

NEW MEXICO SOFTWARE, INC
Form 10-Q
May 13, 2010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2010

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the transition period from _____ to _____

COMMISSION FILE #333-30176

NEW MEXICO SOFTWARE, INC.
(Exact name of Registrant as specified in charter)

NEVADA
(State or other jurisdiction of incorporation or
organization)

91-1287406
(I.R.S. Employer Identification No.)

5021 Indian School Road, Suite 100
Albuquerque, New Mexico 87110
(Address of principal executive offices) (Zip Code)

(505) 255-1999
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. YES NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). YES NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer,"

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“accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

YES NO

The number of shares outstanding of each of the issuer’s classes of common stock at May 10, 2010 was 135,049,880.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

New Mexico Software, Inc.
Consolidated Balance Sheets
(Rounded to the nearest thousand)

	March 31, 2010	December 31, 2009 (Audited)
Assets		
Current assets:		
Cash and equivalents	\$ 112,000	\$ 111,000
Accounts receivable, net	789,000	736,000
Prepaid expenses and other assets	22,000	46,000
Total current assets	923,000	893,000
Furniture, equipment and improvements, net	59,000	65,000
Security deposits	4,000	4,000
Total Assets	\$ 986,000	\$ 962,000
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	\$ 681,000	\$ 655,000
Accrued expenses	45,000	50,000
Customer deposits	21,000	21,000
Deferred revenue	7,000	17,000
Capital lease	6,000	10,000
Total current liabilities	760,000	753,000
Total liabilities	760,000	753,000
Stockholders' equity:		
Preferred stock, \$0.001 par value, 500,000 shares authorized, 0 shares issued and outstanding as of 3/31/10	-	-
Common stock, \$0.001 par value, 200,000,000 shares authorized, 134,192,738 shares issued and outstanding as of 3/31/10	134,000	134,000
Paid-in capital	14,852,000	14,852,000
Subscriptions payable	38,000	21,000
Accumulated deficit	(14,798,000)	(14,798,000)
Total stockholders' equity	226,000	209,000
Total Liabilities and Stockholders' Equity	\$ 986,000	\$ 962,000

The accompanying notes are an integral part of these financial statements

New Mexico Software, Inc.
Consolidated Statements of Operations
(Rounded to the nearest thousand)

For the three months
ended
March 31,
2010 2009

Revenues		
Radiological services	\$753,000	\$708,000
Software usage fees	99,000	122,000
Software hosting and maintenance	49,000	62,000
Software sales and licenses	2,000	-
Custom programming	-	3,000
Scanning services	-	20,000
Gross revenues	903,000	915,000
Cost of services		
Cost of services	669,000	656,000
Gross profit	234,000	259,000
Operating costs and expenses:		
General and administrative	159,000	227,000
Legal fees	57,000	23,000
Depreciation and amortization	6,000	9,000
Research and development	13,000	15,000
Total operating costs and expenses	235,000	274,000
Net operating loss	(1,000)	(15,000)