislative Finance Committee (LFC).
3. DFA makes recommendations and adjustments to the appropriation request, which then becomes the Governor's proposal to the Legislature.
4. The LFC holds hearings on the appropriation request, also submitting recommendations and adjustments before presentation to the Legislature.
5. Both the DFA's and LFC's recommended appropriation proposals are presented to the Legislature for approval of the final budget plan.
6. Budget hearings are scheduled before the New Mexico House Appropriations and Senate Finance Committees. The final outcome of these hearings is incorporated into the General Appropriations Act.
7. The Act is signed into law by the Governor of the State of New Mexico within the legally prescribed time limit.
8. The Authority submits, no later than May 1, to DFA an annual operating budget by category and line item based upon the appropriations made by the Legislature. The DFA Budget Division reviews and approves the operating budget which becomes effective on July 1.
9. All subsequent budget adjustments must be approved by the Authority and the Director of the DFA Budget Division. The budget for the current year was properly amended.
10. Legal budget control for expenditures and encumbrances is at the appropriation unit level.
11. Formal budgetary integration is employed as a management control device during the fiscal year for the General Fund and the Special Revenue Fund.
12. The budget is adopted on a modified accrual basis of accounting that is consistent with counting principle generally accepted in the United States of America. This change was implemented with the Laws of 2004, Chapter 114, Section 3 Paragraph N and Paragraph O. It is effective for fiscal years beginning July 1, 2004. However, there is a statutory exception per General Appropriation Act, Laws of 2006, Chapter 109, Section 3, Subsections N and O. The budget is adopted on the modified accrual basis of accounting except for accounts payable accrued at the end of the fiscal year that do not get paid by the statutory deadline per Section 6-10-4 NMSA, 1978. Those accounts payable must be paid out of the next year's budget. A reconciliation has been provided that reconciles differences between the budgetary basis and the modified accrual basis.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

13. Each year the Legislature approves multiple appropriations, which the State considers as continuing appropriations. The Legislature authorizes these appropriations for two to five years; however, it does not identify the authorized amount by fiscal year. Consequently, the appropriation is budgeted in its entirety the first year the Legislature authorizes it. The unexpended portion of the budget is carried forward as the next year's beginning budget balance until either the project period has expired or the appropriation has been fully expended. The budget presentations in these financial statements are consistent with the budgeting methodology.

The Authority's General Fund and Special Revenue Fund are non-reverting funds.

Capital Assets

Property, plant and equipment including software, purchased or acquired, are carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market values as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The State's capitalization policy, i.e., the dollar value above which asset acquisitions including software are added to the capital accounts, is \$5,000 which is a change in policy effective July 1, 2005. However, all capital outlay purchases may not necessarily be capitalized. Old inventory items that do not meet the new capitalization threshold will remain on the inventory list and continue to be depreciated. The Authority does not capitalize any interest in regards to its capital assets.

Depreciation on all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The Authority utilizes Internal Revenue Service guidelines to estimate the useful lives on capital assets as follows:

| | |
|---------------------|--------------|
| Equipment | 8 years |
| Computer Equipment | 4 to 8 years |
| Portable Classrooms | 20 years |
| Vehicles | 5 years |

Encumbrance Accounting

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control in the General Fund and the Special Revenue Funds. Encumbrances not recorded as vouchers payable at year end lapse.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrued Compensated Absences

The Authority recognized a liability for compensated absences in accordance with GASB Statement No. 101, *Compensated Absences*. Under this standard accrued compensated absences include various types of leave for which employees may receive compensation. These include annual leave, donated annual or sick leave, sick leave, educational leave with pay, military leave with pay, leave for donating an organ or bone marrow, bereavement leave, holiday leave, compensatory time leave balances, and premium overtime.

Pensions

The Authority, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement Association (PERA). Disclosure requirements for governmental funds apply to the primary government as a whole, and as such this information will be presented in the Component Appropriation Funds Annual Financial Report General Fund and the Annual Comprehensive Financial Report (ACFR) of the State of New Mexico.

Information concerning the net pension liability, pension expense, and pension-related deferred inflow and outflow of resources of the primary government will be contained in the General Fund and the ACFR and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building 407 Galisteo Street, Santa Fe, New Mexico, 87501.

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

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. As with items related to pensions, disclosure requirements for governmental funds apply to the primary government as a whole, and as such this information will be presented in the Component Appropriation Funds Annual Financial Report General Fund) and the Annual Comprehensive Financial Report (ACFR) of the State of New Mexico.

The net OPEB liability is a long-term liability that is not directly related to or expected to be paid from the Authority's enterprise funds and therefore not reported in the Department's Statement of Net Position.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Information concerning the net OPEB liability, OPEB expense, and OPEB-related deferred inflow and outflow of resources of the primary government will be contained in the General Fund and the ACFR and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building 407 Galisteo Street, Santa Fe, New Mexico, 87501.

Net Position/Fund Equity

In the government-wide financial statements, net position consists of three components: net investment in capital assets; restricted; and unrestricted. Net position invested in capital assets equal the capital assets, net of accumulated depreciation, right of use asset, net of related amortization, less lease payable.

Net position is reported as restricted when constraints placed on net position use are externally imposed by creditors such as through debt covenants, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation includes a legally enforceable requirement that resources be only for the specific purposes stipulated in the legislation.

Legal enforceability means the government can be impelled by an external party - such as citizens, public interest groups or the judiciary - to use resources for the purposes specified by the legislation.

These resources remaining in net position were received or earned with the explicit understanding between the Authority and the resource provider (grantor, contributor, other government or enabling legislation) that the funds would be used for a specific purpose.

Unrestricted net position consists of net position that does not meet the definition of restricted or net investment in capital assets.

In the governmental fund financial statements, fund balances are classified as non-spendable, restricted, committed, assigned or unassigned.

Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. As of June 30, 2025, in fund 93100, \$25,217 was restricted for future construction projects approved by the State Legislature. Also, \$32,722,048 is restricted in the fund 94700 for funding the capital needs of school districts in the State of New Mexico. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches of the State. Assigned fund balance is constrained by the Legislature's and Executive Branch's intent to be used for specific purposes or, in some cases, by legislation.

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the State's policy to use restricted resources first. When expenditures/expenses are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the State's policy to spend committed resources first.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Authority did not have any items that qualified for reporting in this category as of June 30, 2025.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Authority did not have any items that were required to be reported in this category as of June 30, 2025.

Interfund Balances and Transactions

Interfund transactions are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Revenues, Expenditures, and Expenses

Substantially all governmental fund revenues are accrued. No allowance for doubtful accounts for the Due from Other State Agencies was necessary because this amount was due from bond proceeds held by another state agency and it is considered fully collectible by management.

Expenditures are recognized when the related fund liability is incurred.

Newly Adopted GASB Pronouncements

During the year ended June 30, 2025 the Authority adopted GASB Statement *No. 101 Compensated Absences*, this pronouncement does have a significant impact on these financial statements which is disclosed in Note 18. The Authority also adopted Statement *No. 102 Certain Risk Disclosures*, this pronouncement does not have a significant impact on these financial statements.

NOTE 3 - STATE GENERAL FUND INVESTMENT POOL

The Authority does not have a separate bank account. For cash management and investment purposes, funds of various state agencies are deposited in the State General Fund Investment Pool (the Pool), which is managed by the Office of the New Mexico State Treasurer. Claims on the Pool are reported as assets by the various agencies investing in the Pool.

As provided for in Chapter 8-6 of the New Mexico Statutes Annotated 1978, the State Treasurer shall receive and keep all monies of the State, except when otherwise provided, and shall disburse the public money upon lawful warrants. The State Treasurer's Organization (STO) acts as the state's bank when agency cash receipts are deposited and later pooled into a statewide investment fund, as referred to as the State General Fund Investment Pool (SFGIP). In times when cash amounts are greater than immediate needs, the amounts are placed into short-term investments. When agencies make payments to vendors and employees, they are made from this pool and their claims on the pool are reduced.

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 3 - STATE GENERAL FUND INVESTMENT POOL (CONTINUED)

The comprehensive cash reconciliation model which compares aggregated agency claims on the State General Fund Investment Pool to the associated resources held by the State Treasurer's Office has been completed for fiscal year 2025. This process has been previously reviewed by the IPAs performing audits of the General Fund, the Department of Finance and Administration and the State of New Mexico's Annual Comprehensive Financial Report. The reviews have deemed the process sound and the Authority fully compliant with the requirements.

The Authority has established daily and monthly procedures that mitigate the risk of misstatement of the Authority's balances within the Pool. In addition, as required by Section 6-5-2.1 (J) NMSA 1978, DFA/FCD is to complete, on a monthly basis, reconciliation with the balances and accounts kept by the state treasurer and adopt and promulgate rules regarding reconciliation for state agencies. At June 30, 2025, the Authority had the following invested in the State General Fund:

| <u>Fund</u> | <u>Type of Account</u> | <u>SHARE Fund No.</u> | <u>Reconciled Balance</u> |
|--------------------------------|------------------------|-----------------------|---------------------------|
| General Fund Appropriation | Investment | 93100 | \$ 25,217 |
| General Fund | Investment | 94300 | 2,182,798 |
| Bond Proceeds Capital Projects | Investment | 94700 | <u>(6,256,400)</u> |
| | | | <u>\$ (4,048,385)</u> |

Interest Rate Risk: The State Treasurer's General Fund Investment Pool does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changes in interest rates.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The New Mexico State Treasurer's General Fund Investment Pool is not rated for credit risk.

For additional GASB 40 disclosure information regarding the investment in the New Mexico State Treasurer's General Fund Investment Pool, the reader should see the separate audit report for the State Treasurer's Office for the fiscal year ended June 30, 2025.

NOTE 4 - DUE TO AND DUE FROM LOCAL GOVERNMENTS AND OTHER STATE AGENCIES

As part of the Authority's continuing operations, a bond/project reconciliation was performed during the year and after year end. From this review, the Authority reported the Bond Proceeds Capital Project Special Revenue Fund was owed \$60,028,082 in the form of a receivable from the State of New Mexico. Also the Authority performs a continuous review process for all projects in the close out phase, and at yearend, the Authority has determined they are owed \$1,611,246 from various School Districts and a liability for \$464,041 to various School Districts within the State of New Mexico for construction costs overpaid to the school districts or incurred and not yet paid to the school districts.

The Authority also noted a liability to the board of finance in the amount of \$13,263,582. This was related to a reconciliation project that the Authority performed during fiscal year 2023. All \$13,263,582 was related to prior year transactions. Also, in 2025, the Authority requested \$6,639,815 for project costs in prior years in error, that will be owed back to the State. The total amount owed back to the State is \$19,903,397 at yearend June 30, 2025.

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 5 – ACCOUNTS RECEIVABLE

Advanced Accounts Receivable- At June 30, 2025, the Authority had \$31,558,871 in advances receivable. Advances receivables are approved by resolution through the Public School Capital Outlay Council to award districts a local match advance. Once the Authority awards an advance, the district has four years to repay the advance, unless specifically approved by council to extend the repayment terms due to financial hardship.

NOTE 6 – LEASE RIGHT OF USE ASSETS AND LIABILITIES

The Authority has recorded intangible right-to-use lease assets as a result of implementing GASB 87. These office equipment leased assets are initially measured at an amount equal to the initial measurement of the related lease liability [plus any lease payments made prior to the lease term and ancillary charges necessary to place the lease into service, less lease incentives]. Lease assets are amortized on a straight-line basis over the shorter of the useful life of the underlying asset or the lease term. The equipment has useful lives of 5 years, with no purchase option, and a discount rate of .50%, and includes total monthly payments of \$1,612.

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

| | Balance June 30, 2024 | Additions | Dispositions | Balance June 30, 2025 |
|------------------------------------|--------------------------|---------------|----------------|--------------------------|
| Right of Use Asset | | | | |
| Equipment | \$ 271,495 | \$ - | \$ 168,593 | \$ 102,902 |
| Total right of use asset | <u>271,495</u> | <u>-</u> | <u>168,593</u> | <u>102,902</u> |
| Less accumulated amortization for: | | | | |
| Equipment | \$ 206,288 | \$ 43,665 | \$ 168,593 | \$ 81,360 |
| Total accumulated amortization | <u>206,288</u> | <u>43,665</u> | <u>168,593</u> | <u>81,360</u> |
| Right of use asset, net | <u>\$ 65,207</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 21,542</u> |

During the year ended June 30, 2025, the following changes occurred in the lease liability related to the right of use assets, reported above in the government-wide statement of net position:

| | Balance June 30, 2024 | Additions | Retirements | Balance June 30, 2025 | Due Within One Year |
|-----------------|--------------------------|-------------|------------------|--------------------------|------------------------|
| Lease liability | \$ 65,622 | \$ - | \$ 43,904 | \$ 21,718 | \$ 15,671 |
| | <u>\$ 139,340</u> | <u>\$ -</u> | <u>\$ 43,904</u> | <u>\$ 21,718</u> | <u>\$ 15,671</u> |

The annual requirements to amortize the lease as of June 30, 2025, including interest payments, is as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total Debt Service |
|--------------------------------|------------------|--------------|-----------------------|
| 2026 | \$ 15,671 | \$ 62 | \$ 15,733 |
| 2027 | <u>6,047</u> | <u>14</u> | <u>6,061</u> |
| | <u>\$ 21,718</u> | <u>\$ 76</u> | <u>\$ 21,794</u> |

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 7 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS RIGHT OF USE ASSETS AND LIABILITIES

The Authority is the end user for numerous (SBITAs). Short-term SBITAs, which have a maximum possible term of 12 months or less, are recognized as an outflow of resources when payment is made. For SBITAs with subscription terms extending beyond one year, the Authority recognizes an intangible right-to-use (RTU) subscription asset and a corresponding subscription liability.

Initial measurement of the subscription asset/liability is calculated at the present value of payments expected to be paid during the subscription term, discounted using the Authority's incremental borrowing rate. The right-to use-asset is amortized on a straight-line basis over the subscription term. There have been no outflows of resources recognized in the reporting periods for variable payments not previously included in the measurement of the SBITA liability, or other payments such as termination penalties.

A summary of the subscription-based information technology arrangements (SBITA) asset activity during the year ended June 30, 2025 is as follows:

| | Balance June 30, 2024 | Additions | Dispositions | Balance June 30, 2025 |
|------------------------------------|--------------------------|----------------|--------------|--------------------------|
| Right of Use Asset | | | | |
| IT Subscription | \$ - | \$ 928,225 | \$ - | \$ 928,225 |
| Total right of use asset | <u>-</u> | <u>928,225</u> | <u>-</u> | <u>928,225</u> |
| Less accumulated amortization for: | | | | |
| IT Subscription | \$ - | \$ 309,409 | \$ - | \$ 309,409 |
| Total accumulated amortization | <u>-</u> | <u>309,409</u> | <u>-</u> | <u>309,409</u> |
| Right of use asset, net | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 618,816</u> |

During the year ended June 30, 2025, the following changes occurred in the lease liability related to the SBITA reported above in the government-wide statement of net position:

| | Balance June 30, 2024 | Additions | Retirements | Balance June 30, 2025 | Due Within One Year |
|---------------------------|--------------------------|-------------------|-------------------|--------------------------|------------------------|
| IT Subscription liability | \$ - | \$ 928,225 | \$ 247,778 | \$ 680,447 | \$ 365,224 |
| | <u>\$ -</u> | <u>\$ 928,225</u> | <u>\$ 247,778</u> | <u>\$ 680,447</u> | <u>\$ 365,224</u> |

The annual requirements to amortize the SBITA as of June 30, 2025, including interest payments, is as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total Debt Service |
|--------------------------------|-------------------|------------------|-----------------------|
| 2026 | \$ 365,224 | \$ 21,829 | \$ 387,053 |
| 2027 | <u>315,223</u> | <u>8,774</u> | <u>323,997</u> |
| | <u>\$ 680,447</u> | <u>\$ 30,603</u> | <u>\$ 711,050</u> |

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 8 - CAPITAL ASSETS

The capital assets activity for the year ended June 30, 2025 is as follows:

| | <u>Balance July 1, 2024</u> | <u>Additions/ Adjustments</u> | <u>Dispositions/ Transfers</u> | <u>Balance June 30, 2025</u> |
|------------------------------------|---------------------------------|-----------------------------------|------------------------------------|----------------------------------|
| Capital assets depreciated | | | | |
| Equipment | \$ 51,595 | \$ - | \$ (39,011) | \$ 12,584 |
| Computer equipment | 133,164 | 17,596 | (26,046) | 124,714 |
| Portable classrooms | 8,085,075 | - | (48,557) | 8,036,518 |
| Total assets depreciated | <u>8,269,834</u> | <u>17,596</u> | <u>(113,614)</u> | <u>8,173,816</u> |
| Less accumulated depreciation for: | | | | |
| Equipment | 51,595 | - | (39,011) | 12,584 |
| Computer equipment | 111,240 | 16,195 | (26,046) | 101,389 |
| Portable classrooms | 7,767,045 | 126,556 | (48,557) | 7,845,044 |
| Total accumulated depreciation | <u>7,929,880</u> | <u>142,751</u> | <u>(113,614)</u> | <u>7,959,017</u> |
| Capital assets, net | <u>\$ 339,954</u> | <u>\$ (125,155)</u> | <u>\$ -</u> | <u>\$ 214,799</u> |

Depreciation expense for the year ended June 30, 2025 was \$142,751. All depreciation expense was allocated to the Authority's education function.

NOTE 9 - CHANGES IN LONG-TERM LIABILITIES

During the year ended June 30, 2025 the following changes occurred in the liabilities reported in the government-wide Statement of Net Position:

| | <u>Balance June 30, 2024</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance June 30, 2025</u> | <u>Due Within One Year</u> |
|----------------------|----------------------------------|------------------|--------------------|----------------------------------|--------------------------------|
| Compensated absences | <u>\$ 618,102</u> | <u>\$ 1,687</u> | <u>* \$ -</u> | <u>\$ 619,789</u> | <u>\$ 433,853</u> |

Compensated absences payable – During the fiscal year ended June 30, 2025, the Authority adopted the provisions of GASB Statement No. 101, Compensated Absences. As a result of this implementation, beginning net position was decreased by \$337,932 in the government-wide financial statements, to recognize previously unrecorded compensated absences liabilities. Governmental fund statements were not impacted, as only matured compensated absences are recognized in those funds.

* The additions amount above is the net change for the Authority for fiscal year June 30, 2025.

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 10 – SPECIAL APPROPRIATIONS

Appropriations identified below are from the unexpended proceeds of inter-agency transfers of taxable supplemental severance tax bonds that are not needed for the projects for which the bonds were issued. Therefore, for the identified special appropriation there is not a budget to actual financial statement. These appropriations require an amended certification and resolution to start the project and create a budget. The following is a summary of special appropriations still outstanding at June 30, 2025.

| Laws | Applicable Fiscal Year Period | Description | Original Balance | Amount Spent | Amount Returned to State of New Mexico General Fund | Unexpended Balance at 6/30/25 | |
|-------------------------|------------------------------------|--|--------------------------------|------------------------|---|-------------------------------|------|
| 2014 HB55 Section 45 | 2014-2018 | New Mexico School for the Blind and Visually Impaired Projects - Appropriations from the Public School Capital Outlay Fund. Appropriations are from the unexpended proceeds of taxable supplemental severance tax bonds that are no longer needed for the projects for which the bonds were issued. Projects are: | | | | | |
| | | Ditzler Auditorium and recreation center and the library building, including demolition of the Bert Reeves Learning Center (plan, design, construct, renovate, equip and furnish). | \$4,403,370.93 | \$4,393,300.72 | -\$10,070.21 | (\$0. | |
| | | Quimby gymnasium and natatorium (plan, design, construct, renovate, equip and furnish). | \$2,362,006.00 | \$2,202,847.42 | -\$159,158.58 | \$0. | |
| | | Sacramento Dormitory (plan, design, construct, renovate, equip and furnish residential cottages, including demolition) | \$2,294,411.00 | \$2,294,411.00 | \$0.00 | \$0. | |
| | | Subtotal | \$9,059,787.93 | \$8,890,559.14 | -\$169,228.79 | (\$0. | |
| 2014 HB55 Section 46 | 2014-2018 | New Mexico School for the Deaf Project - Appropriations from the Public School Capital Outlay Fund. Appropriations are from the unexpended proceeds of taxable supplemental severance tax bonds that are no longer needed for the projects for which the bonds were issued. Projects are: | | | | | |
| | | Cartwright Hall (plan, design, construct, renovate, equip and furnish). | \$5,460,741.00 | \$5,276,626.89 | -\$184,114.11 | \$0. | |
| | | Subtotal | \$5,460,741.00 | \$5,276,626.89 | -\$184,114.11 | \$0. | |
| 2014 HB55 Section 47 | 2014-2018 | Public Education Department Projects - Appropriations from the Public School Capital Outlay Fund. Appropriations are from the unexpended proceeds of taxable supplemental severance tax bonds that are no longer needed for the projects for which the bonds were issued. Projects are: | | | | | |
| | | Pre-K (renovate and construct). | \$32,900,000.00 | \$32,900,000.00 | \$0.00 | \$0. | |
| | | School buses (purchase statewide). | \$2,500,000.00 | \$2,500,000.00 | \$0.00 | \$0. | |
| | | Subtotal | \$35,400,000.00 | \$35,400,000.00 | \$0.00 | \$0. | |
| 2013 SB60 Section 52 | 2013-2017 P13-008 | New Mexico School for the Deaf Project - Appropriations from the Public School Capital Outlay Fund, contingent upon approval of the public school capital outlay council | | | | | |
| | | NMSD - Site Improvements | \$4,153,687.72 | \$4,153,687.72 | \$0.00 | \$0. | |
| | | Subtotal | \$4,153,687.72 | \$4,153,687.72 | \$0.00 | \$0. | |
| 2013 SB60 Section 53 | 2013-2017 | Public Education Department - Appropriations from the Public School Capital Outlay Fund, contingent upon approval of the public school capital outlay council | | | | | |
| | | SSTB13SB | | | | | |
| | | 13-1937 | Pre-K (renovate and construct) | \$2,500,000.00 | \$1,507,102.13 | (\$992,897.87) | \$0. |
| | | SSTB13SB | | | | | |
| 13-1938 | School Busses (purchase statewide) | \$13,000,000.00 | \$12,999,351.44 | (\$648.56) | \$0. | | |
| | | Subtotal | \$15,500,000.00 | \$14,506,453.57 | (\$993,546.43) | \$0. | |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 10 – SPECIAL APPROPRIATIONS (continued)

| | | | | | | |
|--------------------|--|--|------------------------|------------------------|----------------------|------------------------|
| 2013 SB60 | New Mexico School for the Blind and Visually Impaired - Appropriations from the Public School Capital Outlay Fund, contingent upon approval of the public school capital outlay council | | | | | |
| Section 54 | 2013-2017 | | | | | |
| | P13-016 | NMSBVI - Jack Hall and the Health Services Buildings (relocate the library) | \$614,899.00 | \$614,899.00 | \$0.00 | \$0.00 |
| SSTB135B | | NMSBVI - Jack Hall and the Health Services Buildings (relocate the library) | \$335,008.00 | \$335,008.00 | \$0.00 | \$0.00 |
| 13-1939 | P13-016 | | | | | |
| SSTB135B | | NMSBVI - Site Improvements to the campus | \$1,486,180.00 | \$1,486,180.00 | \$0.00 | \$0.00 |
| 13-1940 | P13-015 | | | | | |
| SSTB135B | | NMSBVI - Watkins Education Center (renovate and equip and to demolish San Andres Building) | \$5,500,000.00 | \$5,180,542.43 | -\$319,457.57 | \$0.00 |
| 13-1941 | P14-025 | | | | | |
| | | Subtotal | \$7,936,087.00 | \$7,616,629.43 | -\$319,457.57 | \$0.00 |
| 2015 SB1 | Public Education Department - Appropriations from the Public School Capital Outlay Fund, contingent upon approval of the public school capital outlay council | | | | | |
| Section 75 | 2015-2019 | | | | | |
| | | Pre-K (renovate and construct) | \$1,000,000.00 | \$1,000,000.00 | \$0.00 | \$0.00 |
| | | School Busses (purchase statewide) | \$4,000,000.00 | \$4,000,000.00 | \$0.00 | \$0.00 |
| | | Subtotal | \$5,000,000.00 | \$5,000,000.00 | \$0.00 | \$0.00 |
| 2016 HB219 | Public Education Department - Appropriations from the Public School Capital Outlay Fund, contingent upon approval of the public school capital outlay council | | | | | |
| Section 40 | 2016-2020 | | | | | |
| SSTB18SD | | Pre-K (renovate and construct) | \$5,000,000.00 | \$0.00 | \$0.00 | \$5,000,000.00 |
| 0003 | | | | | | |
| SSTB165B | | School Busses (purchase statewide) | \$7,000,000.00 | \$7,000,000.00 | \$0.00 | \$0.00 |
| 0004 | | | | | | |
| | | Subtotal | \$12,000,000.00 | \$7,000,000.00 | \$0.00 | \$5,000,000.00 |
| 2016 SB4 | Instructional Material or Transportation Distribution Fund - Appropriations from the Public School Capital Outlay Fund, declaring an emergency. | | | | | |
| Section 2 | | | | | | |
| Paragraph N | 2018-2022 | | | | | |
| SSTB18SD | | 2018 Instructional Material Fund or Transportation Distribution Fund | \$25,000,000.00 | \$0.00 | \$0.00 | \$25,000,000.00 |
| 0005 | | 2019 Instructional Material Fund or Transportation Distribution Fund | \$25,000,000.00 | \$7,000,000.00 | \$0.00 | \$18,000,000.00 |
| SSTB19SD | | 2020 Instructional Material Fund or Transportation Distribution Fund | \$25,000,000.00 | \$25,000,000.00 | \$0.00 | \$0.00 |
| 0002 | | | | | | |
| | | Subtotal | \$75,000,000.00 | \$32,000,000.00 | \$0.00 | \$43,000,000.00 |
| 2016 SB4 | Instructional Material or Transportation Distribution Fund - Appropriations from the Public School Capital Outlay Fund, 2017 declaring an emergency. | | | | | |
| Section 3 | | | | | | |
| SSTB17SD | | 2017 Instructional Material Fund or Transportation Distribution Fund | \$12,500,000.00 | \$12,500,000.00 | \$0.00 | \$0.00 |
| 0002 | | | | | | |
| | | Subtotal | \$12,500,000.00 | \$12,500,000.00 | \$0.00 | \$0.00 |
| 2016 SB8 | General Fund Restore Allotments-Appropriations from the Public School Capital Outlay Fund from the unexpended proceeds of supplemental severance tax bonds that are no longer needed for 2017 the projects for which bonds were issued. | | | | | |
| Section 6 | | | | | | |
| SSTB17SD | | 2017 General Fund Restore Allotments - Project Reversions | \$12,368,629.00 | \$12,368,629.00 | \$0.00 | \$0.00 |
| 0002 | | | | | | |
| | | Subtotal | \$12,368,629.00 | \$12,368,629.00 | \$0.00 | \$0.00 |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 10 – SPECIAL APPROPRIATIONS (continued)

| | | | | | |
|--|-----------|--|------------------------|------------------------|--------------------|
| 2018 HB306 Section 46 SSTB185B 0004 | 2018-2022 | Security Appropriation from the Public School Capital Outlay Fund to plan, design and install school security systems and for repairs, renovations or replacement of school security systems statewide. 2018 School Security | \$6,000,000.00 | \$0.00 | \$0.0 |
| 2018 SB239 Section 2 SSTB185B 0004 | 2018-2022 | Security Appropriation from the Public School Capital Outlay Fund to develop guidelines for a school security system project grant initiative to include an assessment of a school's security system and a statement of opinion by the school district that the project would improve the security of the school's buildings, property and occupants. Grants made by the Council to school districts that the council determines are willing and able to pay for the portion of the total project cost not funded with grant assistance from the fund and according to those applicants' ranking.. 2018 School Security | \$10,000,000.00 | \$0.00 | \$0.0 |
| Subtotal | | | \$16,000,000.00 | \$0.00 | \$0.0 |
| 2019 HB285 Section 36 SSTB185D 0001 SSTB185D 0001 | 2019 | to the public school facilities authority for planning, design and construction of infrastructure and facilities that fall outside the statewide adequacy standards developed pursuant to Subsection C of Section 22-24-5 NMSA 1978 at schools in one or more school districts that receive federal impact aid for tribal lands; provided that this appropriation shall not be considered a direct legislative appropriation, and no offsets shall be applied against the required local match pursuant to Paragraph (6) of Subsection B of Section 22-24-5 NMSA 1978. GF 2020 School Security | \$24,000,000.00 | \$23,636,310.00 | -\$363,690.00 |
| Subtotal | | | \$8,500,000.00 | \$8,500,000.00 | \$0.00 |
| Subtotal | | | \$32,500,000.00 | \$32,136,310.00 | \$0.00 |
| 2021 HB285 Section 49 | 2021 | to plan, design and construct of infrastructure and facilities that fall outside the statewide adequacy standards developed pursuant to Subsection C of Section 22-24-5 NMSA 1978 at an elementary school project in the Grants-Cibola County school district. GF | \$850,000.00 | \$619,456.00 | \$0.00 |
| Subtotal | | | \$850,000.00 | \$619,456.00 | \$25,216.68 |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 10 – SPECIAL APPROPRIATIONS (continued)

| | | | | | | |
|--|-----------|--|-------------------------|-------------------------|-------------------------|---------------------|
| 2023 SB212 Section 51 SSTB21SD 0001 | 2022-2023 | is appropriated from the public school capital outlay fund to the public school facilities authority to make a distribution to each school district in fiscal year 2023 for the maintenance and repair of public school buildings in fiscal year 2023 and subse | \$75,000,000.00 | \$75,000,000.00 | \$0.00 | \$ |
| 2021 HB505 Section 45 SSTB23SB 0001 | 2023-2024 | from the public school capital outlay fund to the public school facilities authority to make a distribution to each school district in fiscal year 2024 for career-technical educational facilities and pre-kindergarten facilities or for the maintenance and repair of public school buildings in fiscal year 2024 and subsequent fiscal years. The public school facilities authority shall make the distribution to each school district in a manner such that each school district receives the greater of one hundred thousand dollars (\$100,000) or a percentage of the total appropriation equal to the percentage attributable to that school district from the total distributions made to school districts for fiscal year 2024 pursuant to the Public School Capital Improvements Act. A distribution provided to a school district pursuant to the appropriation made in this section is not subject to any local match or offset otherwise required pursuant to the Public School Capital Outlay Act; and | \$65,000,000.00 | \$65,000,000.00 | \$0.00 | \$ |
| 2021 HB505 Section 45 SSTB23SB 0001 | 2023-2024 | from the public school capital outlay fund to the public school facilities authority to make a distribution to each school district in fiscal year 2024 for school security infrastructure in public school buildings in fiscal year 2024 and subsequent fiscal years. The public school facilities authority shall make the distribution to each school district in a manner such that each school district receives the greater of fifty thousand dollars (\$50,000) or a percentage of the total appropriation equal to the percentage attributable to that school district from the total distributions made to school districts for fiscal year 2024 pursuant to the Public School Capital Improvements Act. A distribution provided to a school district pursuant to the appropriation made in this section is not subject to any local match or offset otherwise required pursuant to the Public School Capital Outlay Act. | \$35,000,000.00 | \$35,000,000.00 | \$0.00 | \$ |
| Subtotal | | | \$175,000,000.00 | \$175,000,000.00 | \$0.00 | \$ |
| GRAND TOTAL | | | \$418,728,932.65 | \$368,468,351.75 | (\$2,030,036.90) | \$48,025,216 |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Notes to Financial Statements
June 30, 2025

NOTE 11 - PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

General Information about the Pension Plan

Compliant with the requirements of Government Accounting Standards Board Statement No. 68 Accounting and Financial Reporting for Pensions, the State of New Mexico has implemented the standard for fiscal years ending June 30, 2019 and 2018. The Authority, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement Association (PERA).

Disclosure requirements including schedules of required supplementary information and related notes for governmental funds apply to the primary government as a whole, and as such this information will be presented in the Component Appropriation Funds Annual Financial Report General Fund and the Annual Comprehensive Financial Report (ACFR) of the State of New Mexico. The net pension liability is a long-term liability that is not directly related to or expected to be paid from the Authority's enterprise funds and therefore not reported in the Department's Statement of Net Position. Information concerning the net pension liability, pension expense, and pension-related deferred inflow and outflow of resources of the primary government will be contained in the General Fund and the ACFR and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building 407 Galisteo Street, Santa Fe, New Mexico, 87501.

NOTE 12 - POST-EMPLOYMENT BENEFITS - STATE RETIREE HEALTH CARE PLAN

Compliant with the requirements of Governmental Accounting Standards Board Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State of New Mexico has implemented this standard for the fiscal years ended June 30, 2018.

The Authority, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple-employer defined benefit postemployment health care plan that provides comprehensive group health insurance for persons who have retired from certain public service positions in New Mexico. The other postemployment benefits (OPEB) Plan is administered by the Retiree Health Care Authority of the State of New Mexico. Overall, total OPEB liability exceeds OPEB Plan net position resulting in a net OPEB liability. The State has determined the State's share of the net OPEB liability to be a liability of the State as a whole, rather than any agency or department of the State and the liability will not be reported in the department or agency level financial statements of the State. All required disclosures will be presented in the Annual Comprehensive Financial Report (ACFR) of the State of New Mexico.

Information concerning the net liability, benefit expense, and benefit-related deferred inflows and deferred outflows of resources of the primary government will be contained in the State of New Mexico Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2025 and will be available, when issued, from the Office of the State Controller, Room 166, Bataan Memorial Building, 407 Galisteo Street, Santa Fe, New Mexico, 87501.

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 13 - COMMITMENTS AND CONTINGENCIES

Risk Management

The Authority obtains coverage through the Risk Management Division of the State of New Mexico General Services Department. This coverage includes liability and civil rights, property, vehicle, employer bond, workers' compensation, group insurance and state unemployment. The coverages are designed to satisfy the requirements of the State Tort Claims Act. All employees of the Authority are covered by blanket fidelity bond up to \$5,000,000 with a \$1,000 deductible per occurrence by the State of New Mexico for the period through June 30, 2025. There have been no settlements in excess of insurance coverage as of June 30, 2025.

NOTE 14 - INTERFUND TRANSFERS

Operating transfers are for the allocation of administrative and payroll costs and consist of the following:

| <u>Transfers In</u> | <u>Transfers Out</u> | <u>Amount</u> |
|----------------------|---|---------------|
| General Fund (94300) | Bond Proceeds Capital Projects Special Revenue Fund (94700) | \$ 6,670,297 |

NOTE 15 - TRANSFERS FROM AND TO OTHER STATE OF NEW MEXICO AGENCIES

| <u>Authority Fund</u> | <u>Agency</u> | <u>Agency Number</u> | <u>Fund Number</u> | <u>Purpose</u> | <u>Amount</u> |
|---|-------------------------------|----------------------|--------------------|---------------------|----------------------|
| Bond Proceeds Capital Projects Fund (94700) | NM Board of Finance | 34103 | Various | Severance Tax Bonds | \$334,794,463 |
| Bond Proceeds Capital Projects Fund (94700) | NM Office of Broadband Access | 36100 | Various | Broadband Expansion | <u>(650,000)</u> |
| | | | | | <u>\$334,144,463</u> |

During the year, the Authority requested \$334,144,463 from the State of Mexico Board of Finance. The Authority also transferred \$650,000 to the State of New Mexico's Office of Broadband Access and Expansion as required by Statute.

NOTE 16 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

- The Authority did not have deficit fund balance at year end June 30, 2025.
- The Authority did not have any fund's expenditures in excess of the budgeted appropriations for the year ended June 30, 2025.
- The Authority did not have any funds in which designated cash appropriations were in excess of available budget.

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Notes to Financial Statements
 June 30, 2025

NOTE 17 - SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2025, the date of the most recent Statement of Net Position, have been evaluated for possible adjustment to the financial statements or disclosures is October 28, 2025 which is the date on which the financial statements were available to be issued.

NOTE 18 - RESTATEMENT OF PRIOR PERIOD

During the year ending June 30, 2025, the Authority had the following change in accounting principle due to the implementation of GASB Statement No. 101:

| | | Change in Accounting Principle |
|---|----|-----------------------------------|
| Governmental Activities | | |
| Net position, as previously reported July 1, 2024 | \$ | 8,374,003 |
| Implementation of GASB Statement No. 101 | | (337,932) |
| Net position, as adjusted July 1, 2024 | \$ | 8,036,071 |

NOTE 19 - SUBSEQUENT PRONOUNCEMENTS

In April 2024, GASB Statement No. 103 *Financial Reporting Model Improvements*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2025. The Authority does not expect this pronouncement to have a material effect on the financial statements.

In September 2024, GASB Statement No. 104 *Disclosure of Certain Capital Assets*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2025. The Authority does not expect this pronouncement to have a material effect on the financial statements.

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Schedule of Joint Powers Agreements
 Year Ended June 30, 2025

| District Responsibility | Responsible Party | Beginning (DFA Approval) | Ending | Amount Applicable | Amount Contributed | Audit |
|--------------------------------|--------------------------|---------------------------------|---------------|--------------------------|---------------------------|-----------------|
| Academy Trades Technology | PSFA Director | 10/8/2010 | Indefinitely | N/A | N/A | School District |
| Ace Leadership Charter | PSFA Director | 8/16/2011 | Indefinitely | N/A | N/A | School District |
| Alamogordo | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Albuquerque | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Albuquerque Sign Language | PSFA Director | 8/23/2010 | Indefinitely | N/A | N/A | School District |
| Aldo Leopold | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Alma darte | PSFA Director | 1/10/2001 | Indefinitely | N/A | N/A | School District |
| Amy Biehl | PSFA Director | 4/10/2013 | Indefinitely | N/A | N/A | School District |
| Animas | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Artesia | PSFA Director | 9/4/2024 | Indefinitely | N/A | N/A | School District |
| Aztec | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Belen | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Bernalillo | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Bloomfield | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Capitan | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Carlsbad | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Carrizozo | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Central | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Cesar Chavez | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Chama | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Cien Aguas International | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Cimarron | PSFA Director | 6/18/2025 | Indefinitely | N/A | N/A | School District |
| Clayton | PSFA Director | 10/6/2017 | Indefinitely | N/A | N/A | School District |
| Cloudcroft | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |

| District Responsibility | Responsible Party | Beginning (DFA Approval) | Ending | Amount Applicable | Amount Contributed | Audit |
|--------------------------------|--------------------------|---------------------------------|---------------|--------------------------|---------------------------|-----------------|
| Clovis | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Cobre | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Coral Community Charter | PSFA Director | 6/21/2016 | Indefinitely | N/A | N/A | School District |
| Corona | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Cottonwood Charter | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Cuba | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Deming | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Des Moines | PSFA Director | 7/18/2011 | Indefinitely | N/A | N/A | School District |
| Dexter | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Dora Consolidated | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Dulce | PSFA Director | 4/7/2016 | Indefinitely | N/A | N/A | School District |
| East Mountain | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Elida | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Española | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Estancia | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Eunice | PSFA Director | 4/13/2011 | Indefinitely | N/A | N/A | School District |
| Farmington | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Floyd | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Fort Sumner | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Gadsden | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Gallup | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Schedule of Joint Powers Agreements
 Year Ended June 30, 2025

| District Responsibility | Responsible Party | Beginning (DFA Approval) | Ending | Amount Applicable | Amount Contributed | Audit |
|--------------------------------|--------------------------|---------------------------------|---------------|--------------------------|---------------------------|-----------------|
| Gilbert Sena Charter | PSFA Director | 4/24/2013 | Indefinitely | N/A | N/A | School District |
| Grady | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Grants | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Hagerman | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Hatch | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Hobbs | PSFA Director | 2/15/2011 | Indefinitely | N/A | N/A | School District |
| Hondo | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Horizon Academy West | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| House | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| International School | PSFA Director | 4/15/2013 | Indefinitely | N/A | N/A | School District |
| J. Paul Taylor | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Jal | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Jemez Mountain | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Jemez Valley | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| La Promesa | PSFA Director | 12/24/2012 | Indefinitely | N/A | N/A | School District |
| Lake Arthur | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Las Cruces | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Las Vegas City | PSFA Director | 6/19/2012 | Indefinitely | N/A | N/A | School District |
| Logan | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Lordsburg | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Los Alamos | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Los Lunas | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |

| District Responsibility | Responsible Party | Beginning (DFA Approval) | Ending | Amount Applicable | Amount Contributed | Audit |
|--------------------------------|--------------------------|---------------------------------|---------------|--------------------------|---------------------------|-----------------|
| Loving | PSFA Director | 3/5/2012 | Indefinitely | N/A | N/A | School District |
| Lovington | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Magdalena | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Master Program | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Maxwell | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| McCurdy | PSFA Director | 6/2/2016 | Indefinitely | N/A | N/A | School District |
| Media Arts | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Melrose | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Mesa Vista | PSFA Director | 3/16/2012 | Indefinitely | N/A | N/A | School District |
| Montessori | PSFA Director | 4/10/2013 | Indefinitely | N/A | N/A | School District |
| Mora | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Moriarty | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Mosquero | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Moutainair | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| NM School for the Arts | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| NMSBVI | PSFA Director | 10/16/2009 | Indefinitely | N/A | N/A | School District |
| NMSD | PSFA Director | 11/6/2009 | Indefinitely | N/A | N/A | School District |
| North Valley Academy | PSFA Director | 11/22/2011 | Indefinitely | N/A | N/A | School District |
| Pecos | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Peñasco | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Pojoaque | PSFA Director | 3/12/2013 | Indefinitely | N/A | N/A | School District |
| Portales | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Questa | PSFA Director | 4/14/2013 | Indefinitely | N/A | N/A | School District |
| Raton | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Reserve | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |

STATE OF NEW MEXICO
 New Mexico Public School Facilities Authority
 Schedule of Joint Powers Agreements
 Year Ended June 30, 2025

| District Responsibility | Party | (DFA Approval) | Ending | Applicable | Contributed | Audit |
|-------------------------------------|---------------|-----------------------|---------------|-------------------|--------------------|-----------------|
| Rio Rancho | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Roswell | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Roy | PSFA Director | 3/7/2011 | Indefinitely | N/A | N/A | School District |
| Ruidoso | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| San Jon | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Santa Fe | PSFA Director | 11/8/2010 | Indefinitely | N/A | N/A | School District |
| Santa Rosa | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| School of Dreams | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Silver | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Socorro | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| South Valley Prep | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| Springer | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| SW Intermediate Learning Center | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| SW Primary Learning Center | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Center | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Truth or Consequences | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Taos Integrated School for the Arts | PSFA Director | 11/15/2010 | Indefinitely | N/A | N/A | School District |
| Taos Academy | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Taos | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Tatum | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |

| District Responsibility | Responsible Party | Beginning (DFA Approval) | Ending | Amount Applicable | Amount Contributed | Audit |
|--------------------------------|--------------------------|---------------------------------|---------------|--------------------------|---------------------------|-----------------|
| Texico | PSFA Director | 2/2/2011 | Indefinitely | N/A | N/A | School District |
| The ASK Academy | PSFA Director | 10/21/2010 | Indefinitely | N/A | N/A | School District |
| Tierra Adentro | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Tucumcari | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Tularosa | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Vaughn | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |
| Village Academy | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| Wagon Mound | PSFA Director | 9/14/2010 | Indefinitely | N/A | N/A | School District |
| West Las Vegas | PSFA Director | 10/14/2010 | Indefinitely | N/A | N/A | School District |
| Zuni | PSFA Director | 10/4/2010 | Indefinitely | N/A | N/A | School District |

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COMPLIANCE SECTION

INDEPENDENT AUDITOR'S 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*

Joseph M. Maestas, P.E. CFE
New Mexico State Auditor
Members of the Public School Capital Outlay Council
State of New Mexico Public School Facilities Authority
Albuquerque, New Mexico

We have audited, 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, the financial statements of the governmental activities, each major fund, and the budgetary comparisons for the General Fund and major special revenue funds of the New Mexico Public School Facilities Authority (the "Authority") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated October 28, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority'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 Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority'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 Authority's financial statements will not be prevented or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2025-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

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

The Authority's Responses to the Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Authority's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Authority's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 result of that testing, and not to provide an opinion on the effectiveness of the Authority'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 Authority's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cordova CPAs LLC
Albuquerque, New Mexico
October 28, 2025

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STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Schedule of Findings and Responses
June 30, 2025

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors' report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| c. Noncompliance material to the financial statements noted? | None noted |

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Schedule of Findings and Responses
June 30, 2025

Schedule II

SECTION II – FINANCIAL STATEMENT FINDINGS

2025-001 (2019-002)- Deficiencies in Internal Controls over Financial Close (Material Weakness) Repeat/Modified

Condition: During our audit process, we noted the following:

- The Authority did not properly perform procedures to keep the bond reconciliation tool up to date throughout the year to ensure all expenditures related to construction projects were timely and accurately drawn down from the Board of Finance Division of the New Mexico Department of Finance and Administration. Due to this, the Authority discovered several months after yearend, that the Authority expended \$19,832,818 in project costs throughout the year end did not properly request the drawdown.
- The Authority did not timely perform the internal transfer from the 94700 to 94300 for costs accumulated throughout the year for administrative expenditures. The transfer was performed several months after year end in the amount of \$6,670,297 and resulted in a fund balance in fund 94300 in the amount of \$1,670,527.
- The Authority did not properly perform draw down requests from the Board of Finance Division of The New Mexico Department of Finance and Administration throughout the year for project costs in fund 94700, which resulted in a negative cash balance of \$6,256,400 in fund 94700 at year end.
- At yearend 2023, the Authority owed a liability to the Board of Finance Division of The New Mexico Department of Finance and Administration in the amount of \$13,263,582. This was related to a reconciliation project that the Authority performed during fiscal year 2023. During the fiscal year 2025, the Authority did not timely remit the amounts owed to the Board of Finance and at yearend 2025, and still reported this liability on the Authority's financial statements. The Authority also incorrectly draw down \$6,639,815 during 2025, which will be included in the liability back to the State at yearend.

The Authority did not make any progress on this finding as it relates to the internal transfers or the due to Board of Finance at year end June 30, 2025.

Criteria: The Committee of Sponsoring Organizations (COSO) COSO Internal Control – Integrated Framework, consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are known as the control environment, risk assessment, control activities, information and communication and monitoring, which includes the implementation of internal controls with financial close functions to produce accurate and timely financial information in accordance with generally accepted accounting principles.

Effect: The Authority had to perform late journal entries to post accounts receivable in the amount of \$10,579,604 from the Board of Finance Division of the New Mexico Department of Finance and Administration. Also, the Authority had to perform late journal entries to move monies from fund 94700 to 94300 in order to properly state internal transfers and reduce the negative cash in fund 94300. Also, due to the Authority not properly monitoring the operational expenditures for administrative costs throughout the year, there is a balance of \$1,570,561 in fund balance in fund 94300 and \$6,256,400 in overdrawn cash in fund 94700 at year end. Lastly, the Authority still has a large due to other State Agencies on the books at year end 2025.

Cause: Management had a non-systemic oversight related to the closeout of these accounts at year end.

Auditors' Recommendations: We recommend the Authority review all accounts balances throughout the year for proper reimbursements and transfers. Also, the Authority should perform the necessary processes to send both errors in draws of \$13,263,582 and \$6,639,815 back to the State.

Agency's Response: The CFO will verify that the monthly and year-end procedures are followed and reviewed, including the bond reconciliation, to ensure accurate financial information. As it pertains to item #4, the Finance department, under the supervision of the CFO, will work to ensure this liability is paid to the Board of Finance Division before the end of FY26.

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Schedule of Findings and Responses
June 30, 2025

Schedule II

2025-001 (2019-002)- Deficiencies in Internal Controls over Financial Close (Material Weakness) Repeat/Modified

Position of the employee responsible for this finding: The Chief Financial Officer

Timeline for corrective action plan completion: June 30, 2026.

SECTION III – SECTION 12-6-5 NMSA 1978 FINDINGS

None noted

SECTION IV – PRIOR YEAR AUDIT FINDINGS

2024-001 (2019-002) Deficiencies in Internal Controls over Financial Close (Material Weakness)-Repeat/Modified

STATE OF NEW MEXICO
New Mexico Public School Facilities Authority
Other Disclosures
June 30, 2025

OTHER DISCLOSURES

Exit Conference

An exit conference was held on November 3, 2025. The following individuals were in attendance.

Representing New Mexico Public School Facilities Authority

| | |
|--------------------|---|
| Ashley Leach | State Board of Finance Director (PSCOC-AMS Chair) |
| Emmanuel Kimah | ACFR Accountant |
| Larry P. Tillotson | PSFA Executive Director (Interim) |
| Matthew Schimmel | PSFA Chief Finance Officer |
| Melissa Ortega | PSFA Financial Coordinator |

Representing Cordova CPAs LLC

| | |
|----------------------|----------------------|
| Robert Gonzales, CPA | Engagement Principal |
|----------------------|----------------------|

Auditor Prepared Financial Statements

Cordova CPAs LLC prepared the GAAP-basis financial statements and footnotes of the Authority from the original books and records provide to them by the management of the Authority. The responsibility for the financial statements remains with the Authority.

I. Legislative Update**II. Presenter(s): Marcos B. Trujillo, Executive Director****III. Executive Summary (Informational):****Key Points:**

The 2026 Legislative Session closed with no new legislation impacting programs for the Public School Facilities Authority (PSFA). However, there were several pieces of legislation we tracked closely. Listed below are key pieces of legislation that impact PSFA's operating budget, the Public School Capital Outlay Fund (PSCOF), and the Issuance of Supplemental Severance Tax Notes.

House Bill 2 (General Appropriations Act of 2026):

- **PSFA:**
 - Pending Governor Lujan-Grisham signing House Bill 2 (HB2) into law PSFA will receive additional budget authority for fiscal year (FY) 2026 and 2027.
 - For FY27, PSFA received an overall budget increase of \$973,500 or 12.55% over the FY26 operating budget.
 - For FY26 and FY27, PSFA received a Section 5: Special appropriation in the amount of \$2.5 million dollars for contractual services, including project management, information technology system improvements and administrative support. The special appropriation will be funded from the PSCOF.
- **HB2 Appropriations from the PSCOF:**
 - HB2 includes an interagency transfer of \$650,000 for the Office of Broadband Access and Expansion (OBAE) for their operating budget for FY27.
- **HB2 Language Authorizing the Issuance of Supplemental Severance Tax Notes:**
 - HB2 authorizes the State Board of Finance (SBOF) to issue and sell supplemental severance tax notes in an amount not exceeding \$115 million in fiscal years 2027 and 2028 for projects in House Bill 8 which created the higher education major projects fund administered by the New Mexico Higher Education Department.

Senate Bill 240 (Capital Outlay Projects):

- **Section 64:**
 - Appropriations from the PSCOF to the public education department for the following purposes:
 - \$435,000 to purchase cameras and school buses statewide.
 - \$18,880,000 to purchase district-owned school buses statewide.
- **Section 70:**
 - Appropriations from the PSCOF to the capital outlay program fund for the following purposes:
 - \$10,000,000 for expenditures in FY26 through FY28 to construct, furnish and equip a literacy institute in Albuquerque.
 - \$10,000,000 for expenditures in FY26 through FY28 to construct, furnish and equip furnish and equip a science, technology, engineering and mathematics institute in Albuquerque.
- **Section 73:**
 - Authorizes the State Board of Finance (SBOF) to issue and sell supplemental severance tax bonds in an amount not exceeding a total of \$280,000,000 in fiscal years 2026 through 2029 for the University of New Mexico School of Medicine.

Exhibits:**A- Legislative Update Memorandum**



**State of New Mexico
Public School Facilities Authority**

Marcos B. Trujillo | Executive Director
Sean Murray | Deputy Director of Capital Operations
Larry Tillotson | Deputy Director of Operations, Quality, & Outreach

DATE: Monday, March 2, 2026
TO: AMS Subcommittee
FROM: Marcos B. Trujillo

MEMORANDUM

2026 Legislative Update

The 2026 Legislative Session closed with no new legislation impacting programs for the Public School Facilities Authority (PSFA). However, there were several pieces of legislation we tracked closely. Listed below are two key pieces of legislation that passed related to PSFA’s operating budget, the Public School Capital Outlay Fund (PSCOF), and the Issuance of Supplemental Severance Tax Notes.

General Appropriations Act of 2026 (House Bill 2):

- **PSFA:**
Pending Governor Lujan-Grisham signing House Bill 2 (HB2) into law PSFA received additional budget authority for fiscal year (FY) 2026 and 2027. For FY27, PSFA received an overall budget increase of \$973,500 or 12.55% over the FY26 operating budget.

| Public School Facilities Authority Budget | | | | |
|--|----------------|----------------|----------------|------------------|
| Category | FY26 OpBud | FY27 HB2 Rec. | Difference | Percent Increase |
| 200's (Personal Services & Employee Benefits) | 6,284.0 | 6,860.4 | 576.4 | 9.17% |
| 300's (Contractual Services) | 200.0 | 200.0 | 0 | 0% |
| 400's (Other) | 1,272.9 | 1,670.0 | 397.1 | 31.20% |
| Total | 7,756.9 | 9,069.2 | 1,312.3 | 12.55% |

- **Section 5: Special Appropriations:**
For FY26 and FY27, PSFA received a \$2.5 million dollar appropriation for contractual services, including project management, information technology system improvements and administrative support. The special appropriation is funded from PSCOF.

- **Public School Capital Outlay Fund:** HB2 includes an interagency transfer of \$650,000 for the Office of Broadband Access and Expansion (OBAE) for their operating budget for FY27.
- **Issuance of Supplemental Severance Tax Notes:** HB2 includes language authorizing the State Board of Finance (SBOF) to issue and sell supplemental severance tax notes in an amount not exceeding \$115 million in fiscal years 2027 and 2028 for projects in House Bill 8 which created the Higher Education Major Projects Fund administered by the New Mexico Higher Education Department. SBOF may issue and sell supplemental severance tax notes based on the Higher Education Department certifying the need for the issuance to plan, design, construct, furnish and equip student housing and student life projects that may be funded provided that the issuance of supplemental severance tax bonds pursuant to the Public School Capital Outlay Act or the Public School Capital Improvements Act take precedence over notes issued for the student housing and student life projects. Any proceeds from the sale of notes for student housing and student life projects shall be transferred to the Higher Education Major Projects Fund and are subject to appropriation by the Legislature.

Capital Outlay Projects Bill (Senate Bill 240):

Senate Bill 240 includes several distributions out of the Public School Capital Outlay Fund (PSCOF) for other executive agencies along with authorizing the State Board of Finance to issue and sell supplemental severance tax bonds to fund the UNM School of Medicine. Listed below is the breakdown of the distributions.

- **Section 64:** Appropriations \$19,315,000 from the PSCOF to the Public Education Department for the following purposes:
 - \$435,000 to purchase cameras and school buses statewide.
 - \$18,880,000 to purchase district-owned school buses statewide.
- **Section 70:** Appropriations \$20,000,000 from the PSCOF to the capital outlay program fund for the following purposes:
 - \$10,000,000 for expenditures in FY26 through FY28 to construct, furnish and equip a literacy institute in Albuquerque.
 - \$10,000,000 for expenditures in FY26 through FY28 to construct, furnish and equip furnish and equip a science, technology, engineering and mathematics institute in Albuquerque.
- **Section 73:** Authorizes the State Board of Finance (SBOF) to issue and sell supplemental severance tax bonds in an amount not exceeding a total of \$280,000,000 in fiscal years 2026 through 2029 for the University of New Mexico School of Medicine.



I. Budget and Contract Support**II. Presenter(s): Marcos B. Trujillo, Executive Director****III. Executive Summary (Informational):****Key Points:****Budget:**

Pending Governor Lujan-Grisham signing House Bill 2 (HB2) into law PSFA will have additional budget authority for fiscal year 2026 and 2027.

- PSFA received a \$2.5 million-dollar non-reoccurring special appropriation for contractual services, including project management, information technology system improvements and administrative support.

Contract Support:**Field Contractual Support:**

- PSFA staff is finalizing the scope of work to issue an RFP for professional services to represent and support PSFA and participating school districts interest and provide oversight and support over projects to include but not limited to the planning, design, procurement, construction and closeout of capital outlay projects.
- PSFA has engaged with several local consulting firm with experience in PSFA operation, Adequacy Standards, processes and policies..

Information Technology Systems:

- PSFA staff has reengaged with Real Time Solutions (RTS) to continue development of the bond tracking system for certifying and tracking project funding.
 - RTS is working on phase II and III quotes for additional modules for tracking enrollment data, Facilities Master Plan (FMP) inputs, and an application module for standard and system project requests.
- PSFA will be working with the DFA-SHARE Team to integrate SHARE Financials and E-builder (Trimble) for data synchronization.

Administrative Support:

- PSFA staff is finalizing a scope of work to issue an RFP for professional services to assist with completing the bond reconciliation.
- PSFA staff is finalizing a scope of work to issue an RFP for professional services to assist with updating the adequacy standard guidelines.

Exhibits:**A-Budget and Contract Memorandum**



State of New Mexico
Public School Facilities Authority

Marcos B. Trujillo | Executive Director
 Sean Murray | Deputy Director of Capital Operations
 Larry Tillotson | Deputy Director of Operations, Quality, & Outreach

DATE: Monday, March 2, 2026

TO: AMS Subcommittee

FROM: Marcos B. Trujillo

MEMORANDUM

Budget and Contract Update

Pending Governor Lujan-Grisham signing House Bill 2 (HB2) into law PSFA has already begun working on several Request for Proposals (RFP) to support PSFA's capacity challenges to improve operational efficiencies. PSFA is planning on utilizing the \$2.5 million-dollar non-reoccurring special appropriation for a wide range of contractual services, including project management, information technology system improvements and administrative support. The special appropriation is being funded from the Public School Capital Outlay Fund.

The focus over the next few weeks is to finalize the scope of work to issue an RFP for professional services to support the field operation. The RFP will include PSFA, participating school districts interest, providing oversight and support over projects to include but not limited to the planning, design, procurement, construction and closeout of capital outlay projects. PSFA has already engaged with several local consulting firms with experience in PSFA operation, adequacy standards, processes and policies.

Related to Information Technology (IT) system improvement, PSFA has reengaged with representatives from Real Time Solutions (RTS) to continue development of the bond tracking system for automating all functions related to bond sales including certification's, decertification's, tracking project by bond series, and enhanced reporting for all funding allocated by the State Board of Finance. As part of the larger vision for PSFA, RTS is working on quotes for additional critical modules for tracking enrollment data, Facilities Master Plan (FMP) inputs, and a new application system for standard and system project requests. Another IT improvements we are working on is integrating the state's Financial System (SHARE) with E-builder (Trimble) for data synchronization and to ensure project balances in both systems are accurate.

Related to administrative support, PSFA's finance team is finalizing a scope of work to issue an RFP to assist with completing the bond reconciliation due to capacity additional resources are necessary. PSFA Program's team is finalizing a scope of work to issue an RFP to assist with evaluating and updating the adequacy planning guide including assistance with stakeholder engagement and outreach.

Future projects if budget permits include a FAD system update encompassing updated data from RSMMeans to ensure data inputs are relevant, up to date and accurate.

I. P22-002 Combined School (Mosquero) – Project Update**II. Presenter(s):** Sean Murray, Deputy Director of Capital Operations
Mathew Gerken, Senior Project Manager**III. Executive Summary (Informational):****Key Points:****Funding History**

- As of January 2026, the PSCOC has approved a total of \$58,387,288 in planning, design and construction funding.
 - The state-local match for Mosquero is 6% state/ 94% district.
 - Local match reductions (waiver) total \$54,763,922.

Contractor

- Punchlist items continue to be completed initial count was 320 items down to 20 currently.
 - Will be completed during spring break to limit interruption to instructional time.
- Substantial completion has occurred for buildings 2 and 3 has been achieved, and the district is now holding classes in the new areas of the campus.
- Selective demolition has begun, and preparations have started for the building that is to be renovated.
- Bradburry Stam has covered \$198,131.94 in Modification Change Request (MCR)'s.
 - Any further credits remain to be negotiated during the renovation portion of the project that remains.
- There are currently (4) MCR's being reviewed by the Design Professional (DP) and have potential for cost increases.
 - MCR-64 Fire Tank Monitoring
 - MCR-62 Building 1 Landscaping
 - MCR-63 Crusher Fines Replacement
 - MCR-33 Roofing time delay is moving its way through Trimble for the delay in roofing redesign.

Design Professional

- Additional Design Services Request (ADSR) -11 Construction Fee Alignment has been approved in CIMS for Dekker.
- A deductive ADSR will be submitted as we near project completion in October for a minimum of \$80,000.00 that Dekker has committed to previously.
- Negotiations will have to occur for any additional funds beyond \$80k.

Exhibit(s):

A- Project Award History



PSFA Project Update

| | |
|--|--|
| Mosquero Municipal Schools Combined School (P22-002) | |
|--|--|

District Information

- Superintendent and District Representative: Johnna Bruhn

PSFA Staff Update

Awarded Funding

| Request Summary | | State Match 6% | Local Match 94% | Total | Funding Adjustment |
|--|-----------|---------------------|--------------------|---------------------|---|
| MOU 1 - Planning Phase | Jul. 2021 | \$54,923 | \$2,002,128 | \$2,057,051 | Offset \$68,500 |
| MOU 2 - Design Phase | Dec. 2021 | \$2,252,708 | \$- | \$2,252,708 | Local Match Reduction (waiver) \$2,117,545 |
| MOU 3 - Teacher Housing Design Phase | Mar. 2022 | \$393,200 | \$- | \$393,200 | Local Match Reduction (waiver) \$369,608 |
| MOU 4 - Technical Correction | Jun. 2023 | \$- | \$(1,993,675) | \$(1,993,675) | N/A |
| MOU 5 - Early Work Package | Jul. 2023 | \$2,800,000 | \$- | \$2,800,000 | Local Match Reduction (waiver) \$2,632,000 |
| MOU 6 - Construction Phase | Oct. 2023 | \$45,953,268 | \$- | \$45,953,268 | Local Match Reduction (waiver) \$43,196,072 |
| MOU 7 - Teacher Housing Construction Phase | Mar. 2024 | \$5,433,189 | \$- | \$5,433,189 | Local Match Reduction (waiver) \$5,107,197 |
| MOU 8 - Additional Construction funding | Jan. 2026 | \$1,500,000 | \$- | \$1,500,000 | Local Match Reduction (waiver) \$1,410,000 |
| Total Project Funding | | \$58,387,288 | \$8,453 | \$58,395,741 | |

Project Information

Project Information

- PSFA Regional Project Manager: Gabe Saavedra
- Design Professional: Dekker
- General Contractor: Bradbury Stamm Construction

Scope of Work

- | | |
|---|---|
| <ul style="list-style-type: none"> • Consolidation and full replacement of district facilities • Design capacity: 110 students • Current enrollment: 89 students | <ul style="list-style-type: none"> • Maximum allowable GSF: 44,945 • Above allowable SF:N/A |
|---|---|

Phasing

- In progress:
 - Renovation and Construction Building 1 & 5
 - Demolition of Building 6, Existing Teacher Housing and Site Demolition

Award History

Original Award – Memorandum of Understanding (MOU) 1

- July 2021
- Standards-based Award: Full replacement
- Ranking: 39
- wNMCI: 43.07%
- Original Award Language:
 - Design phase funding deferred, pending completion of planning phase work funded by the district, including a feasibility study with cost/benefit and building systems analysis to determine options to renovate or replace the 1935 original building. Upon completion of the final planning phase work, the district may return to the PSCOC for design phase funding to include approval of the design enrollment, maximum gross square footage pursuant to the Adequacy Planning Guide, and an update to the total estimated project cost. PSCOC may make an award to fund a functional phase of a project without committing to funding future phases of proposed projects. The Council shall reevaluate each phase of a project and the capacity of the Public School Capital Outlay Fund before making an award for a subsequent phase of a project.
- Estimated MACC:
 - New Construction: \$411/SF
 - Renovation: \$275/SF
 - Teacher Housing \$300/SF
- Estimated Total Project Cost: \$20,570,514 (\$18,684,800 school only)

Out-of-Cycle Award – Memorandum of Understanding (MOU) 2

- December 2021
- Design phase funding
- Award Language:
 - Council approval to amend the current standards-based award for Mosquero Municipal Schools for the Combined Campus to include design phase funding for partial replacement, demolition and renovation of the existing facilities to construct a new campus with a design enrollment of 110 students of which, 54 students are projected to be in person grades PreK-12 up to 48,792 GSF, with an increase in the state match (100%) of \$2,252,708 for the design phase and a corresponding decrease in the local match. Review of design enrollment shall occur during the design phase with approval of the design enrollment prior to the out-of-cycle construction phase funding request.

Out-of-Cycle Award– Memorandum of Understanding (MOU) 3

- March 2022
- Teacher Housing Design phase funding
- Award Language:
 - Council approval to amend the current 2021-2022 Standards-based award to Mosquero Municipal Schools for the Combined School (P22-002) to include five teacher housing units, beginning with design phase funding with an increase in the state match (100%) of \$393,200 for the design phase and a corresponding decrease in the local match. Upon completion of the design phase, the district may return to the PSCOC for out-of-cycle construction phase funding.
- Estimated MACC: \$375/SF
- Estimated Total Project Cost: \$3,932,000

Out-of-Cycle Award – Memorandum of Understanding (MOU) 5

- July 2023
- Early Work Package funding
- Award Language:
 - Council approval to amend the current 2021-2022 Standards-based award to Mosquero Municipal Schools for the Combined School to include additional funding of \$2,800,000 for an early work package (construction phase) and required infrastructure (transformer), with an increase in the state match (100%) of \$2,800,000. Upon completion of the design phase, the district may return to the PSCOC for out-of-cycle construction phase funding.

Out-of-Cycle Award – Memorandum of Understanding (MOU) 6

- October 2023
- Construction phase funding
- Award Language:
 - Council approval to amend the current Standards-based award to Mosquero Municipal Schools (MMS) to include a waiver of the local match totaling \$43,196,072 for a revised state match of \$45,953,268 (100%) and a revised local match of \$0 (0%), for the construction of a replacement facility for a design enrollment of 110 students grades Pre-K through 12 in 44,945 GSF.

Out-of-Cycle Award – Memorandum of Understanding (MOU) 7

- March 2024
- Teacher Housing Construction phase funding
- Award Language:
 - Council approval to amend the current Standards-based award to Mosquero Municipal Schools (MMS) to include a waiver of the local match totaling \$5,107,197 for a revised state match of \$5,433,189 (100%) and a revised local match of \$0 (0%), for the construction of 10 teacher housing units and associated site work.

Out-of-Cycle Award – Memorandum of Understanding (MOU) 8

- January 2026
- Additional Construction phase funding
- Award Language:
 - Council approval to amend the current 2021-2022 Standards-based award language to Mosquero Municipal Schools (MMS) for the Combined School (P22-022) to include
 - Additional construction funding totaling \$1,500,000 with a local match reduction (waiver) totaling \$1,410,000 for a revised state match of \$1,500,000 (100%) and a local match of \$0 (0%).
 - With the contingency that the School and PSFA staff meet with the Design Professional and General Contractor to discuss funding that can be recovered.

District Financial Information

State / Local Match

- Local match: 94%
- State match: 6%
- The district does not have adequate funds to accommodate the local share of this project.
 - The district requests consideration for a local match reduction.

Bond Information

- | | |
|--|---|
| <ul style="list-style-type: none"> • GO Bond: <ul style="list-style-type: none"> • Current: November 2025 for \$3 million • Future: N/A • Bonding Capacity: \$3,670,234 • Available Capacity: \$2,230,523 • Bond Sale: <ul style="list-style-type: none"> • Current: February 2026 for \$750,000 • Future: January 2027 for \$1,250,000 • Future: January 2028 for \$1,000,000 • Mill Levy: 11.93 <ul style="list-style-type: none"> • Source: Bosque Advisors | <ul style="list-style-type: none"> • SB-9: \$628,315 • HB-33: N/A • Cash Balance: \$27,066 • Operational: \$1,014,038 |
|--|---|

Project Funding

- Sources: GO Bond (Source 41000)

Local Match Reduction

- The district can not support the local match for this phase of funding.
- **Mosquero Municipal Schools does meet statute requirements for a local match reduction.**

Per Section 22-24-5 (B)(9), the council may adjust the amount of local share otherwise required if it determines that a school district has made a good-faith effort to use all of its local resources. Before making any adjustment to the local share, the council shall consider whether:

| Option | Requirement | District Data | Meets Eligibility |
|--------|-------------------------------|---------------|-----------------------------|
| 1 | Insufficient Bonding Capacity | \$3,670,234 | Meets Mill Levy requirement |
| | Mill Levy \geq 10 | 11.93 | |
| 2 | MEM Count \leq 800 | 89 | YES |
| | Mill Levy \geq 7.00 | 11.93 | |

* District must meet 1 of the 2 options.

Maintenance Summary

The Mosquero Municipal School District does meet all statutory requirements (as of November 5, 2025)

- **Preventive Maintenance Plan is current**
 - Last updated November 3, 2025 (Annual update required; 6.27.3.11 NMAC)
 - Plan rated Outstanding, exceeding statute criteria.
- **Quarterly FIMS Proficiency Reports:** Satisfactory user of 3 out of 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 100% performance rating, above the 90% recommendation
- **Facility Maintenance Assessment Report (FMAR):** district average is 66.77%, **Satisfactory.**
 - The district is maintaining their assets and facility conditions to an overall 66% Satisfactory level (district average), currently below the recommended 70% (FMAR 3rd cycle)

Staff Recommends:

- Continue their diligence towards improved core maintenance to 80% (Good) ratings;
- Continuing their use of the FIMS tools to drive district maintenance performance
- Respond to subsequent FMARs through the 60-day response process supporting quality facility conditions, addressing all deficiencies.

Historic and Current PSCOC Funded Projects

Current active projects: 1

Historic projects: 8

| Fiscal Year Funded | Facility Name | Project Type | PSCOC Funding |
|--------------------------|------------------|---------------------------------|----------------------|
| Current Projects | | | |
| 2021-2022 | Combined School | Standards-based | \$ 58,387,288 |
| Historic Projects | | | |
| 2023-2024 | District Wide | HB45.1 | \$ 100,000 |
| | | HB45.2 | \$ 50,000 |
| 2022-2023 | District Wide | SB212 | \$ 100,000 |
| 2019-2020 | District Wide | Facilities Master Plan | \$ 2,400 |
| 2013-2014 | District Wide | Facilities Master Plan | \$ 16,096 |
| 2004-2005 | Combined School | Standards-based | \$ 30,000 |
| 2003-2004 | Mosquero ES | Deficiencies Correction Program | \$ 70,000 |
| 2002-2003 | Mosquero ES & HS | Deficiencies Correction Program | \$ 22,400 |
| Total Funding | | | \$ 58,778,184 |

Site Plan / Renderings



-  POSSIBLE CONSTRUCTION STAGING AREAS (VERIFY PROPERTY OWNERSHIP)
-  ARCHITECTURAL DEMOLITION
-  ARCHITECTURAL RENOVATION / PARTIAL DEMOLITION
-  ARCHITECTURAL CONSTRUCTION
-  SITE WORK

I. Maintenance Program Status Report**II. Presenter(s):** Jeff McCurdy, Maintenance & Operations Manager**III. Executive Summary (Informational):****Key Points:****Current New Mexico School District Performance Status ending December 31, 2025**

- **Preventive Maintenance Plan Status.** *Definition: a statute driven (annually updated) written plan on how districts manage maintenance and operations. NM State Statute (22-24-5.3 NMSA 1978, Preventive Maintenance Plans; Guidelines; Approval and 6.27.3.11 NMAC). Exhibit B: Maintenance Program Status Report (MPSR).*
 - **85.71% (78)** of NM districts have a current and approved preventive maintenance plans. This performance metric has increases from the previous (**70.33%**) reporting period.
 - **14.29% (14)** have outdated/non-current plans. Opportunity for Improvement.
 - PSFA staff continues proactive outreach to the NM districts without current PM Plans in an effort to encourage improved performance and NM Statute expectations. Many districts have responded updating their plans and/or have requested assistance.

- **Facility Information Management System (FIMS)** *Definition: A Computerized Maintenance Management Software System to assist in managing both reactive and preventive maintenance tasks and collect basic utility bill data for energy management (NM State Statute 22-24-5.5). Exhibit B: Maintenance Program Status Report.*
District Use Status (Goal 70% statewide use).
 - **Maintenance Direct: 62.64% (57)** of NM districts are utilizing this tool to manage reactive maintenance activities. Previous: **61.54%**
 - **Preventive Maintenance Direct: 69.23% (63)** of NM districts are utilizing this tool to manage preventive maintenance activities. Previous: **67.03%**

- **Utility Direct: 48.35% (44)** of NM districts are utilizing this tool to collect utility data driving energy management opportunities. Previous: 47.25%.
- **FIMS use State average: 65.94%** of NM school districts use the state provide FIMS tools and resources to manage maintenance performance. Previous: 64.285%
- **Facility Maintenance Assessment Report (FMAR F6).** *Definition: A best practice evaluation/assessment tool used to determine the effectiveness of a districts maintenance efforts (combines Facility Maintenance Assessment, Preventive Maintenance Plan and FIMS performance). The final FMAR is used to assist in identifying areas of improvements for educational environments through district maintenance programs.*
- **Cumulative Performance Summary – January 2023 to December 31, 2025** (Statewide Goal: 70% Satisfactory performance).
 - **FMAR F6 statewide average performance rating: 76.62% (1st Qtr. 2025: 76.39%), Satisfactory** Performance with 342/784 schools completed for a 43.62% statewide completion rate spanning 65 NM districts, and 20 State Charter Schools. Previous 3rd Cycle reflected a 71.69% Satisfactory performance rating (final).
 - **FMAR F6 current State Charter school performance rating: 77.22%, Satisfactory** Performance, 20 schools (previous: 75.46%)

Percentage rate of districts responding to the FMAR within 60 days:

- FMAR F6 4th Cycle 2nd Qtr. district response rate: 18.6% (8/43)
- FMAR F6 4th Cycle: 24.49% (61/249)
- **High:** 96.728%, Outstanding | **Low:** 53.176%, Poor.
- **FMAR F6 statewide district Avg. highest rating:** 94.68% | **lowest rating:** 44.592%
- **FMAR Minor and Major Deficiency Summary:** *Definition: A sub-report compiled from FMAR F6 data articulating the number of FMAR Minor and Major Deficiencies (life, health safety, and/or property loss identifiers). This summary report is currently used to develop categorical maintenance training topics and courses through the Facility Managers Training Program in an effort to impact the deficiencies.*

Exhibits:

A – Maintenance Program Definitions 2024

B – Maintenance Program Status Report (MPSR), 4th Qtr. 2025

Maintenance Program Definitions 2024

Maintenance Program Status Report (MPSR. 11" x 17" Excel): A high level data driven performance summary of NM School Districts Key Performance Indicators (KPIs) in PM Planning, the state provided FIMS tools and overall FMAR performance.

Preventive Maintenance Plan: a statute driven (annually updated) written plan on how districts manage maintenance and operations. NM State Statute (22-24-5.3 NMSA 1978, Preventive Maintenance Plans; Guidelines; Approval and 6.27.3.11 NMAC).

Facility Information Management System (FIMS): A Computerized Maintenance Management Software System to assist in managing both reactive and preventive maintenance work order tasks and collect basic utility bill data supporting district energy management processes. (NM State Statute 22-24-5.5).

Facility Maintenance Assessment Report (FMAR F6). Definition: An evaluation/assessment tool used to determine the effectiveness of a districts maintenance efforts (combines a Facility Maintenance Assessment, Preventive Maintenance Plan and FIMS use). The final FMAR is used to assist in identifying areas of improvements for educational environments through district maintenance programs.

FMAR Minor and Major Deficiency Summary: Definition: A report compiled from FMAR F6 data articulating the number of FMAR Minor and Major Deficiencies (life, health safety, and/or property loss identifiers). This summary report is currently used to develop categorical maintenance training topics and courses through the Facility Managers Training Program in an effort to impact the deficiencies.

Meaningful Maintenance Metrics (M3): Definition: a data driven FIMS report used to articulate maintenance performance using industry standard performance metrics and KPI's.

Measurement and Verification (M&V): An energy management tool used to measure (in real time) utility use including water, electrical and gas systems. NM districts can plan, measure, collect and analyze data to verify and report energy savings resulting from energy conservation measures.

The NM Facility Managers Operational Staff Certificate Program: A formal training program designed to enhance the knowledge and skillset of public school facility managers and staff has been developed through the collaboration of several state entities and NM school districts in combined effort to improve public school facility conditions through formal means including but not limited to: *OSHA Safety, Electrical Safety, Environmental Health, Maintenance & Operations, Long range Capital Planning, Emergency & Security Management, Human Resources and Budgeting.*

| District Name | 1. PM Plan Status NM Statute 22-24-5.3 | 1a. Last PM Update Note: Required annual | PM Expiration Date (1 Year + 30-day Grace Period) | 2a. Maintenance Direct (MD) Score | 2b. Preventive Maintenance (PMD) Score | 2c. Utility Direct (UD) Score | * 3a. District Avg. FMAR Cycle 3 Final | * 3b. District Avg. FMAR Cycle 4 | 4. Measurement & Verification | 5a. PM Schedules Running | 5b. PM Schedule Types (Goal:10>) | 5c. PM Completion Rate (Goal > 90%) 2b. | 5d. PM Cost Ratio (Goal > 20%) 2b. | 5e. Work Order Backlog Rate (Goal < 25%) 2a. | 5f. Transaction Percentage (Goal > 100%) 2a. | 6 - E-Builder Project Status | 7 - Staffing Model (100%) |
|-----------------|--|--|---|-----------------------------------|--|-------------------------------|--|----------------------------------|-------------------------------|--------------------------|----------------------------------|---|------------------------------------|--|--|------------------------------|---------------------------|
| ALAMOGORDO | CURRENT | 8/25/2025 | 9/24/2026 | 2.25 | 2.5 | 2 | 77.88% | 77.19% | | 0 | 0 | 54.79% | 2% | 16.44% | 186.47% | | |
| ALBUQUERQUE | CURRENT | 7/29/2025 | 8/28/2026 | 3 | 2 | 3 | 72.58% | 74.76% | | 5,095 | 91 | 86.14% | 30% | 3.05% | 153.70% | | |
| ANIMAS | CURRENT | 10/28/2025 | 11/27/2026 | 1.5 | 2 | 2 | 74.42% | | | 39 | 14 | 31.25% | 37% | 51.22% | 51.22% | | |
| ARTESIA | CURRENT | 4/16/2025 | 5/16/2026 | 1.75 | 2 | 2 | 69.30% | 78.54% | | 46 | 10 | 100% | 0% | 0.35% | 0% | | |
| AZTEC | CURRENT | 4/2/2025 | 5/2/2026 | 3 | 2.25 | 2 | 91.07% | 84.65% | | 355 | 24 | 95.26% | 39% | 4.82% | 125.83% | | |
| BELÉN | CURRENT | 12/1/2025 | 12/31/2026 | 1.75 | 2.5 | 2 | 81.14% | 75.96% | | 114 | 15 | 88.08% | 21% | 3.49% | 81.10% | | |
| BERNALILLO | CURRENT | 5/7/2025 | 6/6/2026 | 1.75 | 2.75 | 1 | 77.98% | 78.32% | Yes | 138 | 15 | 100% | 56% | 1.63% | 51.63% | | |
| BLOOMFIELD | CURRENT | 3/31/2025 | 4/30/2026 | 2 | 2.5 | 2 | 72.64% | 84.32% | | 186 | 28 | 100% | 12% | 1.64% | 96.31% | | |
| CAPITÁN | CURRENT | 11/10/2025 | 12/10/2026 | 1.75 | 2.25 | 2 | 63.53% | | | 11 | 6 | 100% | 0% | 2.27% | 25% | | |
| CARLSBAD | CURRENT | 2/18/2026 | 3/20/2027 | 1.75 | 2.5 | 1 | 67.00% | 78.54% | | 115 | 13 | 100% | 5% | 0.17% | 67.24% | | |
| CARRIZOZO | CURRENT | 9/23/2025 | 10/23/2026 | 1.25 | 1.5 | 1 | -4.34% | | | 7 | 5 | 0% | 0% | 800% | 0% | | |
| CENTRAL CONS. | CURRENT | 10/25/2025 | 11/24/2026 | 2.5 | 2 | 1 | 85.27% | 90.06% | | 373 | 26 | 99% | 4% | 2.39% | 142.11% | | |
| CHAMA | NOT UPDATED | 6/24/2019 | 7/23/2020 | 1.75 | 1.75 | 2 | 60.01% | 60.02% | | 44 | 11 | 0% | 0% | 7.28% | 0% | | |
| CIMARRON | CURRENT | 4/7/2025 | 5/7/2026 | 1.75 | 2 | 0.5 | 63.50% | 76.11% | | 26 | 18 | 100% | 0% | 0.43% | 0.43% | | |
| CLAYTON | CURRENT | 1/21/2026 | 2/20/2027 | 1.25 | 1 | 1 | 71.74% | 86.21% | | 0 | 0 | 0% | 0% | 300% | 0% | | |
| CLOUDCROFT | CURRENT | 6/18/2025 | 7/18/2026 | 1.5 | 1.75 | 2 | 63.29% | 75.81% | | 19 | 9 | 100% | 0% | 25.49% | 0% | | |
| CLOVIS | CURRENT | 6/16/2025 | 7/16/2026 | 3 | 2.75 | 2.5 | 89.10% | 91.96% | | 215 | 10 | 100% | 16% | 0.27% | 129.14% | | |
| COBRE CONS. | CURRENT | 1/6/2026 | 2/5/2027 | 1.5 | 1 | 2 | 57.39% | 78.48% | | 0 | 0 | 0% | 0% | 15.38% | 0% | | |
| CORONA | NOT UPDATED | 1/15/2025 | 2/14/2026 | 1 | 1 | 1 | 67.94% | | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| CUBA | CURRENT | 3/24/2025 | 4/23/2026 | 1.5 | 1.75 | 1.5 | 81.85% | 76.53% | | 161 | 25 | 0% | 0% | 0% | 0% | | |
| DEMING | CURRENT | 1/13/2026 | 2/12/2027 | 2.25 | 2.25 | 2 | 81.52% | 82.04% | | 458 | 23 | 98.98% | 34% | 0.88% | 188.59% | | |
| DES MOINES | CURRENT | 7/29/2025 | 8/28/2026 | 1.25 | 1 | 1 | 75.17% | | | 0 | 0 | 0% | 0% | 50% | 0% | | |
| DEXTER | CURRENT | 9/17/2025 | 10/17/2026 | 1.75 | 2 | 2 | 71.28% | | | 24 | 10 | 100% | 0% | 2% | 28% | | |
| DORA | CURRENT | 11/17/2025 | 12/17/2026 | 1.5 | 1.75 | 2 | 69.46% | | | 99 | 27 | 0% | 0% | 1314.29% | 0% | | |
| DULCE | NOT UPDATED | 2/28/2023 | 3/29/2024 | 1 | 1 | 1 | 57.45% | 69.69% | | 0 | 0 | 0% | 0% | 0% | 0% | | 64.48% |
| ELIDA | CURRENT | 7/29/2025 | 8/28/2026 | 1.5 | 1.5 | 1 | 82.58% | | | 65 | 21 | 0% | 0% | 0% | 0% | | |
| ESPAÑOLA | CURRENT | 5/20/2025 | 6/19/2026 | 1.5 | 1 | 1 | 53.77% | 70.53% | | 0 | 0 | 0% | 0% | 39.36% | 10.27% | | 101% |
| ESTANCIA | NOT UPDATED | 12/11/2023 | 1/9/2025 | 1.75 | 2 | 1.5 | 75.03% | 83.60% | | 60 | 10 | 100% | 6% | 3.36% | 71.22% | | |
| EUNICE | CURRENT | 12/17/2025 | 1/16/2027 | 1.75 | 1.75 | 1 | 64.88% | 77.02% | | 18 | 5 | 100% | 0% | 12.73% | 0% | | |
| FARMINGTON | CURRENT | 10/6/2025 | 11/5/2026 | 2.75 | 2 | 2 | 87.48% | 90.29% | Yes | 1,044 | 41 | 98.34% | 13% | 36.20% | 183.71% | | |
| FLOYD | NOT UPDATED | 1/8/2025 | 2/7/2026 | 1.5 | 2.25 | 2 | 86.16% | | | 44 | 23 | 100% | 73% | 47.22% | 30.56% | | |
| FT SUMNER | CURRENT | 9/11/2025 | 10/11/2026 | 1.5 | 1.5 | 1 | 64.32% | 74.29% | | 132 | 23 | 0% | 0% | 0% | 0% | | |
| GADSDEN | CURRENT | 1/15/2026 | 2/14/2027 | 2.75 | 2 | 2 | 77.05% | 79.89% | | 499 | 19 | 70.69% | 23% | 6.46% | 146.51% | | |
| GALLUP MCKINLEY | CURRENT | 6/3/2025 | 7/3/2026 | 2 | 1.75 | 1 | 64.66% | 87.26% | Yes | 163 | 9 | 100% | 0% | 0.74% | 154.05% | | |
| GRADY | CURRENT | 2/6/2025 | 3/8/2026 | 1.75 | 2 | 1 | 79.57% | | | 61 | 17 | 100% | 1% | 3.33% | 3.33% | | |
| GRANTS-CIBOLA | CURRENT | 2/6/2025 | 3/8/2026 | 2.5 | 2.25 | 2 | 68.76% | 71.70% | | 86 | 10 | 97.81% | 21% | 35.22% | 159.14% | | |
| HAGERMAN | CURRENT | 7/30/2025 | 8/29/2026 | 1.5 | 1.75 | 2 | 54.37% | 45.46% | | 42 | 17 | 58.93% | 0% | 128.57% | 37.14% | | |
| HATCH VALLEY | CURRENT | 8/14/2025 | 9/13/2026 | 2.25 | 1.75 | 2 | 69.16% | 82.86% | | 85 | 10 | 86.36% | 16% | 10.06% | 148.49% | | |
| HOBBS | CURRENT | 7/1/2025 | 7/31/2026 | 2.5 | 2.75 | 2 | 88.63% | 94.69% | Yes | 29 | 12 | 100% | 96% | 0.12% | 77.09% | | |
| HONDO VALLEY | CURRENT | 5/21/2025 | 6/20/2026 | 1.5 | 1.25 | 1 | 76.05% | | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| HOUSE | CURRENT | 10/30/2025 | 11/29/2026 | 1.75 | 1.75 | 1 | 67.37% | | | 50 | 18 | 66.67% | 0% | 262.50% | 237.50% | | |
| JAL | NOT UPDATED | 3/1/2006 | 3/31/2007 | 1.25 | 1.5 | 1 | 69.39% | | | 6 | 6 | 0% | 0% | 0% | 0% | | |
| JEMEZ MOUNTAIN | NOT UPDATED | 8/10/2022 | 9/9/2023 | 1.75 | 1.75 | 1 | 56.43% | 62.42% | | 25 | 11 | 68.09% | 0% | 20% | 0% | | |
| JEMEZ VALLEY | NOT UPDATED | 9/21/2021 | 10/21/2022 | 1 | 1 | 1 | 63.63% | 77.16% | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| LAKE ARTHUR | CURRENT | 12/8/2025 | 1/7/2027 | 1 | 1 | 1 | 68.16% | 69.03% | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| LAS CRUCES | CURRENT | 11/17/2025 | 12/17/2026 | 2 | 1.5 | 2 | 75.75% | 75.53% | | 187 | 4 | 56.78% | 4% | 111.27% | 374.82% | | |
| LAS VEGAS CITY | CURRENT | 11/3/2025 | 12/3/2026 | 2.25 | 1.75 | 2 | 66.31% | 78.82% | | 31 | 9 | 96.77% | 8% | 1.85% | 180.21% | | |
| LOGAN | CURRENT | 9/2/2025 | 10/2/2026 | 1.75 | 2 | 1.5 | 72.22% | 83.44% | | 54 | 19 | 99.89% | 0% | 8.33% | 62.50% | | |
| LORDSBURG | CURRENT | 1/20/2026 | 2/19/2027 | 2 | 2.25 | 1 | 70.18% | 79.32% | | 56 | 16 | 100% | 34% | 22.50% | 100% | | |
| LOS ALAMOS | CURRENT | 10/27/2025 | 11/26/2026 | 2.5 | 2.25 | 2 | 83.83% | 88.02% | | 188 | 20 | 100% | 35% | 1.40% | 149.30% | | |
| LOS LUNAS | CURRENT | 1/26/2026 | 2/25/2027 | 2.25 | 2 | 2 | 85.09% | 86.85% | Yes | 354 | 22 | 96.95% | 8% | 4.99% | 255.28% | | |
| LOVING | NOT UPDATED | 9/7/2023 | 10/6/2024 | 1.75 | 2 | 1.5 | 67.79% | 65.58% | | 44 | 13 | 88.06% | 52% | 3.74% | 77.57% | | |
| LOVINGTON | CURRENT | 8/20/2025 | 9/19/2026 | 2.25 | 2.25 | 1 | 85.17% | 78.23% | | 157 | 17 | 99.54% | 70% | 0.57% | 196.81% | | |
| MAGDALENA | NOT UPDATED | 8/29/2023 | 9/27/2024 | 1.25 | 1.5 | 2 | 82.27% | | | 7 | 5 | 0% | 0% | 196.77% | 67.74% | | |
| MAXWELL | CURRENT | 1/29/2026 | 2/28/2027 | 1 | 1.5 | 1 | 70.06% | | | 1 | 1 | 0% | 0% | 0% | 0% | | |
| MELROSE | CURRENT | 8/20/2025 | 9/19/2026 | 1.75 | 2 | 1 | 57.13% | | | 136 | 17 | 98.84% | 0% | 0.39% | 9.06% | | |
| MESA VISTA | CURRENT | 9/3/2025 | 10/3/2026 | 1.5 | 1.5 | 1 | 75.52% | 73.77% | | 22 | 9 | 0% | 0% | 0% | 0% | | |
| MORA | CURRENT | 9/22/2025 | 10/22/2026 | 1.5 | 1.5 | 1 | 48.99% | | | 26 | 7 | 75.93% | 0% | 121.62% | 0% | | |
| MORIARTY | CURRENT | 4/16/2025 | 5/16/2026 | 2 | 2 | 2 | 81.23% | 83.79% | | 0 | 0 | 0% | 0% | 0% | 0% | | 78.85% |
| MOSQUERO | CURRENT | 11/3/2025 | 12/3/2026 | 2 | 2.5 | 2 | 66.77% | | | 18 | 9 | 100% | 26% | 0% | 132.95% | | |
| MOUNTAINAIR | CURRENT | 6/11/2025 | 7/11/2026 | 1.5 | 1.5 | 2 | 49.21% | 72.49% | | 43 | 10 | 0% | 0% | 0% | 0% | | |
| NMSBVI | CURRENT | 2/9/2026 | 3/11/2027 | 2 | 2.25 | 2 | 87.19% | | | 97 | 17 | 98.56% | 21% | 4.11% | 113.97% | | |
| NMSD | CURRENT | 6/24/2025 | 7/24/2026 | 2 | 2.25 | 2 | 70.81% | 82.52% | | 69 | 14 | 100% | 90% | 0.17% | 100.40% | | |
| PECOS | CURRENT | 3/27/2025 | 4/26/2026 | 1.5 | 1.75 | 1 | 59.94% | 75.26% | | 31 | 14 | 0% | 0% | 0% | 0% | | |
| PENASCO | CURRENT | 8/27/2025 | 9/26/2026 | 1.75 | 2.25 | 2 | 68.50% | 75.22% | | 82 | 19 | 96.48% | 63% | 0.26% | 8.31% | | |
| POJOAQUE VALLEY | CURRENT | 6/23/2025 | 7/23/2026 | 2 | 1.75 | 2 | 67.45% | 44.59% | | 35 | 10 | 87.50% | 9% | 11.11% | 144.44% | | |
| PORTALES | CURRENT | 9/29/2025 | 10/29/2026 | 2 | 1.75 | 2 | 79.08% | 88.46% | | 22 | 5 | 100% | 6% | 1.01% | 86.68% | | |
| QUEMADO | CURRENT | 11/5/2025 | 12/5/2026 | | | | 71.47% | 78.82% | | | | | | | | | |
| QUESTA | CURRENT | 9/25/2025 | 10/25/2026 | 2 | 2 | 1 | 71.43% | 48.03% | | 83 | 25 | 100% | 0% | 2.86% | 237.14% | | |

Maintenance Program Status Report (MPSR) 1st Qtr. 2026

| District Name | 1. PM Plan Status NM Statute 22-24-5.3 | 1a. Last PM Update Note: Required annual | PM Expiration Date (1 Year + 30-day Grace Period) | 2a. Maintenance Direct (MD) Score | 2b. Preventive Maintenance (PMD) Score | 2c. Utility Direct (UD) Score | * 3a. District Avg. FMAR Cycle 3 Final | * 3b. District Avg. FMAR Cycle 4 | 4. Measurement & Verification | 5a. PM Schedules Running | 5b. PM Schedule Types (Goal:10>) | 5c. PM Completion Rate (Goal > 90%) 2b. | 5d. PM Cost Ratio (Goal > 20%) 2b. | 5e. Work Order Backlog Rate (Goal < 25%) 2a. | 5f. Transaction Percentage (Goal > 100%) 2a. | 6 - E-Builder Project Status | 7 - Staffing Model (100%) |
|---|--|--|---|-----------------------------------|--|-------------------------------|--|----------------------------------|-------------------------------|--------------------------|----------------------------------|---|------------------------------------|--|--|------------------------------|---------------------------|
| RATON | CURRENT | 5/7/2025 | 6/6/2026 | 2 | 2 | 2 | 76.13% | | | 66 | 23 | 39.53% | 81% | 15.05% | 24.41% | | |
| RESERVE | CURRENT | 12/11/2025 | 1/10/2027 | 1 | 1 | 1 | 74.30% | 68.27% | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| RIO RANCHO | CURRENT | 10/20/2025 | 11/19/2026 | 2.5 | 2 | 1 | 73.79% | 82.56% | | 386 | 30 | 95.92% | 13% | 3.77% | 151.90% | | |
| ROSWELL | NOT UPDATED | 1/9/2025 | 2/8/2026 | 2.75 | 2.25 | 2 | 83.55% | 84.34% | | 724 | 35 | 97.96% | 27% | 1.51% | 100.06% | | |
| ROY | CURRENT | 6/23/2025 | 7/23/2026 | 1 | 1 | 1 | 67.98% | | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| RUIDOSO | CURRENT | 4/29/2025 | 5/29/2026 | 2 | 2 | 2 | 70.42% | 82.73% | | 39 | 12 | 95.74% | 10% | 6.88% | 225.36% | | |
| SAN JON | CURRENT | 8/13/2025 | 9/12/2026 | 1.25 | 1 | 1 | 55.90% | | | 0 | 0 | 0% | 0% | 0% | 53.33% | | |
| SANTA FE | CURRENT | 10/30/2025 | 11/29/2026 | 2 | 1.75 | 2 | 76.24% | 75.21% | | 154 | 22 | 68.59% | 14% | 13.32% | % | | |
| SANTA ROSA | NOT UPDATED | 1/7/2025 | 2/6/2026 | 2.25 | 2.5 | 2 | 71.92% | 67.07% | | 94 | 15 | 100% | 13% | 2.52% | 102.52% | | |
| SILVER CITY | NOT UPDATED | 10/28/2024 | 11/27/2025 | 2 | 1.75 | 1 | 69.76% | 73.57% | | 22 | 15 | 90.91% | 0% | 2.26% | 43.96% | | 79.95% |
| SOCORRO | CURRENT | 7/28/2025 | 8/27/2026 | 1.75 | 1.75 | 1 | 80.61% | 81.49% | | 143 | 17 | 80.31% | 0% | 18.15% | 96.37% | | |
| SPRINGER | CURRENT | 10/27/2025 | 11/26/2026 | 1 | 1 | 1 | 63.97% | | | 0 | 0 | 0% | 0% | 0% | 0% | | |
| TAOS | CURRENT | 10/28/2025 | 11/27/2026 | 1.5 | 1.75 | 1 | 67.53% | 67.78% | | 32 | 5 | 53.73% | 77% | 36.15% | 80.77% | | |
| TATUM | CURRENT | 11/20/2025 | 12/20/2026 | 2.25 | 2.25 | 2 | 71.71% | 76.14% | | 95 | 19 | 100% | 71% | 1.35% | 184.78% | | |
| TEXICO | CURRENT | 9/4/2025 | 10/4/2026 | 1.5 | 1.5 | 1 | 74.11% | | | 25 | 15 | 0% | 0% | 0% | 0% | | |
| TRUTH OR CONS. | CURRENT | 10/27/2025 | 11/26/2026 | 1.5 | 1.25 | 2 | 75.61% | 80.39% | | 0 | 0 | 0% | 0% | 10.53% | 0% | | |
| TUCUMCARI | CURRENT | 1/12/2026 | 2/11/2027 | 1.75 | 2 | 1.5 | 90.61% | 82.39% | | 223 | 35 | 69% | 21% | 192.05% | 100.66% | | |
| TULAROSA | CURRENT | 1/5/2026 | 2/4/2027 | 2.25 | 2.5 | 1 | 70.38% | 66.04% | | 38 | 10 | 100% | 9% | 1.05% | 116.84% | | |
| VAUGHN | CURRENT | 9/4/2025 | 10/4/2026 | 1.75 | 1.5 | 1.5 | 53.75% | | | 3 | 2 | 0% | 0% | 23.33% | 46.67% | | |
| WAGON MOUND | CURRENT | 3/4/2025 | 4/3/2026 | 1.5 | 2 | 2 | 67.98% | 67.04% | | 23 | 13 | 100% | 0% | 0% | 0% | | |
| WEST LAS VEGAS | CURRENT | 10/20/2025 | 11/19/2026 | 2.25 | 1.5 | 1 | 72.94% | 81.37% | | 86 | 8 | 79.31% | 6% | 6.55% | 100.36% | | |
| ZUNI | CURRENT | 12/10/2025 | 1/9/2027 | 2 | 2.25 | 2 | 69.27% | | | 39 | 15 | 100% | 29% | 0.26% | 143.80% | | |
| KPI Topic | Threshold | | | 57 | 63 | 44 | 71.69% | 76.62% | Mean | | | 89.61% | 29.59% | 58.51% | 163.45% | | |
| PM Plans | Updated Annually | | | 34 | 28 | 47 | 71.28% | 78.23% | Median | | | | | | | | |
| FIMS Score | Greater than 1.5 | % Users | | 62.64% | 69.23% | 48.35% | | | | | | | | | | | |
| FMAR Score | Greater than 70% | % Non-Users | | 37.36% | 30.77% | 51.65% | | | | | | | | | | | |
| Schedule Types | Greater than 10 | % Current PM | | 85.71% | | | | | | | | | | | | | |
| PM Completion rate | Greater than 90% | % Not Updated PM | | 14.29% | | | | | | | | | | | | | |
| PM Cost Ratio | Greater than 20% | | | | | | | | | | | | | | | | |
| Work Order Backlog rate | Less than 25% | | | | | | | | | | | | | | | | |
| Transaction rate | Greater than 100% | | | | | | | | | | | | | | | | |
| * FMAR Average Scores are calculated using data from the F6 4th Cycle (Jan 1, 2023) to present | | | | | | | | | | | | | | | | | |

Maintenance Program Status Report (MPSR-this document): A data driven performance summary of NM School Districts Key Performance Indicators (KPIs) in PM Planning, the state provided FIMS tools and overall FMAR performance.

1. Preventive Maintenance (PM) Plan: A statute driven (annually updated) written plan on how NM districts plan to manage Maintenance and Operations from year to year supporting the educational environment through formal means. *All public and charter school district must have a current and PSCOC approved preventive maintenance plan. (Incremental changes can be made to the current plan, or if numerous updates are necessary, the entire plan should be revised).* Performance ratings are as follows:

- CURRENT:** Districts have updated their plan within the last 12 months (+30 day grace period). **PM Plan Ratings:** Poor, Marginal, Satisfactory, Good and Outstanding.
- NOT UPDATED:** Districts that have not updated their PM Plan components = Poor Performance rating.
- 1a -** Districts last PM Plan update

2. Facility Information Management System (FIMS): A Computerized Maintenance Management System provided by Dude Solutions to assist districts in managing both reactive & preventive work tasks through asset inventories, improved processes and reporting and utility bill collection activities. **Note:** a number of NM districts have used FIMS to significantly improve their maintenance performance by reducing work orders, planning/tracking preventive maintenance processes and reducing unnecessary expenditures through proactive inspection and maintenance of building systems. FIMS has proven effective in generating actionable facilities information for district policy makers. FIMS is inclusive of the following modules:

2a. Maintenance Direct (MD): a module in FIMS/Dude Solutions used to process reactive work orders. (rating scale below). Key Performance Indicators include:

- Work Order Backlog (goal: <25%):** The backlog percentage rate identifies the number of open work orders vs. the number of closed work orders.
- Transaction Rate (goal >100%):** The percentage rate of costs recorded for completed work orders (both reactive and preventive) on transactions (labor, materials, and contract costs).

2b. Preventive Maintenance Direct (PMD): a module in FIMS/Dude Solutions used to process preventive maintenance work orders. (rating scale below).

- PM Cost Ratio (goal: >20%):** The percentage of preventive maintenance costs vs. total costs expended on all work orders.
- PM Completion Rate (goal: > 90%):** The percentage of closed Preventive Maintenance (PM) work orders vs. the number of total generated PM work orders.

2c. Utility Direct (UD): a module in FIMS/Dude Solutions used to collect & monitor utility billing data towards development of an energy management program. (rating scale below).

Level 0 ----- Level 2.0 ----- Level 3.0
Implementation Stage (0-1.5) Execution Stage (1.51 -2.0) Data Analysis Stage (2.1-3.0)

3. FMAR: Facility Maintenance Assessment Report (FMAR): a tool used to evaluate NM school facilities conditions / appearance and determine and verify the implementation level of the maintenance management program. The final FMAR (F6) report combines a **Facility Maintenance Assessment (FMA)** in 22 important maintenance system categories, **Preventive Maintenance Planning** status (statute driven), and the **State provided FIMS Performance** status (as measured through industry standard KPI's and statute driven). The results are used to establish a benchmark rating for the individual schools/districts maintenance programs in an effort towards continuous performance improvements and implementation of cost effective maintenance strategies.

NOTE: this column reflects final district averages from the FMAR F6 3rd Cycle

3a. FMAR 3rd Cycle District Average Performance Ratings (2017-2022 final)

3b. FMAR 4th Cycle District Average Performance Ratings (2023-2027 active)

FMAR Performance Level Ratings: Poor (0-59.9%) ----- Marginal (60.0-69.9%) ----- Satisfactory (70.0-79.9%) ----- Recommended ----- Good (80.0-89.9%) ----- Outstanding (90.0-100%)

4. Measurement and Verification Project assigned

5 a-f: Districts FIMS Key Performance Indicators

5a. PM Schedules running: The number of PM schedule actively running in the districts FIMS Preventive Maintenance Direct account.

5b. PM Schedule Types: The number of PM schedule types running in the districts FIMS Preventive Maintenance Direct account. (Note: the recommended minimum is 10 covering critical building systems).

5c. PM Completion Rate (goal: > 90%): The percentage of closed Preventive Maintenance (PM) work orders vs. the number of total generated PM work orders.

5d. PM Cost Ratio (goal: >20%): The percentage of preventive maintenance costs vs. total costs expended on all work orders.

5e. Work Order Backlog Rate (goal: <25%): The backlog percentage rate identifies the number of open work orders vs. the number of closed work orders.

5f. Transaction Rate: The percentage rate of costs recorded for completed work orders (both reactive and preventive) on transactions (labor, materials, and contract costs).

6. E-Builder Projects This column aligns with the PSFA Project Status Report (PSR) and indicates NM districts with a current/active PSCOC capital funded project.

7. Staffing Model: The districts current staffing model expressed in a percentage encompassing maintenance, custodial and grounds staff analysis using an industry school standard (ASU manpowerstudy). 100% is recommended and deemed effective.

VI. Next PSCOC Meeting – April 22, 2026 – (tentatively)

VII. Adjourn